

**CHAILEASE HOLDING COMPANY LIMITED  
AND SUBSIDIARIES**

**Consolidated Financial Statements**

**With Independent Auditors' Review Report  
For the Nine Months Ended September 30, 2021 and 2020**

**Address: No.362, Ruiguang Rd., Neihu District, Taipei, Taiwan, (R.O.C.)**  
**Telephone: 886-2-8752-6388**

The independent auditors' review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and consolidated financial statements, the Chinese version shall prevail.

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安侯建業聯合會計師事務所

KPMG

台北市110615信義路5段7號68樓(台北101大樓)

68F., TAIPEI 101 TOWER, No. 7, Sec. 5,

Xinyi Road, Taipei City 110615, Taiwan (R.O.C.)

Telephone 電話 + 886 2 8101 6666

Fax 傳真 + 886 2 8101 6667

Internet 網址 home.kpmg/tw

## Independent Auditors' Review Report

To the Board of Directors of Chailease Holding Company Limited:

### Introduction

We have reviewed the accompanying consolidated balance sheets of the Chailease Holding Company Limited (the "Company") and its subsidiaries (together referred to as the "Group") as of September 30, 2021 and 2020, the related consolidated statements of comprehensive income for the three months and the nine months ended September 30, 2021 and 2020, as well as the changes in equity and cash flows for the nine months ended September 30, 2021 and 2020, and notes to the consolidated financial statements, including a summary of significant accounting policies. The 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 Standards 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our review.

### Scope of Review

We conducted our reviews in accordance with Statement of Auditing Standards 65, "Review of Financial Information Performed by the Independent Auditor of the Entity." A review of the 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 conducted in accordance with the generally accepted auditing standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



## Conclusion

Based on our reviews, nothing has come to our attention that causes 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 September 30, 2021 and 2020, and of its consolidated financial performance and its consolidated cash flows for the nine months ended September 30, 2021 and 2020 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the review resulting in this independent auditors’ review report are Shu-Min Hsu and Wan-Wan Lin.

KPMG

Taipei, Taiwan (Republic of China)  
November 12, 2021

## Notes to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial statements of financial position, financial performance and cash flows in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and with the International Financial Reporting Standards, International Accounting Standards, interpretation as well as related guidance endorsed by the Financial Supervisory Commission of 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 accepted and applied in the Republic of China.

The independent auditors’ review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors’ review report and consolidated financial statements, the Chinese version shall prevail.

## REVIEWED ONLY, NOT AUDITED IN ACCORDANCE WITH GENERALLY ACCEPTED AUDITING STANDARDS AS OF SEPTEMBER 30, 2021 AND 2020

## CONSOLIDATED BALANCE SHEETS

(Amounts Expressed in Thousands of New Taiwan Dollars)

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

**CHAILEASE HOLDING COMPANY LIMITED AND SUBSIDIARIES**

**CONSOLIDATED STATEMENTS OF PROFIT OR LOSS  
AND OTHER COMPREHENSIVE INCOME**

For the three months ended September 30, 2021 and 2020 and for the nine months ended September 30, 2021 and 2020

(Amounts Expressed in Thousands of New Taiwan Dollars)

|      |  | For the three months ended September 30 |            |                   |            | For the nine months ended September 30, |            |                   |            |
|------|--|---|------------|-------------------|------------|---|------------|-------------------|------------|
|      |  | 2021                                    |            | 2020              |            | 2021                                    |            | 2020              |            |
|      |  | Amount                                  | %          | Amount            | %          | Amount                                  | %          | Amount            | %          |
|      | <b>Operating revenues: (Note (7))</b>  |   |            |                   |            |   |            |                   |            |
| 4111 | Sales revenue  | \$ 1,326,883                            | 7          | 1,321,888         | 9          | 3,874,429                               | 7          | 3,271,757         | 8          |
| 4810 | Interest revenue - installment sales   | 3,498,754                               | 19         | 2,760,188         | 18         | 9,907,896                               | 19         | 8,036,026         | 18         |
| 4820 | Interest revenue - capital leases  | 6,176,453                               | 34         | 5,240,921         | 34         | 18,152,240                              | 34         | 15,027,183        | 35         |
| 4300 | Rental revenue - operating leases  | 1,164,294                               | 6          | 967,925           | 6          | 3,318,271                               | 6          | 2,783,586         | 6          |
| 4230 | Interest revenue - loans   | 1,552,272                               | 9          | 1,233,288         | 8          | 4,476,316                               | 9          | 3,716,910         | 9          |
| 4240 | Other interest revenue   | 2,237,258                               | 12         | 1,602,698         | 10         | 6,201,500                               | 12         | 4,561,152         | 10         |
| 4881 | Other operating revenue  | 2,354,950                               | 13         | 2,231,376         | 15         | 6,838,351                               | 13         | 6,203,107         | 14         |
|      |  | <u>18,310,864</u>                       | <u>100</u> | <u>15,358,284</u> | <u>100</u> | <u>52,769,003</u>                       | <u>100</u> | <u>43,599,721</u> | <u>100</u> |
|      | <b>Operating costs: (Note (7))</b>   |   |            |                   |            |   |            |                   |            |
| 5111 | Cost of sales  | 677,226                                 | 4          | 681,783           | 4          | 2,086,244                               | 4          | 1,736,322         | 4          |
| 5240 | Interest expense   | 2,381,052                               | 13         | 2,212,459         | 15         | 6,981,410                               | 13         | 6,645,031         | 15         |
| 5300 | Cost of rental revenue   | 818,282                                 | 5          | 671,642           | 4          | 2,379,938                               | 5          | 1,941,681         | 5          |
| 5800 | Other operating costs  | 981,680                                 | 5          | 748,592           | 5          | 2,806,810                               | 5          | 2,111,598         | 5          |
|      |  | <u>4,858,240</u>                        | <u>27</u>  | <u>4,314,476</u>  | <u>28</u>  | <u>14,254,402</u>                       | <u>27</u>  | <u>12,434,632</u> | <u>29</u>  |
|      | <b>Gross profit from operation</b>   | <u>13,452,624</u>                       | <u>73</u>  | <u>11,043,808</u> | <u>72</u>  | <u>38,514,601</u>                       | <u>73</u>  | <u>31,165,089</u> | <u>71</u>  |
| 6400 | <b>Operating expenses (Note (7))</b>   | <u>3,480,294</u>                        | <u>19</u>  | <u>3,021,650</u>  | <u>20</u>  | <u>9,804,519</u>                        | <u>18</u>  | <u>8,855,638</u>  | <u>20</u>  |
| 6450 | <b>Expected credit loss (Note (6)(d))</b>  | <u>1,537,700</u>                        | <u>8</u>   | <u>1,823,296</u>  | <u>12</u>  | <u>4,618,761</u>                        | <u>9</u>   | <u>5,123,993</u>  | <u>12</u>  |
| 6500 | <b>Net other income and expenses (Note (6)(s))</b>   | <u>150,409</u>                          | <u>1</u>   | <u>99,970</u>     | <u>1</u>   | <u>464,902</u>                          | <u>1</u>   | <u>265,614</u>    | <u>1</u>   |
|      | <b>Operating profit</b>  | <u>8,585,039</u>                        | <u>47</u>  | <u>6,298,832</u>  | <u>41</u>  | <u>24,556,223</u>                       | <u>47</u>  | <u>17,451,072</u> | <u>40</u>  |
|      | <b>Non-operating income and expenses:</b>  |   |            |                   |            |   |            |                   |            |
| 7100 | Interest income  | 66,501                                  | -          | 48,534            | -          | 188,176                                 | -          | 153,781           | -          |
| 7130 | Dividend income  | 31,116                                  | -          | 45,915            | -          | 31,226                                  | -          | 47,269            | -          |
| 7020 | Other gains and losses (Note (6)(t) and (7))   | 182,305                                 | 1          | 105,289           | 1          | 865,208                                 | 2          | 472,249           | 1          |
| 7060 | Share of (loss) profit of associates and joint ventures accounted for using equity method (Note (6)(f))  | (12,481)                                | -          | (12,397)          | -          | (26,160)                                | -          | (61,398)          | -          |
|      |  | <u>267,441</u>                          | <u>1</u>   | <u>187,341</u>    | <u>1</u>   | <u>1,058,450</u>                        | <u>2</u>   | <u>611,901</u>    | <u>1</u>   |
| 7900 | <b>Profit before income tax</b>  | <u>8,852,480</u>                        | <u>48</u>  | <u>6,486,173</u>  | <u>42</u>  | <u>25,614,673</u>                       | <u>49</u>  | <u>18,062,973</u> | <u>41</u>  |
| 7950 | Less: Income tax expenses (Note (6)(o))  | <u>3,044,484</u>                        | <u>16</u>  | <u>1,847,811</u>  | <u>12</u>  | <u>8,818,542</u>                        | <u>17</u>  | <u>5,188,715</u>  | <u>12</u>  |
|      | <b>Profit for the period</b>   | <u>5,807,996</u>                        | <u>32</u>  | <u>4,638,362</u>  | <u>30</u>  | <u>16,796,131</u>                       | <u>32</u>  | <u>12,874,258</u> | <u>29</u>  |
|      | <b>Other comprehensive income (loss):</b>  |   |            |                   |            |   |            |                   |            |
| 8310 | <b>Components of other comprehensive income that will not be reclassified to profit or loss</b>  |   |            |                   |            |   |            |                   |            |
| 8316 | Unrealized gain (loss) from investments in equity instruments measured at fair value through other comprehensive income  | 49,402                                  | -          | (42,342)          | -          | 85,644                                  | -          | (102,601)         | -          |
| 8349 | Less: Income tax related to components that will not be reclassified to profit or loss (Note (6)(o))   | -                                       | -          | -                 | -          | -                                       | -          | -                 | -          |
|      | <b>Total components of other comprehensive income that will not be reclassified to profit or loss</b>  | <u>49,402</u>                           | <u>-</u>   | <u>(42,342)</u>   | <u>-</u>   | <u>85,644</u>                           | <u>-</u>   | <u>(102,601)</u>  | <u>-</u>   |
| 8360 | <b>Components of other comprehensive income (loss) that will be reclassified to profit or loss</b>   |   |            |                   |            |   |            |                   |            |
| 8361 | Exchange differences on translation  | (360,344)                               | (2)        | 225,920           | 1          | (1,940,712)                             | (3)        | (1,124,673)       | (3)        |
| 8368 | Gains (losses) on hedging instrument (Note (6)(c))   | 81,653                                  | 1          | 425,890           | 3          | 232,265                                 | -          | 350,453           | 1          |
| 8370 | Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss (Note (6)(f)) | 1,777                                   | -          | 8,050             | -          | (9,858)                                 | -          | 15,777            | -          |
| 8399 | Less: Income tax related to components of other comprehensive income that will be reclassified to profit or loss (Note (6)(o))   | (26,399)                                | -          | 35,081            | -          | (49,919)                                | -          | 67,537            | -          |
|      | <b>Total components of other comprehensive income that will be reclassified to profit or loss</b>  | <u>(250,515)</u>                        | <u>(1)</u> | <u>624,779</u>    | <u>4</u>   | <u>(1,668,386)</u>                      | <u>(3)</u> | <u>(825,980)</u>  | <u>(2)</u> |
|      | <b>Other comprehensive income (net of tax)</b>   | <u>(201,113)</u>                        | <u>(1)</u> | <u>582,437</u>    | <u>4</u>   | <u>(1,582,742)</u>                      | <u>(3)</u> | <u>(928,581)</u>  | <u>(2)</u> |
| 8500 | <b>Total comprehensive income for the period</b>   | <u>\$ 5,606,883</u>                     | <u>31</u>  | <u>5,220,799</u>  | <u>34</u>  | <u>15,213,389</u>                       | <u>29</u>  | <u>11,945,677</u> | <u>27</u>  |
|      | <b>Profit attributable to:</b>   |   |            |                   |            |   |            |                   |            |
| 8610 | Owners of the Company  | \$ 5,528,348                            | 30         | 4,487,351         | 29         | 16,028,353                              | 31         | 12,376,676        | 28         |
| 8620 | Non-controlling interests  | 279,648                                 | 2          | 151,011           | 1          | 767,778                                 | 1          | 497,582           | 1          |
|      |  | <u>\$ 5,807,996</u>                     | <u>32</u>  | <u>4,638,362</u>  | <u>30</u>  | <u>16,796,131</u>                       | <u>32</u>  | <u>12,874,258</u> | <u>29</u>  |
|      | <b>Comprehensive income attributable to:</b>   |   |            |                   |            |   |            |                   |            |
| 8710 | Owners of the Company  | \$ 5,481,570                            | 30         | 5,166,691         | 34         | 14,956,699                              | 28         | 11,756,678        | 27         |
| 8720 | Non-controlling interests  | 125,313                                 | 1          | 54,108            | -          | 256,690                                 | 1          | 188,999           | -          |
|      |  | <u>\$ 5,606,883</u>                     | <u>31</u>  | <u>5,220,799</u>  | <u>34</u>  | <u>15,213,389</u>                       | <u>29</u>  | <u>11,945,677</u> | <u>27</u>  |
| 9750 | <b>Basic earnings per share (NT dollars) (Note (6)(q))</b>   | <u>\$ 3.82</u>                          |            | <u>3.09</u>       |            | <u>10.93</u>                            |            | <u>8.53</u>       |            |

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

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
 REVIEWED ONLY, NOT AUDITED IN ACCORDANCE WITH GENERALLY ACCEPTED AUDITING STANDARDS  
**CHAILEASE HOLDING COMPANY LIMITED AND SUBSIDIARIES**

**CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

**For the Nine Months Ended September 30, 2021 and 2020**

**(Amounts Expressed in Thousands of New Taiwan Dollars)**

|   | Equity Attributable to Owners of the Company |                 |                 |                   |                                  |   |   |                                       |  |                           |              |
|---|--|-----------------|-----------------|-------------------|----------------------------------|---|---|---------------------------------------|--|---------------------------|--------------|
|   |  |                 |                 |                   |                                  | Other Equity Items  |   |                                       |  |                           |              |
|   | Share Capital                                |                 |                 | Retained Earnings |                                  | Exchange differences on translation of foreign financial statements | Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income | Gains (losses) on hedging instruments | Total equity attributable to owners of the Company | Non-controlling interests | Total equity |
|   | Ordinary share                               | Preferred share | Capital surplus | Special reserve   | Unappropriated retained earnings |   |   |                                       |  |                           |              |
| Balance at January 1, 2020  | \$ 13,282,000                                | -               | 17,379,467      | 2,095,945         | 40,287,825                       | (3,239,314)   | (219,957)   | 175,996                               | 69,761,962   | 4,176,058                 | 73,938,020   |
| Profit for the nine months ended September 30, 2020                                 | -  | -               | -               | -                 | 12,376,676                       | -   | -   | -                                     | 12,376,676   | 497,582                   | 12,874,258   |
| Other comprehensive income (loss) for the nine months ended September 30, 2020      | -  | -               | -               | -                 | -                                | (867,850)   | (102,601)   | 350,453                               | (619,998)  | (308,583)                 | (928,581)    |
| Total comprehensive income (loss) for the nine months ended September 30, 2020      | -  | -               | -               | -                 | 12,376,676                       | (867,850)   | (102,601)   | 350,453                               | 11,756,678   | 188,999                   | 11,945,677   |
| Earnings distribution and appropriation:  |  |                 |                 |                   |                                  |   |   |                                       |  |                           |              |
| Special reserve appropriated  | -  | -               | -               | 1,187,330         | (1,187,330)                      | -   | -   | -                                     | -  | -                         | -            |
| Cash dividends of ordinary share  | -  | -               | -               | -                 | (6,109,720)                      | -   | -   | -                                     | (6,109,720)  | -                         | (6,109,720)  |
| Stock dividends of ordinary share   | 531,280                                      | -               | -               | -                 | (531,280)                        | -   | -   | -                                     | -  | -                         | -            |
| Other changes in capital surplus  | -  | -               | 623             | -                 | -                                | -   | -   | -                                     | 623  | -                         | 623          |
| Issue of preference share   | -  | 1,500,000       | 13,489,161      | -                 | -                                | -   | -   | -                                     | 14,989,161   | -                         | 14,989,161   |
| Changes in non-controlling interests  | -  | -               | -               | -                 | -                                | -   | -   | -                                     | -  | (250,853)                 | (250,853)    |
| Balance at September 30, 2020   | \$ 13,813,280                                | 1,500,000       | 30,869,251      | 3,283,275         | 44,836,171                       | (4,107,164)   | (322,558)   | 526,449                               | 90,398,704   | 4,114,204                 | 94,512,908   |
| Balance at January 1, 2021  | \$ 13,813,280                                | 1,500,000       | 30,883,964      | 3,283,275         | 49,322,515                       | (3,511,825)   | (298,294)   | 502,825                               | 95,495,740   | 4,483,130                 | 99,978,870   |
| Profit for the nine months ended September 30, 2021                                 | -  | -               | -               | -                 | 16,028,353                       | -   | -   | -                                     | 16,028,353   | 767,778                   | 16,796,131   |
| Other comprehensive income (loss) for the nine months ended September 30, 2021      | -  | -               | -               | -                 | -                                | (1,389,563)   | 85,644  | 232,265                               | (1,071,654)  | (511,088)                 | (1,582,742)  |
| Total comprehensive income (loss) for the nine months ended September 30, 2021      | -  | -               | -               | -                 | 16,028,353                       | (1,389,563)   | 85,644  | 232,265                               | 14,956,699   | 256,690                   | 15,213,389   |
| Appropriation and distribution of retained earnings:                                |  |                 |                 |                   |                                  |   |   |                                       |  |                           |              |
| Special reserve appropriated  | -  | -               | -               | 24,019            | (24,019)                         | -   | -   | -                                     | -  | -                         | -            |
| Cash dividends of ordinary share  | -  | -               | -               | -                 | (6,906,640)                      | -   | -   | -                                     | (6,906,640)  | -                         | (6,906,640)  |
| Cash dividends of preferred share   | -  | -               | -               | -                 | (181,151)                        | -   | -   | -                                     | (181,151)  | -                         | (181,151)    |
| Stock dividends of ordinary share   | 690,664                                      | -               | -               | -                 | (690,664)                        | -   | -   | -                                     | -  | -                         | -            |
| Other changes in capital surplus  | -  | -               | 784             | -                 | -                                | -   | -   | -                                     | 784  | -                         | 784          |
| Changes in non-controlling interests  | -  | -               | -               | -                 | -                                | -   | -   | -                                     | -  | 986,550                   | 986,550      |
| Change in equity of associates and joint ventures accounted for using equity method | -  | -               | 14,059          | -                 | -                                | -   | -   | -                                     | 14,059   | -                         | 14,059       |
| Balance at September 30, 2021   | \$ 14,503,944                                | 1,500,000       | 30,898,807      | 3,307,294         | 57,548,394                       | (4,901,388)   | (212,650)   | 735,090                               | 103,379,491  | 5,726,370                 | 109,105,861  |

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

**(English Translation of Consolidated Financial Statements Originally Issued in Chinese)**  
**REVIEWED ONLY, NOT AUDITED IN ACCORDANCE WITH GENERALLY ACCEPTED AUDITING STANDARDS**  
**CHAILEASE HOLDING COMPANY LIMITED AND SUBSIDIARIES**

**CONSOLIDATED STATEMENTS OF CASH FLOWS**

**For the Nine Months Ended September 30, 2021 and 2020**

**(Amounts Expressed in Thousands of New Taiwan Dollars)**

|   | <b>For the nine months ended September 30,</b> |                     |
|---|--|---------------------|
|   | <b>2021</b>                                    | <b>2020</b>         |
| <b>Cash flows from operating activities:</b>  |  |                     |
| Profit before tax   | \$ 25,614,673                                  | 18,062,973          |
| Adjustments:  |  |                     |
| Adjustments to reconcile profit (loss):   |  |                     |
| Depreciation expense  | 3,793,558                                      | 3,231,917           |
| Amortization expense  | 112,156  | 136,366             |
| Expected credit loss  | 4,618,761                                      | 5,123,993           |
| Net (gain) loss on financial assets or liabilities at fair value through profit or loss               | (47,680)                                       | 52,364              |
| Interest expense  | 7,010,642                                      | 6,685,923           |
| Interest income   | (38,926,128)                                   | (31,495,052)        |
| Dividend income   | (31,226)                                       | (47,269)            |
| Share of loss of associates and joint ventures accounted for using equity method                      | 26,160   | 61,398              |
| Gain on disposal of property, plant and equipment   | (84,954)                                       | (112,598)           |
| Loss on disposal of foreclosed assets   | 118,192  | 151,088             |
| Impairment loss on non-financial assets   | 313,507  | 233,141             |
| Effect of changes in lease contract   | 1,274  | 474                 |
| <b>Total adjustments to reconcile profit</b>  | <b>(23,095,738)</b>                            | <b>(15,978,255)</b> |
| <b>Changes in operating assets and liabilities:</b>   |  |                     |
| Changes in operating assets:  |  |                     |
| Increase in financial assets at fair value through profit or loss, mandatorily measured at fair value | (448,889)                                      | (407,376)           |
| Increase in accounts receivable   | (56,908,894)                                   | (44,313,991)        |
| (Increase) decrease in other current financial assets   | (980,789)                                      | 1,404,710           |
| Decrease (increase) in other current assets   | 1,644,819                                      | (1,850,093)         |
| Proceeds from sales of operating lease assets and operating equipment                                 | 1,422,423                                      | 1,007,093           |
| Purchase of operating lease assets and operating equipment  | (10,003,785)                                   | (10,846,215)        |
| Increase in other operating assets  | (8,411,006)                                    | (530,530)           |
| <b>Total changes in operating assets</b>  | <b>(73,686,121)</b>                            | <b>(55,536,402)</b> |
| Changes in operating liabilities:   |  |                     |
| Decrease in accounts and notes payable  | (2,994,083)                                    | (2,988,194)         |
| Increase in long term and short-term debts  | 311,729,139                                    | 248,503,152         |
| Repayment of long term and short-term debts   | (247,027,441)                                  | (208,954,152)       |
| Increase in other current financial liabilities   | 3,546,244                                      | 5,856,380           |
| Increase (decrease) in accrued pension liabilities  | 1,507  | (6,066)             |
| Increase in other current liabilities   | 292,595  | 644,841             |
| Increase (decrease) in other non-current operating liabilities  | 1,831,890                                      | (842,778)           |
| <b>Total changes in operating liabilities</b>   | <b>67,379,851</b>                              | <b>42,213,183</b>   |
| <b>Total changes in operating assets and liabilities</b>  | <b>(6,306,270)</b>                             | <b>(13,323,219)</b> |
| <b>Total adjustments</b>  | <b>(29,402,008)</b>                            | <b>(29,301,474)</b> |
| Cash flows used in operations   | (3,787,335)                                    | (11,238,501)        |
| Interest received   | 38,659,561                                     | 31,385,298          |
| Dividends received  | 73,262   | 47,269              |
| Interest paid   | (6,778,122)                                    | (6,638,635)         |
| Income taxes paid   | (5,951,958)                                    | (4,851,923)         |
| <b>Net cash flows provided by operating activities</b>  | <b>22,215,408</b>                              | <b>8,703,508</b>    |
| <b>Cash flows from investing activities:</b>  |  |                     |
| Proceeds from disposal of financial assets at fair value through other comprehensive income           | 16,172   | -                   |
| Proceeds from capital reduction of financial assets at fair value through other comprehensive income  | 2,448  | -                   |
| Acquisition of financial assets at amortized cost   | (18,155,781)                                   | (11,033,505)        |
| Proceeds from disposal of financial assets at amortized cost  | 8,431,638                                      | 8,358,067           |
| Acquisition of investments accounted for using equity method  | (3,219)  | (165,585)           |
| Proceeds from capital reduction of investments accounted for using equity method                      | -  | 1,165               |
| Acquisition of property, plant and equipment  | (125,760)                                      | (124,150)           |
| Proceeds from disposal of property, plant and equipment   | 77,359   | 71,302              |
| Acquisition of intangible assets  | (3,095)  | (8,221)             |
| Proceeds from disposal of foreclosed assets   | -  | 68,462              |
| Acquisition of right-of-use assets  | (24,223)                                       | (31,570)            |
| Proceeds from disposal of right-of-use assets   | 11,188   | 22,010              |
| <b>Net cash flows used in investing activities</b>  | <b>(9,773,273)</b>                             | <b>(2,842,025)</b>  |
| <b>Cash flows from financing activities:</b>  |  |                     |
| Distribution of cash dividend   | (6,906,631)                                    | (6,109,712)         |
| Increase capital in cash  | -  | 14,989,161          |
| Change in non-controlling interests   | 986,550  | (250,853)           |
| Payment of lease liabilities  | (489,842)                                      | (438,958)           |
| Other financing activities  | 784  | 623                 |
| <b>Net cash flows (used in) provided by financing activities</b>                                      | <b>(6,409,139)</b>                             | <b>8,190,261</b>    |
| <b>Effect of exchange rate changes on cash and cash equivalents</b>                                   | <b>(548,570)</b>                               | <b>(103,842)</b>    |
| <b>Net increase in cash and cash equivalents</b>  | <b>5,484,426</b>                               | <b>13,947,902</b>   |
| <b>Cash and cash equivalents at beginning of period</b>   | <b>32,796,805</b>                              | <b>18,660,546</b>   |
| <b>Cash and cash equivalents at end of period</b>   | <b>\$ 38,281,231</b>                           | <b>32,608,448</b>   |

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



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**(1) Company history**

Chalease Holding Company Limited (the “Company”) is an investment holding company, which was founded on December 24, 2009 under the Company Act of Cayman Islands. The Company has been listed on the Main Board of the Taiwan Stock Exchange Corporation (TWSE) since December 13, 2011.

The Company and its subsidiaries ( “the Group”) were engaged primarily in providing various services of leasing and financing.

**(2) Approval date and procedures of the consolidated financial statements**

The consolidated financial statements were approved by chairman, reported to Board of Directors and issued on November 12, 2021.

**(3) New standards, amendments and interpretations adopted:**

- (a) The impact of the International Financial Reporting Standards (“IFRSs”) endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted.

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2021:

- Amendments to IFRS 4 “Extension of the Temporary Exemption from Applying IFRS 9”
- Amendments to IFRS 9, IAS39, IFRS7, IFRS 4 and IFRS 16 “Interest Rate Benchmark Reform—Phase 2”

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from April 1, 2021:

- Amendments to IFRS 16 “Covid-19-Related Rent Concessions beyond June 30, 2021”

- (b) The impact of IFRS issued by the FSC but not yet effective

The Group assesses that the adoption of the following new amendments, effective for annual period beginning on January 1, 2022, would not have a significant impact on its consolidated financial statements:

- Amendments to IAS 16 “Property, Plant and Equipment—Proceeds before Intended Use”
- Amendments to IAS 37 “Onerous Contracts—Cost of Fulfilling a Contract”
- Annual Improvements to IFRS Standards 2018–2020
- Amendments to IFRS 3 “Reference to the Conceptual Framework”

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- (c) The impact of IFRS issued by IASB but not yet endorsed by the FSC

The following new and amended standards, which may be relevant to the Group, have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

| Standards or Interpretations   | Content of amendment  | Effective date per IASB |
|--|---|-------------------------|
| Amendments to IAS 1<br>“Classification of Liabilities as Current or Non-current”                           | The amendments aim to promote consistency in applying the requirements by helping companies determine whether, in the statement of balance sheet, debt and other liabilities with an uncertain settlement date should be classified as current (due or potentially due to be settled within one year) or non-current. The amendments include clarifying the classification requirements for debt a company might settle by converting it into equity. | January 1, 2023         |
| Amendments to IAS 12<br>“Deferred Tax related to Assets and Liabilities arising from a Single Transaction” | The amendments narrowed the scope of the recognition exemption so that it no longer applies to transactions that, on initial recognition, give rise to equal taxable and deductible temporary differences.  | January 1, 2023         |

The Group is evaluating the impact of its initial adoption of the abovementioned standards or interpretations on its consolidated financial position and consolidated financial performance. The results thereof will be disclosed when the Group completes its evaluation.

The Group does not expect the following other new and amended standards, which have yet to be endorsed by the FSC, to have a significant impact on its consolidated financial statements:

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- Amendments to IAS 1 “Disclosure of Accounting Policies”
- Amendments to IAS 8 “Definition of Accounting Estimates”

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**(4) Summary of significant accounting policies**

**(a) Statement of compliance**

These consolidated financial statements have been prepared in accordance with the preparation and guidelines of IAS 34 “Interim Financial Reporting” which are endorsed and issued into effect by FSC and do not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations endorsed and issued into effect by the FSC (hereinafter referred to IFRS endorsed by the FSC) for a complete set of the annual consolidated financial statements.

Except the following accounting policies mentioned below, the significant accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2020. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2020.

**(b) Basis of consolidation**

**1. List of subsidiaries in the consolidated financial statements**

| Investor    | Name of Subsidiary  | Primary Business   | Shareholding Ratio |            |           | Note   |
|-------------|---|--|--------------------|------------|-----------|--|
|             |   |  | 2021.9.30          | 2020.12.31 | 2020.9.30 |  |
| The Company | Chalease International Company (Malaysia) Limited               | Investment   | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "           | Golden Bridge (B.V.I.) Corp.                                    | Investment   | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "           | Chalease International Financial Services Co., Ltd.             | Installment sales, leasing overseas and financial consulting | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "           | Chalease International Company (Hong Kong) Limited              | Investment   | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "           | Chalease International Financial Services (Liberia) Corp.       | Leasing  | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "           | Chalease International Financial Services (Labuan) Co., Ltd.    | Leasing  | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "           | Chalease International Fortune Corp. (Liberia)                  | Leasing  | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "           | Chalease International Financial Services (Singapore) Pte. Ltd. | Financing  | 100.00 %           | 100.00 %   | -         | % The Company acquired the subsidiary from My Leasing (Mauritius) Corp. on October 27, 2020. |

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| Investor  | Name of Subsidiary  | Primary Business                            | Shareholding Ratio |            |           | Note   |
|---|---|---|--------------------|------------|-----------|--|
|   |   |   | 2021.9.30          | 2020.12.31 | 2020.9.30 |  |
| Chailase International Financial Services (Liberia) Corp.                   | Chailase Bright Co., Ltd.                                       | Ship leasing business                       | 100.00 %           | - %        | - %       | The subsidiary was established on August 4, 2021.  |
| "   | Chailase Virtue Co., Ltd.                                       | Ship leasing business                       | 100.00 %           | - %        | - %       | The subsidiary was established on August 4, 2021.  |
| Golden Bridge (B.V.I.) Corp.  | My Leasing (Mauritius) Corp.                                    | Investment                                  | 100.00 %           | 100.00 %   | 100.00 %  |  |
| My Leasing (Mauritius) Corp.  | Chailase International Finance Corporation                      | Leasing                                     | 97.89 %            | 97.89 %    | 97.85 %   |  |
| "   | Chailase International Financial Services (Singapore) Pte. Ltd. | Financing                                   | - %                | - %        | 100.00 %  | My Leasing (Mauritius) Corp. disposed all of its shares in this subsidiary to the Company on October 27, 2020. |
| My Leasing (Mauritius) Corp. and Chailase International Finance Corporation | Chailase Finance International Corp.                            | Leasing                                     | 100.00 %           | 100.00 %   | 100.00 %  |  |
| Chailase International Finance Corporation                                  | Chailase International Corp.                                    | Trading                                     | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "   | Jirong Real Estate Co., Ltd.                                    | House property leasing and management       | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "   | Chailase International Commercial Factoring Corporation         | Factoring                                   | 100.00 %           | 100.00 %   | 100.00 %  |  |
| Chailase International Company (Malaysia) Limited                           | Chailase International Company (UK) Limited                     | Consulting, aircraft leasing and investment | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "   | Chailase Berjaya Credit Sdn. Bhd.                               | Installment sales                           | 70.00 %            | 70.00 %    | 70.00 %   |  |
| "   | Chailase Royal Leasing Plc.                                     | Leasing                                     | 60.00 %            | 60.00 %    | 60.00 %   |  |
| "   | Chailase Berjaya Finance Corporation                            | Leasing and financing                       | 63.08 %            | 63.08 %    | 60.00 %   |  |

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|--|---|---|--------------------|------------|-----------|--|
|  |   |   | 2021.9.30          | 2020.12.31 | 2020.9.30 |  |
| Chalease International Company (Malaysia) Limited  | Chalease Royal Finance Plc.                 | Financing                                 | 60.00 %            | 60.00 %    | 60.00 %   |  |
| "  | Chalease Capital (Thailand) Co., Ltd.       | Investment                                | 49.00 %            | 49.00 %    | 49.00 %   |  |
| "  | Chalease Royal Insurance Broker Plc.        | Insurance brokers                         | 60.00 %            | - %        | - %       | Chalease International Company (Malaysia) Limited invested in this subsidiary on January 7, 2021.  |
| Chalease International Company (UK) Limited        | Chalease Finance Co., Ltd.                  | Installment sales, leasing, and factoring | 100.00 %           | 100.00 %   | 100.00 %  |  |
| Chalease International Company (Hong Kong) Limited | PT Chalease Indonesia Finance               | Financing                                 | 75.00 %            | 75.00 %    | 75.00 %   |  |
| "  | PT Chalease Finance Indonesia               | Financing                                 | 85.00 %            | - %        | - %       | Chalease International Company (Hong Kong) Limited invested in this subsidiary on August 31, 2021. |
| "  | Chalease Management Consulting Co., Limited | Consulting                                | 100.00 %           | 100.00 %   | 100.00 %  |  |
| Chalease Berjaya Credit Sdn. Bhd.                  | Chalease Agency Sdn. Bhd.                   | Insurance brokers                         | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "  | Chalease Services Sdn. Bhd.                 | Insurance brokers                         | 100.00 %           | 100.00 %   | 100.00 %  |  |

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| Investor  | Name of Subsidiary                                       | Primary Business  | Shareholding Ratio |            |           | Note  |
|---|--|---|--------------------|------------|-----------|---|
|   |  |   | 2021.9.30          | 2020.12.31 | 2020.9.30 |   |
| Chailase Finance Co., Ltd.  | Fina Finance & Trading Co., Ltd.                         | Installment sales, trading, and factoring                     | 100.00 %           | 100.00 %   | 100.00 %  |   |
| "   | Chailase Specialty Finance Co., Ltd.                     | Installment sales   | 100.00 %           | 100.00 %   | 100.00 %  |   |
| "   | My Leasing (B.V.I.) Corp.                                | Investment  | - %                | - %        | 100.00 %  | My Leasing (B.V.I.) Corp. was liquidated on April 12, 2021.   |
| Chailase International Company (Malaysia) Limited, Chailase Capital (Thailand) Co., Ltd. and Chailase Finance Co., Ltd. | Asia Sermkij Leasing Public Co., Ltd.                    | Installment sales of automobiles                              | 50.41 %            | 49.99 %    | 49.68 %   |   |
| Chailase Finance Co., Ltd.  | Chailase Finance (B.V.I.) Company, Ltd.                  | Installment sales, leasing overseas, and financial consulting | 100.00 %           | 100.00 %   | 100.00 %  |   |
| "   | Chailase International Leasing Company Limited (Vietnam) | Leasing   | 100.00 %           | 100.00 %   | 100.00 %  |   |
| "   | Chailase International Trading Company Limited (Vietnam) | Trading   | 100.00 %           | 100.00 %   | 100.00 %  |   |
| "   | Chailase Auto Rental Co., Ltd.                           | Leasing   | 100.00 %           | 100.00 %   | 100.00 %  |   |
| "   | Chailase Insurance Brokers Co., Ltd.                     | Personal and property insurance brokers                       | 100.00 %           | 100.00 %   | 100.00 %  |   |
| "   | Chailase Cloud Service Co., Ltd.                         | Software of cloud products, leasing, and installment sales    | 100.00 %           | 100.00 %   | 100.00 %  |   |
| "   | Chailase Finance Securitization Trust 2016               | Special purpose entity  | - %                | - %        | - %       | The subsidiary was established on August 24, 2016, and was terminated on October 23, 2020. (Note a) |
| "   | Chailase Finance Securitization Trust 2019               | Special purpose entity  | - %                | - %        | - %       | The subsidiary was established on December 11, 2019. (Note a)                                       |
| "   | Yun Tang Inc.  | Solar power business  | 100.00 %           | 100.00 %   | 100.00 %  |   |

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| Investor                             | Name of Subsidiary                       | Primary Business     | Shareholding Ratio |            |           | Note   |
|--------------------------------------|--|----------------------|--------------------|------------|-----------|--|
|                                      |  |                      | 2021.9.30          | 2020.12.31 | 2020.9.30 |  |
| Chailease Finance Co., Ltd.          | Chailease Energy Integration Co., Ltd.   | Solar power business | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "                                    | Chailease Power Technology Co., Ltd.     | Solar power business | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "                                    | Chung Cheng Energy Integration Co., Ltd. | Solar power business | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "                                    | Ho Lien Energy Integration Co., Ltd.     | Solar power business | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "                                    | Tai Yuan Energy Integration Co., Ltd.    | Solar power business | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "                                    | Chung Ho Energy Integration Co., Ltd.    | Solar power business | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "                                    | Chung Yen Energy Integration Co., Ltd.   | Solar power business | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "                                    | TUNG FENG INC.                           | Solar power business | 100.00 %           | 100.00 %   | 100.00 %  |  |
| "                                    | He To Energy Integration Co., Ltd.       | Solar power business | 100.00 %           | 100.00 %   | -         | % The subsidiary was established on November 2, 2020.                                      |
| "                                    | Chung Yu Energy Integration Co., Ltd.    | Solar power business | 100.00 %           | 100.00 %   | -         | % The subsidiary was established on November 2, 2020.                                      |
| "                                    | Jung Yu Energy Integration Co., Ltd.     | Solar power business | 100.00 %           | 100.00 %   | -         | % The subsidiary was established on November 3, 2020.                                      |
| "                                    | Chung Wei Energy Integration Co., Ltd.   | Solar power business | 100.00 %           | 100.00 %   | -         | % The subsidiary was established on November 2, 2020.                                      |
| "                                    | TUNG CHING ENERGY TECHNOLOGY INC.        | Solar power business | 100.00 %           | -          | %         | - % Chailease Finance Co., Ltd. invested this subsidiary on February 18, 2021.             |
| Chailease Power Technology Co., Ltd. | CHU CHIANG SOLAR ENERGY INC.             | Solar power business | 100.00 %           | -          | %         | - % Chailease Power Technology Co., Ltd. invested in this subsidiary on September 6, 2021. |

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| Investor                              | Name of Subsidiary                          | Primary Business     | Shareholding Ratio |            |           | Note  |
|---------------------------------------|---|----------------------|--------------------|------------|-----------|---|
|                                       |   |                      | 2021.9.30          | 2020.12.31 | 2020.9.30 |   |
| Jung Yu Energy Integration Co., Ltd.  | Chung Ming Co., Ltd.                        | Solar power business | 100.00 %           | - %        | - %       | The subsidiary was established on June 28, 2021.  |
| "                                     | Chung Yao Co., Ltd.                         | Solar power business | 100.00 %           | - %        | - %       | The subsidiary was established on June 29, 2021.  |
| "                                     | Yao Jih Co., Ltd.                           | Solar power business | 100.00 %           | - %        | - %       | The subsidiary was established on August 13, 2021.                                      |
| "                                     | Ho Hsuan Co., Ltd.                          | Solar power business | 100.00 %           | - %        | - %       | The subsidiary was established on August 16, 2021.                                      |
| "                                     | Hsia Ching Co., Ltd.                        | Solar power business | 100.00 %           | - %        | - %       | The subsidiary was established on August 26, 2021.                                      |
| Chung Ho Energy Integration Co., Ltd. | Tien Hsing Integration Co., Ltd.            | Solar power business | 100.00 %           | - %        | - %       | % Chung Ho Energy Integration Co., Ltd. invested in this subsidiary on August 27, 2021. |
| Ho Lien Energy Integration Co., Ltd.  | Tien Sin Intelligent Green Energy Co., Ltd. | Solar power business | 100.00 %           | - %        | - %       | % Ho Lien Energy Integration Co., Ltd. invested in this subsidiary on April 23, 2021.   |
| "                                     | Tien Jen Energy Co., Ltd.                   | Solar power business | 100.00 %           | - %        | - %       | % Ho Lien Energy Integration Co., Ltd. invested in this subsidiary on April 23, 2021.   |
| "                                     | Tien Chu Energy Co., Ltd.                   | Solar power business | 100.00 %           | - %        | - %       | % Ho Lien Energy Integration Co., Ltd. invested in this subsidiary on April 23, 2021.   |
| "                                     | Tien Jui Energy Co., Ltd.                   | Solar power business | 100.00 %           | - %        | - %       | % Ho Lien Energy Integration Co., Ltd. invested in this subsidiary on April 23, 2021.   |
| "                                     | Tien Ying Energy Co., Ltd.                  | Solar power business | 100.00 %           | - %        | - %       | % Ho Lien Energy Integration Co., Ltd. invested in this subsidiary on April 23, 2021.   |



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|--|--|--|--------------------|------------|-----------|------|
|  |  |  | 2021.9.30          | 2020.12.31 | 2020.9.30 |      |
| Fina Finance & Trading Co., Ltd.   | Chalease Consumer Finance Co., Ltd.                | Factoring, trading-in, management, and valuation on accounts receivable; installment sales; financial instrument | 100.00 %           | 100.00 %   | 100.00 %  |      |
| "  | Chalease Credit Services Co., Ltd.                 | Installment sales and leasing  | 100.00 %           | 100.00 %   | 100.00 %  |      |
| The Company and Chalease Finance Co., Ltd.                                 | Grand Pacific Holdings Corp.                       | Financing leasing, real estate, and mortgage   | 100.00 %           | 100.00 %   | 100.00 %  |      |
| Chalease Consumer Finance Co., Ltd. and Chalease Credit Services Co., Ltd. | Chuang Ju Limited Partnership                      | Installment sales and leasing  | 100.00 %           | 100.00 %   | 100.00 %  |      |
| Chalease Specialty Finance Co., Ltd. and Chalease Cloud Service Co., Ltd.  | Sing Chuang Limited Partnership                    | Installment sales and leasing  | 100.00 %           | 100.00 %   | 100.00 %  |      |
| Grand Pacific Holdings Corp.   | Grand Pacific Financing Corp. (California)         | Financing, leasing and financial consulting  | 100.00 %           | 100.00 %   | 100.00 %  |      |
| "  | Grand Pacific Main Street Development, Inc.        | Real estate development  | 100.00 %           | 100.00 %   | 100.00 %  |      |
| Asia Sermkij Leasing Public Co., Ltd.                                      | Bangkok Grand Pacific Lease Public Company Limited | Leasing and financing consulting   | 99.99 %            | 99.99 %    | 99.99 %   |      |
| "  | SK Insurance Broker Co., Ltd.                      | Insurance brokers  | 100.00 %           | 100.00 %   | 100.00 %  |      |

Note a: For purposes of trading and investment, the Group set up a number of special purpose entities (SPE) in which it does not have any direct or indirect shareholding.

These SPEs are consolidated if the substance of the Group's relationship with the SPEs and the assessment of their risks and rewards, disclosed that the Group has control over the SPEs. The control of an SPE by the Group may exists if:

- (i) the Group has power over the SPE;
- (ii) the Group has exposure, or rights, to variable returns from its involvement with the SPE;
- (iii) the Group has ability to use its power over to affect the amount of the SPE's returns.

2. List of subsidiaries which are not included in the consolidated financial statements: None.

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(c) Income taxes

The income tax expenses have been prepared and disclosed in accordance with paragraph B12 of International Financial Reporting Standards 34, Interim Reporting.

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period using the effective annual tax rate as forecasted by the management. This should be recognized fully as tax expense for the current period (and allocated to current and deferred taxes based on its proportionate size).

Temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases shall be measured based on the tax rates that have been enacted or substantively enacted at the time of the asset or liability is recovered or settled, and be recognized directly in equity or other comprehensive income as tax expense.

(d) Employee benefits

The pension cost in the interim period was calculated and disclosed on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year.

**(5) Significant accounting assumptions and judgments, and major sources of estimation uncertainty**

The preparation of the consolidated financial statements in conformity with the Regulations and IFRSs (in accordance with IAS 34 “Interim Financial Reporting” and endorsed by the FSC) requires management to make judgments, estimates and assumptions that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2020. For related information, please refer to Note (5) of the consolidated financial statements for the year ended December 31, 2020.

Accounting policies involve significant judgment and it has no material impact on the consolidated financial statement.

**(6) Explanation to Significant Accounts**

(a) Cash and cash equivalents

|  | <u>2021.9.30</u>     | <u>2020.12.31</u> | <u>2020.9.30</u>  |
|--|----------------------|-------------------|-------------------|
| Cash and bank deposits   | \$ 38,084,712        | 31,662,725        | 31,189,177        |
| Time deposits  | 196,519              | 784,080           | 1,419,271         |
| Cash equivalents-repurchase bills                                  | -                    | 350,000           | -                 |
| Cash and cash equivalents in consolidated statements of cash flows | <u>\$ 38,281,231</u> | <u>32,796,805</u> | <u>32,608,448</u> |

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The Group's interest risk and sensitivity analysis of financial assets and liabilities were disclosed in Note (6)(u).

(b) Financial instruments

1. The components of financial assets were as follows:

|   | <u>2021.9.30</u>     | <u>2020.12.31</u> | <u>2020.9.30</u>  |
|---|----------------------|-------------------|-------------------|
| Financial assets designated at fair value through profit or loss  |                      |                   |                   |
| Mandatorily measured at fair value through profit or loss:        |                      |                   |                   |
| Securities of listed companies                                    | \$ 6,857             | 194,363           | 151,470           |
| Private equity  | 480                  | 480               | 480               |
| Non-hedging derivatives   | 1,238,966            | 560,479           | 424,416           |
| Convertible bonds   | 78,018               | 75,096            | 76,360            |
| Convertible preferred stocks                                      | 18,599               | 19,025            | 19,374            |
| Sub-total   | <u>1,342,920</u>     | <u>849,443</u>    | <u>672,100</u>    |
| Financial assets at fair value through other comprehensive income |                      |                   |                   |
| Securities of listed companies                                    | 744,083              | 693,793           | 672,098           |
| Emerging stock  | 9,213                | 4,261             | 3,426             |
| Private equity  | 138,876              | 130,307           | 119,551           |
| Sub-total   | <u>892,172</u>       | <u>828,361</u>    | <u>795,075</u>    |
| Financial assets measured at amortized cost                       |                      |                   |                   |
| Investment in debt securities                                     | 28,422,100           | 18,697,957        | 16,244,307        |
| Financial assets for hedging                                      | 348,124              | 118,697           | 281,347           |
| Total   | <u>\$ 31,005,316</u> | <u>20,494,458</u> | <u>17,992,829</u> |

1. Investments in equity instruments measured at fair value through other comprehensive income

These investments in equity instruments are held for long-term strategic purpose and therefore are accounted for as financial assets at fair value through other comprehensive income.

2. Financial assets measured at amortized cost

The Group purchased debt securities issued by real estate asset trust. These debt securities have maturity dates between 2021 and 2025, and bear effective annual interest rates ranging from 2.75%~7.50%.

3. Please refer to Note (6)(u) for information regarding credit risk and market risk.

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(c) Derivative instruments used for hedging

As of September 30, 2021, December 31, 2020, and September 30, 2020, the Group held derivative instruments qualified for hedge accounting as follows:

Cross currency swap contracts:

|                |         | 2021.9.30  |                       |                          |                 |
|----------------|---------|------------|-----------------------|--------------------------|-----------------|
| Nominal Amount |         | Currency   | Interest Rate Payable | Interest Rate Receivable | Contract Period |
| USD            | 9,600   | USD to MYR | 4.83%                 | 90 Day LIBOR+ 1.35%      | 2019.03.20~     |
| MYR            | 39,168  |            |                       |                          | 2022.03.21      |
| USD            | 16,000  | USD to MYR | 3.28%                 | 90 Day LIBOR+ 1.5%       | 2020.09.10~     |
| MYR            | 66,688  |            |                       |                          | 2023.09.10      |
| USD            | 10,000  | USD to MYR | 3.98%                 | 90 Day LIBOR+ 1.5%       | 2021.05.10~     |
| MYR            | 41,095  |            |                       |                          | 2024.05.10      |
| USD            | 50,000  | USD to CNY | 4.12%                 | 90 Day LIBOR+ 1.4%       | 2019.01.22~     |
| CNY            | 338,250 |            |                       |                          | 2022.01.21      |
| USD            | 50,000  | USD to CNY | 4.21%                 | 90 Day LIBOR+ 1.4%       | 2019.06.17~     |
| CNY            | 345,500 |            |                       |                          | 2022.06.17      |
| USD            | 50,000  | USD to CNY | 4.20%                 | 90 Day LIBOR+ 1.4%       | 2019.07.15~     |
| CNY            | 344,375 |            |                       |                          | 2022.07.15      |
| USD            | 50,000  | USD to CNY | 4.18%                 | 90 Day LIBOR+ 1.4%       | 2019.08.19~     |
| CNY            | 352,650 |            |                       |                          | 2022.08.19      |
| USD            | 50,000  | USD to CNY | 4.18%                 | 90 Day LIBOR+ 1.4%       | 2019.08.26~     |
| CNY            | 352,650 |            |                       |                          | 2022.08.26      |
| USD            | 60,000  | USD to CNY | 4.18%                 | 90 Day LIBOR+ 1.4%       | 2020.01.13~     |
| CNY            | 418,200 |            |                       |                          | 2023.01.13      |
| USD            | 60,000  | USD to CNY | 3.98%                 | 90 Day LIBOR+ 1.4%       | 2020.02.18~     |
| CNY            | 418,800 |            |                       |                          | 2023.02.17      |
| USD            | 60,000  | USD to CNY | 3.88%                 | 90 Day LIBOR+ 1.4%       | 2020.08.12~     |
| CNY            | 417,900 |            |                       |                          | 2023.08.11      |
| USD            | 60,000  | USD to CNY | 3.78%                 | 90 Day LIBOR+ 1.4%       | 2020.09.14~     |
| CNY            | 414,300 |            |                       |                          | 2023.09.14      |
| USD            | 60,000  | USD to CNY | 3.78%                 | 90 Day LIBOR+ 1.4%       | 2020.09.21~     |
| CNY            | 413,400 |            |                       |                          | 2023.09.21      |
| USD            | 33,000  | USD to CNY | 4.03%                 | 90 Day LIBOR+ 1.4%       | 2021.06.07~     |
| CNY            | 210,540 |            |                       |                          | 2024.06.07      |

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|     |                | 2021.9.30  |                       |                          |                 |
|-----|----------------|------------|-----------------------|--------------------------|-----------------|
|     | Nominal Amount | Currency   | Interest Rate Payable | Interest Rate Receivable | Contract Period |
| USD | 33,000         | USD to CNY | 3.96%                 | 90 Day LIBOR+ 1.4%       | 2021.07.19~     |
| CNY | 213,510        |            |                       |                          | 2024.07.19      |
| USD | 33,000         | USD to CNY | 3.95%                 | 90 Day LIBOR+ 1.4%       | 2021.07.26~     |
| CNY | 214,005        |            |                       |                          | 2024.07.26      |
| USD | 49,500         | USD to CNY | 3.91%                 | 90 Day LIBOR+ 1.4%       | 2021.08.09~     |
| CNY | 320,166        |            |                       |                          | 2024.08.09      |
| USD | 50,000         | USD to CNY | 6.35%                 | 3.75%                    | 2020.10.22~     |
| CNY | 327,500        |            |                       |                          | 2023.10.22      |
| USD | 50,000         | USD to CNY | 6.35%                 | 3.75%                    | 2020.10.22~     |
| CNY | 327,000        |            |                       |                          | 2023.10.22      |
| USD | 50,000         | USD to CNY | 6.35%                 | 3.75%                    | 2020.10.22~     |
| CNY | 327,000        |            |                       |                          | 2023.10.22      |
| USD | 50,000         | USD to CNY | 6.30%                 | 3.75%                    | 2020.10.22~     |
| CNY | 326,890        |            |                       |                          | 2023.10.22      |
| USD | 50,000         | USD to CNY | 5.90%                 | 3.75%                    | 2020.10.22~     |
| CNY | 327,000        |            |                       |                          | 2021.10.22      |
| USD | 50,000         | USD to CNY | 6.05%                 | 3.75%                    | 2020.10.22~     |
| CNY | 327,550        |            |                       |                          | 2023.10.22      |
| JPY | 8,000,000      | JPY to CNY | 3.68%                 | 90 Day HIBOR+ 1.0%       | 2020.07.16~     |
| CNY | 524,400        |            |                       |                          | 2023.05.26      |
| HKD | 400,000        | HKD to VND | 4.34%                 | 90 Day LIBOR+ 1.4%       | 2019.11.25~     |
| CNY | 359,120        |            |                       |                          | 2022.11.25      |
| HKD | 300,000        | HKD to CNY | 4.16%                 | 90 Day LIBOR+ 1.4%       | 2019.11.27~     |
| CNY | 269,400        |            |                       |                          | 2022.11.28      |
| HKD | 300,000        | HKD to CNY | 4.36%                 | 90 Day LIBOR+ 1.4%       | 2019.12.09~     |
| CNY | 270,842        |            |                       |                          | 2022.12.09      |
| USD | 30,000         | USD to VND | 3.45%                 | 90 Day LIBOR+ 1.3%       | 2020.12.23~     |
| VND | 693,900,000    |            |                       |                          | 2023.12.22      |
| USD | 30,000         | USD to VND | 3.10%                 | 90 Day LIBOR+ 1.3%       | 2021.04.16~     |
| VND | 692,400,000    |            |                       |                          | 2023.12.22      |
| USD | 100,000        | USD to THB | 2.27%                 | 90 Day LIBOR+ 1.65%      | 2021.01.11~     |
| THB | 2,993,000      |            |                       |                          | 2024.01.11      |

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Forward exchange contracts:

|                            |     | <b>2021.9.30</b> |                 |                        |
|----------------------------|-----|------------------|-----------------|------------------------|
|                            |     | <b>Amount</b>    | <b>Currency</b> | <b>Contract period</b> |
| Forward exchange purchased | USD | 2,000            | USD to VND      | 2020.10.27~2021.10.26  |
| Forward exchange purchased | USD | 3,000            | USD to VND      | 2020.10.29~2021.10.28  |
| Forward exchange purchased | USD | 5,000            | USD to VND      | 2020.11.27~2021.11.26  |
| Forward exchange purchased | USD | 5,000            | USD to VND      | 2020.11.30~2021.11.30  |
| Forward exchange purchased | USD | 3,000            | USD to VND      | 2020.12.11~2021.12.10  |
| Forward exchange purchased | USD | 5,000            | USD to VND      | 2021.03.22~2022.03.22  |
| Forward exchange purchased | USD | 6,000            | USD to VND      | 2021.06.10~2022.06.09  |
| Forward exchange purchased | USD | 4,000            | USD to VND      | 2021.06.11~2022.06.10  |
| Forward exchange purchased | USD | 5,000            | USD to VND      | 2021.06.14~2022.05.13  |
| Forward exchange purchased | USD | 5,000            | USD to VND      | 2021.07.05~2022.06.29  |
| Forward exchange purchased | USD | 3,000            | USD to VND      | 2021.07.06~2022.07.05  |
| Forward exchange purchased | USD | 3,000            | USD to VND      | 2021.07.07~2022.04.04  |
| Forward exchange purchased | USD | 5,000            | USD to VND      | 2021.07.12~2022.07.11  |
| Forward exchange purchased | USD | 6,000            | USD to VND      | 2021.07.14~2022.01.11  |

Cross currency swap contracts:

|                       |         | <b>2020.12.31</b> |                              |                                 |                        |
|-----------------------|---------|-------------------|------------------------------|---------------------------------|------------------------|
| <b>Nominal Amount</b> |         | <b>Currency</b>   | <b>Interest Rate Payable</b> | <b>Interest Rate Receivable</b> | <b>Contract Period</b> |
| USD                   | 12,000  | USD to MYR        | 4.83%                        | 90 Day LIBOR+ 1.35%             | 2019.03.20~            |
| MYR                   | 48,960  |                   |                              |                                 | 2022.03.21             |
| USD                   | 20,000  | USD to MYR        | 3.28%                        | 90 Day LIBOR+ 1.5%              | 2020.09.10~            |
| MYR                   | 83,600  |                   |                              |                                 | 2023.09.10             |
| USD                   | 50,000  | USD to CNY        | 4.12%                        | 90 Day LIBOR+ 1.4%              | 2019.01.22~            |
| CNY                   | 338,250 |                   |                              |                                 | 2022.01.21             |
| USD                   | 50,000  | USD to CNY        | 4.21%                        | 90 Day LIBOR+ 1.4%              | 2019.06.17~            |
| CNY                   | 345,500 |                   |                              |                                 | 2022.06.17             |
| USD                   | 50,000  | USD to CNY        | 4.20%                        | 90 Day LIBOR+ 1.4%              | 2019.07.15~            |
| CNY                   | 344,375 |                   |                              |                                 | 2022.07.15             |

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|     |                | 2020.12.31 |                       |                          |                 |
|-----|----------------|------------|-----------------------|--------------------------|-----------------|
|     | Nominal Amount | Currency   | Interest Rate Payable | Interest Rate Receivable | Contract Period |
| USD | 50,000         | USD to CNY | 4.18%                 | 90 Day LIBOR+ 1.4%       | 2019.08.19~     |
| CNY | 352,650        |            |                       |                          | 2022.08.19      |
| USD | 50,000         | USD to CNY | 4.18%                 | 90 Day LIBOR+ 1.4%       | 2019.08.26~     |
| CNY | 352,650        |            |                       |                          | 2022.08.26      |
| USD | 60,000         | USD to CNY | 4.18%                 | 90 Day LIBOR+ 1.4%       | 2020.01.13~     |
| CNY | 418,200        |            |                       |                          | 2023.01.13      |
| USD | 60,000         | USD to CNY | 3.98%                 | 90 Day LIBOR+ 1.4%       | 2020.02.18~     |
| CNY | 418,800        |            |                       |                          | 2023.02.17      |
| USD | 60,000         | USD to CNY | 3.88%                 | 90 Day LIBOR+ 1.4%       | 2020.08.12~     |
| CNY | 417,900        |            |                       |                          | 2023.08.11      |
| USD | 60,000         | USD to CNY | 3.78%                 | 90 Day LIBOR+ 1.4%       | 2020.09.14~     |
| CNY | 414,300        |            |                       |                          | 2023.09.14      |
| USD | 60,000         | USD to CNY | 3.78%                 | 90 Day LIBOR+ 1.4%       | 2020.09.21~     |
| CNY | 413,400        |            |                       |                          | 2023.09.21      |
| USD | 50,000         | USD to CNY | 6.35%                 | 3.75%                    | 2020.10.22~     |
| CNY | 327,500        |            |                       |                          | 2023.10.22      |
| USD | 50,000         | USD to CNY | 6.35%                 | 3.75%                    | 2020.10.22~     |
| CNY | 327,000        |            |                       |                          | 2023.10.22      |
| USD | 50,000         | USD to CNY | 6.35%                 | 3.75%                    | 2020.10.22~     |
| CNY | 327,000        |            |                       |                          | 2023.10.22      |
| USD | 50,000         | USD to CNY | 6.30%                 | 3.75%                    | 2020.10.22~     |
| CNY | 326,890        |            |                       |                          | 2023.10.22      |
| USD | 50,000         | USD to CNY | 5.90%                 | 3.75%                    | 2020.10.22~     |
| CNY | 327,000        |            |                       |                          | 2021.10.22      |
| USD | 50,000         | USD to CNY | 6.05%                 | 3.75%                    | 2020.10.22~     |
| CNY | 327,550        |            |                       |                          | 2023.10.22      |
| JPY | 4,100,000      | JPY to CNY | 5.02%                 | 90 Day LIBOR+ 0.85%      | 2018.07.11~     |
| CNY | 246,410        |            |                       |                          | 2021.06.21      |
| JPY | 7,500,000      | JPY to CNY | 4.70%                 | 90 Day LIBOR+ 0.85%      | 2018.08.15~     |
| CNY | 458,700        |            |                       |                          | 2021.06.23      |
| JPY | 8,000,000      | JPY to CNY | 3.68%                 | 90 Day LIBOR+ 1%         | 2020.07.16~     |
| CNY | 524,400        |            |                       |                          | 2023.05.26      |

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|-----|----------------|------------|-----------------------|--------------------------|-----------------|
|     | Nominal Amount | Currency   | Interest Rate Payable | Interest Rate Receivable | Contract Period |
| HKD | 400,000        | HKD to CNY | 4.34%                 | 90 Day HIBOR+ 1.4%       | 2019.11.25~     |
| CNY | 359,120        |            |                       |                          | 2022.11.25      |
| HKD | 300,000        | HKD to CNY | 4.16%                 | 90 Day HIBOR+ 1.4%       | 2019.11.27~     |
| CNY | 269,400        |            |                       |                          | 2022.11.28      |
| HKD | 300,000        | HKD to CNY | 4.36%                 | 90 Day HIBOR+ 1.4%       | 2019.12.09~     |
| CNY | 270,842        |            |                       |                          | 2022.12.09      |
| USD | 30,000         | USD to VND | 3.45%                 | 90 Day LIBOR+ 1.3%       | 2020.12.23~     |
| VND | 693,900,000    |            |                       |                          | 2023.12.22      |

Forward exchange contracts:

|                            |     | 2020.12.31 |            |                       |
|----------------------------|-----|------------|------------|-----------------------|
|                            |     | Amount     | Currency   | Contract period       |
| Forward exchange purchased | USD | 2,000      | USD to VND | 2020.10.27~2021.10.26 |
| Forward exchange purchased | USD | 3,000      | USD to VND | 2020.10.29~2021.10.28 |
| Forward exchange purchased | USD | 5,000      | USD to VND | 2020.11.27~2021.11.26 |
| Forward exchange purchased | USD | 5,000      | USD to VND | 2020.11.30~2021.11.30 |
| Forward exchange purchased | USD | 3,000      | USD to VND | 2020.12.11~2021.12.10 |

Cross currency swap contracts:

|     |                | 2020.9.30  |                       |                          |                 |
|-----|----------------|------------|-----------------------|--------------------------|-----------------|
|     | Nominal Amount | Currency   | Interest Rate Payable | Interest Rate Receivable | Contract Period |
| USD | 12,000         | USD to MYR | 4.83%                 | 90 Day LIBOR+ 1.35%      | 2019.03.20~     |
| MYR | 48,960         |            |                       |                          | 2022.03.21      |
| USD | 20,000         | USD to MYR | 3.28%                 | 90 Day LIBOR+ 1.5%       | 2020.09.10~     |
| MYR | 83,360         |            |                       |                          | 2023.09.10      |
| USD | 50,000         | USD to CNY | 5.00%                 | 90 Day LIBOR+ 1.4%       | 2017.10.23~     |
| CNY | 331,000        |            |                       |                          | 2020.10.23      |
| USD | 100,000        | USD to CNY | 5.00%                 | 90 Day LIBOR+ 1.4%       | 2017.11.22~     |
| CNY | 665,200        |            |                       |                          | 2020.11.20      |
| USD | 50,000         | USD to CNY | 4.98%                 | 90 Day LIBOR+ 1.4%       | 2017.12.20~     |
| CNY | 332,250        |            |                       |                          | 2020.12.18      |
| USD | 50,000         | USD to CNY | 4.98%                 | 90 Day LIBOR+ 1.4%       | 2017.12.20~     |
| CNY | 331,400        |            |                       |                          | 2020.12.18      |



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|     |                | 2020.9.30  |                       |                          |                 |
|-----|----------------|------------|-----------------------|--------------------------|-----------------|
|     | Nominal Amount | Currency   | Interest Rate Payable | Interest Rate Receivable | Contract Period |
| USD | 50,000         | USD to CNY | 4.12%                 | 90 Day LIBOR+ 1.4%       | 2019.01.22~     |
| CNY | 338,250        |            |                       |                          | 2022.01.21      |
| USD | 50,000         | USD to CNY | 4.21%                 | 90 Day LIBOR+ 1.4%       | 2019.06.17~     |
| CNY | 345,500        |            |                       |                          | 2022.06.17      |
| USD | 50,000         | USD to CNY | 4.20%                 | 90 Day LIBOR+ 1.4%       | 2019.07.15~     |
| CNY | 344,375        |            |                       |                          | 2022.07.15      |
| USD | 50,000         | USD to CNY | 4.18%                 | 90 Day LIBOR+ 1.4%       | 2019.08.19~     |
| CNY | 352,650        |            |                       |                          | 2022.08.19      |
| USD | 50,000         | USD to CNY | 4.18%                 | 90 Day LIBOR+ 1.4%       | 2019.08.26~     |
| CNY | 352,650        |            |                       |                          | 2022.08.26      |
| USD | 60,000         | USD to CNY | 4.18%                 | 90 Day LIBOR+ 1.4%       | 2020.01.13~     |
| CNY | 418,200        |            |                       |                          | 2023.01.13      |
| USD | 60,000         | USD to CNY | 3.98%                 | 90 Day LIBOR+ 1.4%       | 2020.02.18~     |
| CNY | 418,800        |            |                       |                          | 2023.02.17      |
| USD | 60,000         | USD to CNY | 3.88%                 | 90 Day LIBOR+ 1.4%       | 2020.08.12~     |
| CNY | 417,900        |            |                       |                          | 2023.08.11      |
| USD | 60,000         | USD to CNY | 3.78%                 | 90 Day LIBOR+ 1.4%       | 2020.09.14~     |
| CNY | 414,300        |            |                       |                          | 2023.09.14      |
| USD | 60,000         | USD to CNY | 3.78%                 | 90 Day LIBOR+ 1.4%       | 2020.09.21~     |
| CNY | 413,400        |            |                       |                          | 2023.09.21      |
| JPY | 4,100,000      | JPY to CNY | 5.02%                 | 90 Day LIBOR+ 0.85%      | 2018.07.11~     |
| CNY | 246,410        |            |                       |                          | 2021.06.21      |
| JPY | 7,500,000      | JPY to CNY | 4.70%                 | 90 Day LIBOR+ 0.85%      | 2018.08.15~     |
| CNY | 458,700        |            |                       |                          | 2021.06.23      |
| JPY | 8,000,000      | JPY to CNY | 3.68%                 | 90 Day LIBOR+ 1%         | 2020.07.16~     |
| CNY | 524,400        |            |                       |                          | 2023.05.26      |
| HKD | 400,000        | HKD to CNY | 4.34%                 | 90 Day HIBOR+ 1.4%       | 2019.11.25~     |
| CNY | 359,120        |            |                       |                          | 2022.11.25      |
| HKD | 300,000        | HKD to CNY | 4.16%                 | 90 Day HIBOR+ 1.4%       | 2019.11.27~     |
| CNY | 269,400        |            |                       |                          | 2022.11.28      |
| HKD | 300,000        | HKD to CNY | 4.36%                 | 90 Day HIBOR+ 1.4%       | 2019.12.09~     |
| CNY | 270,842        |            |                       |                          | 2022.12.09      |

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**1. Cash flow hedge**

Subsidiaries entered into cross currency swap contract with a bank to hedge future cash flow out of foreign currency loans.

| <b>Hedged item</b>                                      | <b>Hedge Instrument</b>                         | <b>Fair Value</b> |  |                  | <b>Expected Cash flow Period</b> | <b>Hedge Period</b> |
|---|---|-------------------|--|------------------|----------------------------------|---------------------|
|   |   | <b>2021.9.30</b>  | <b>2020.12.31</b>                              | <b>2020.9.30</b> |                                  |                     |
| USD loans, JPY loans and HKD loans                      | Cross Currency Swap                             | \$ 348,124        | 118,697  | 281,347          | 2019~2024                        | 2019~2024           |
| USD loans, JPY loans and HKD loans                      | Cross Currency Swap                             | (1,375,353)       | (1,400,121)                                    | (371,346)        | 2019~2024                        | 2019~2024           |
| <b>Item</b>   | <b>For the three months ended September 30,</b> |                   | <b>For the nine months ended September 30,</b> |                  |                                  |                     |
|   | <b>2021</b>                                     | <b>2020</b>       | <b>2021</b>                                    | <b>2020</b>      |                                  |                     |
| The fair value adjustment to other comprehensive income | \$ <b>90,052</b>                                | <b>268,260</b>    | <b>141,151</b>                                 | <b>58,353</b>    |                                  |                     |

The Group uses the forward exchange contracts as its strategy to hedge its estimated foreign currency exposure in respect of forecasted purchases over the following twelve months. The amounts related to the items designated as hedging instruments at the reporting date were as follows:

| <b>2021.9.30</b>                       | <b>Contract amount</b> | <b>Currency</b> | <b>Maturity period</b> | <b>Average strike price</b> | <b>Hedge ineffectiveness recognized in profit or loss</b> |
|--|------------------------|-----------------|------------------------|-----------------------------|---|
| Forward exchange purchased (USD loans) | USD 2,000              | USD to VND      | 2020.10.27~2021.10.26  | 23,175                      | -   |
| Forward exchange purchased (USD loans) | USD 3,000              | USD to VND      | 2020.10.29~2021.10.28  | 23,179                      | -   |
| Forward exchange purchased (USD loans) | USD 5,000              | USD to VND      | 2020.11.27~2021.11.26  | 23,155                      | -   |
| Forward exchange purchased (USD loans) | USD 5,000              | USD to VND      | 2020.11.30~2021.11.30  | 23,135                      | -   |
| Forward exchange purchased (USD loans) | USD 3,000              | USD to VND      | 2020.12.11~2021.12.10  | 23,128                      | -   |
| Forward exchange purchased (USD loans) | USD 5,000              | USD to VND      | 2021.03.22~2022.03.22  | 23,075                      | -   |

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| <b>2021.9.30</b>                       | <b>Contract amount</b> | <b>Currency</b> | <b>Maturity period</b> | <b>Average strike price</b> | <b>Hedge ineffectiveness recognized in profit or loss</b> |
|--|------------------------|-----------------|------------------------|-----------------------------|---|
| Forward exchange purchased (USD loans) | USD 6,000              | USD to VND      | 2021.06.10~2022.06.09  | 22,940                      | -   |
| Forward exchange purchased (USD loans) | USD 4,000              | USD to VND      | 2021.06.11~2022.06.10  | 22,940                      | -   |
| Forward exchange purchased (USD loans) | USD 5,000              | USD to VND      | 2021.06.14~2022.05.13  | 22,940                      | -   |
| Forward exchange purchased (USD loans) | USD 5,000              | USD to VND      | 2021.07.05~2022.06.29  | 22,994                      | -   |
| Forward exchange purchased (USD loans) | USD 3,000              | USD to VND      | 2021.07.06~2022.07.05  | 23,015                      | -   |
| Forward exchange purchased (USD loans) | USD 3,000              | USD to VND      | 2021.07.07~2022.04.04  | 23,010                      | -   |
| Forward exchange purchased (USD loans) | USD 5,000              | USD to VND      | 2021.07.12~2022.07.11  | 23,000                      | -   |
| Forward exchange purchased (USD loans) | USD 6,000              | USD to VND      | 2021.07.14~2022.01.11  | 23,015                      | -   |
| <b>2020.12.31</b>                      | <b>Contract amount</b> | <b>Currency</b> | <b>Maturity period</b> | <b>Average strike price</b> | <b>Hedge ineffectiveness recognized in profit or loss</b> |
| Forward exchange purchased (USD loans) | USD 2,000              | USD to VND      | 2020.10.27~2021.10.26  | 23,175                      | -   |
| Forward exchange purchased (USD loans) | USD 3,000              | USD to VND      | 2020.10.29~2021.10.28  | 23,179                      | -   |
| Forward exchange purchased (USD loans) | USD 5,000              | USD to VND      | 2020.11.27~2021.11.26  | 23,155                      | -   |
| Forward exchange purchased (USD loans) | USD 5,000              | USD to VND      | 2020.11.30~2021.11.30  | 23,135                      | -   |
| Forward exchange purchased (USD loans) | USD 3,000              | USD to VND      | 2020.12.11~2021.12.10  | 23,128                      | -   |

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The amounts at the reporting date related to the items designated as hedged items were as follows:

|                   | <b>Cash flow hedge<br/>reserve<br/>(Continuing<br/>hedges)</b> |
|-------------------|--|
| <u>2021.9.30</u>  |  |
| USD loans         | \$ <u>(29,724)</u>   |
| <u>2020.12.31</u> |  |
| USD loans         | \$ <u>(1,999)</u>  |

The impact of the amounts related to hedging instruments on other comprehensive income was as follows:

|   | <b>For the three months ended<br/>September 30,</b>       |   | <b>For the nine months ended<br/>September 30,</b>        |   |
|---|---|---|---|---|
|   | <u>2021</u>   | <u>2020</u>   | <u>2021</u>   | <u>2020</u>   |
|   | <b>Forward<br/>exchange<br/>purchased<br/>(USD loans)</b> | <b>Forward<br/>exchange<br/>purchased<br/>(USD loans)</b> | <b>Forward<br/>exchange<br/>purchased<br/>(USD loans)</b> | <b>Forward<br/>exchange<br/>purchased<br/>(USD loans)</b> |
| Amount reclassified from<br>hedge reserve to profit or<br>loss:                         |   |   |   |   |
| Amounts of hedging<br>gains or losses<br>recognized in other<br>comprehensive income \$ | <u>(6,930)</u>  | <u>-</u>  | <u>(9,057)</u>  | <u>-</u>  |

**2. Hedge of net investment in foreign operation**

The fair value of the equity investment in foreign investee, Golden Bridge (B.V.I.) Corp., may be influenced by the fluctuation of USD exchange rate. The Company designated its USD borrowings to hedge the exchange rate fluctuation risk from this investment. The details of net investment hedge in foreign operation and designated derivatives were as follows:

| <b>Hedged Item</b>   | <b>Hedge<br/>Instrument</b>                         | <b>Designated Hedging Instrument</b> |  |                  |
|--|---|--------------------------------------|--|------------------|
|  |   | <b>Fair Value</b>                    |  |                  |
|  |   | <u>2021.9.30</u>                     | <u>2020.12.31</u>                                  | <u>2020.9.30</u> |
| Equity investment measured in USD                                | Foreign currency borrowings                         | \$ <u>8,048,650</u>                  | <u>4,642,240</u>                                   | <u>3,928,500</u> |
| <b>Item</b>  | <b>For the three months ended<br/>September 30,</b> |                                      | <b>For the nine months ended<br/>September 30,</b> |                  |
|  | <u>2021</u>   | <u>2020</u>                          | <u>2021</u>  | <u>2020</u>      |
| The fair value<br>adjustment to other<br>comprehensive income \$ | <u>(1,469)</u>                                      | <u>157,630</u>                       | <u>100,171</u>                                     | <u>292,100</u>   |

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There were no effects of ineffectiveness recognized in profit or loss that arises from hedges of net investments in foreign operation, Golden Bridge (B.V.I.) Corp., for the nine months ended September 30, 2021 and 2020.

(d) Accounts receivable, net

|   | <u>2021.9.30</u>      | <u>2020.12.31</u>   | <u>2020.9.30</u>    |
|---|-----------------------|---------------------|---------------------|
| <b>Current</b>                                |                       |                     |                     |
| Accounts receivable                           | \$ 44,387,315         | 38,200,736          | 36,533,365          |
| Less: Allowance for impairment                | <u>(963,467)</u>      | <u>(825,456)</u>    | <u>(824,664)</u>    |
|   | 43,423,848            | 37,375,280          | 35,708,701          |
| Installment sales receivable                  | 118,165,022           | 104,004,087         | 100,802,972         |
| Less: Unearned interests                      | <u>(13,788,884)</u>   | <u>(11,486,888)</u> | <u>(10,772,830)</u> |
| Allowance for impairment                      | <u>(2,984,765)</u>    | <u>(2,795,997)</u>  | <u>(2,631,166)</u>  |
|   | 101,391,373           | 89,721,202          | 87,398,976          |
| Leases receivable (included operating leases) | 216,542,432           | 211,623,740         | 190,840,484         |
| Less: Unearned revenue                        | <u>(26,239,314)</u>   | <u>(26,191,570)</u> | <u>(23,552,183)</u> |
| Allowance for impairment                      | <u>(4,730,904)</u>    | <u>(4,817,747)</u>  | <u>(4,473,222)</u>  |
|   | 185,572,214           | 180,614,423         | 162,815,079         |
| Loans receivable                              | 75,120,622            | 69,194,739          | 63,330,123          |
| Less: Allowance for impairment                | <u>(1,511,996)</u>    | <u>(1,186,622)</u>  | <u>(1,113,127)</u>  |
|   | 73,608,626            | 68,008,117          | 62,216,996          |
| <b>Sub-total of current accounts</b>          | <u>403,996,061</u>    | <u>375,719,022</u>  | <u>348,139,752</u>  |
| <b>Non-Current</b>                            |                       |                     |                     |
| Accounts receivable                           | 26,339,824            | 21,458,701          | 19,775,385          |
| Less: Allowance for impairment                | <u>(362,611)</u>      | <u>(301,211)</u>    | <u>(296,726)</u>    |
|   | 25,977,213            | 21,157,490          | 19,478,659          |
| Installment sales receivable                  | 66,600,681            | 59,445,199          | 56,498,713          |
| Less: Unearned interests                      | <u>(7,786,115)</u>    | <u>(6,972,077)</u>  | <u>(6,661,297)</u>  |
| Allowance for impairment                      | <u>(1,516,819)</u>    | <u>(1,659,279)</u>  | <u>(1,637,998)</u>  |
|   | 57,297,747            | 50,813,843          | 48,199,418          |
| Leases receivable                             | 12,048,417            | 11,170,057          | 9,760,562           |
| Less: Unearned revenue                        | <u>(1,083,059)</u>    | <u>(1,076,883)</u>  | <u>(939,295)</u>    |
| Allowance for impairment                      | <u>(99,310)</u>       | <u>(88,591)</u>     | <u>(77,198)</u>     |
|   | 10,866,048            | 10,004,583          | 8,744,069           |
| Loans receivable                              | 14,736,635            | 12,643,660          | 12,776,787          |
| Less: Allowance for impairment                | <u>(276,715)</u>      | <u>(472,663)</u>    | <u>(384,685)</u>    |
|   | 14,459,920            | 12,170,997          | 12,392,102          |
| <b>Sub-total of non-current accounts</b>      | <u>108,600,928</u>    | <u>94,146,913</u>   | <u>88,814,248</u>   |
| <b>Total accounts receivable</b>              | <u>\$ 512,596,989</u> | <u>469,865,935</u>  | <u>436,954,000</u>  |

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1. The movements in the allowance for impairment with respect to accounts receivable during the period were as follows:

|                                 | <b>For the nine months ended September 30,</b> |                   |
|---------------------------------|--|-------------------|
|                                 | <b>2021</b>                                    | <b>2020</b>       |
| Opening balance                 | \$ 12,147,566                                  | 10,238,346        |
| Impairment loss recognized      | 4,618,761                                      | 5,123,993         |
| Bad debts written off           | (3,994,310)                                    | (3,705,258)       |
| Effect of exchange rate changes | (325,430)                                      | (218,295)         |
| Ending balance                  | <b>\$ 12,446,587</b>                           | <b>11,438,786</b> |

2. Receivables arising from installment sales and capital leases transactions, which were partially pledged for the repayment or collaterals of bank loans, were discussed further in Note (8).
3. A maturity analysis of capital lease payments, showing the undiscounted lease payments to be received after the reporting date is as follows:

|  | <b>2021.9.30</b>      | <b>2020.12.31</b>  | <b>2020.9.30</b>   |
|--|-----------------------|--------------------|--------------------|
| Less than one year                         | \$ 124,964,741        | 116,121,025        | 108,648,412        |
| One to two years                           | 73,022,068            | 74,003,429         | 63,512,918         |
| Two to three years                         | 24,089,304            | 25,892,968         | 22,660,291         |
| Three to four years                        | 4,194,538             | 4,686,402          | 4,174,472          |
| Four to five years                         | 1,295,183             | 1,334,055          | 1,057,890          |
| More than five years                       | 791,524               | 579,369            | 369,415            |
| Gross investment in the leases             | 228,357,358           | 222,617,248        | 200,423,398        |
| Unearned revenue                           | (27,322,373)          | (27,268,453)       | (24,491,478)       |
| Present value of minimum leases receivable | <b>\$ 201,034,985</b> | <b>195,348,795</b> | <b>175,931,920</b> |

4. The Group's installment sales receivable and related accounts were as follows:

|  | <b>Gross investment<br/>in the installment<br/>sales</b> | <b>Unearned<br/>interests</b> | <b>Present value of<br/>installment sales<br/>receivable</b> |
|--|--|-------------------------------|--|
| September 30, 2021                       |  |                               |  |
| Within operating cycle                   | \$ 118,165,022   | (13,788,884)                  | 104,376,138  |
| Beyond one operating cycle<br>to 5 years | 64,038,532   | (7,547,140)                   | 56,491,392   |
| Beyond 5 years                           | 2,562,149  | (238,975)                     | 2,323,174  |
|  | <b>\$ 184,765,703</b>                                    | <b>(21,574,999)</b>           | <b>163,190,704</b>   |

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|  | <b>Gross investment<br/>in the installment<br/>sales</b> | <b>Unearned<br/>interests</b> | <b>Present value of<br/>installment sales<br/>receivable</b> |
|--|--|-------------------------------|--|
| December 31, 2020                        |  |                               |  |
| Within operating cycle                   | \$ 104,004,087   | (11,486,888)                  | 92,517,199   |
| Beyond one operating cycle<br>to 5 years | 56,962,087   | (6,697,063)                   | 50,265,024   |
| Beyond 5 years                           | <u>2,483,112</u>   | <u>(275,014)</u>              | <u>2,208,098</u>   |
|  | <b><u>\$ 163,449,286</u></b>                             | <b><u>(18,458,965)</u></b>    | <b><u>144,990,321</u></b>                                    |
| September 30, 2020                       |  |                               |  |
| Within operating cycle                   | \$ 100,802,972   | (10,772,830)                  | 90,030,142   |
| Beyond one operating cycle<br>to 5 years | 54,109,550   | (6,393,380)                   | 47,716,170   |
| Beyond 5 years                           | <u>2,389,163</u>   | <u>(267,917)</u>              | <u>2,121,246</u>   |
|  | <b><u>\$ 157,301,685</u></b>                             | <b><u>(17,434,127)</u></b>    | <b><u>139,867,558</u></b>                                    |

**5. 2016 Securitization**

In 2016, the Group securitized its financial assets, consisting of conditional sales receivable, installment sales receivable, fund loaning and capital leases receivable, with an aggregate carrying amount of \$4,973,789. Such securitization was made by way of offering the securities in the form of beneficiary certificates, with the Land Bank of Taiwan as the Trustee. Accordingly, the Group received \$4,093,200 in cash from issuing these beneficiary certificates. Because the Group acquired all of the subordinated beneficiary certificates, the Group had control over the SPEs. The SPEs are classified as "Investments accounted under equity method". The Group's downstream transactions are eliminated by the difference between the following two amounts.

- 1) The amount received from disposal of financial assets.
- 2) Adjusted book value of disposed financial assets.

The SPEs trusts are included in the consolidated financial statements and recognized as liabilities for cash obtained from issuing these beneficiary certificates.

On September 24, 2020, the special purpose trust, with the beneficiary certificate grades of twAAA and twA, has been fully redeemed. As the process of its liquidation was completed on October 21, 2020, the Group received the amount of \$431,622 from the return of subordinated certificates resulting in the special purpose entity to be dissolved, and the combination suspended.

On November 23, 2020, the Group signed a contract for the purpose of debts with special purpose trust entity, and purchased the receivables from special purpose individuals for a total price of \$540,391.

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**6. 2019 Securitization**

In 2019, the Group securitized its financial assets, consisting of conditional sales receivable, installment sales receivable, fund loaning and capital leases receivable, with an aggregate carrying amount of \$5,330,149. Such securitization was made by way of offering the securities in the form of beneficiary certificates, with the Land Bank of Taiwan as the Trustee. Accordingly, the Group received \$4,285,000 in cash from issuing these beneficiary certificates. Because the Group acquired all of the subordinated beneficiary certificates, the Group had control over the SPEs. The SPEs are classified as "Investments accounted under equity method". The Group's downstream transactions are eliminated by the difference between the following two amounts.

- 1) The amount received from disposal of financial assets.
- 2) Adjusted book value of disposed financial assets.

The SPEs trusts are included in the consolidated financial statements and recognized as liabilities for cash obtained from issuing these beneficiary certificates.

These beneficiary certificates are redeemable for the period from December 11, 2019 to December 11, 2026. Specific terms and conditions of the beneficiary certificates are as follows:

| <b>Class of beneficiary certificates issued</b> | <b>Order of principal repayment</b> | <b>Issue amount /par value</b> | <b>Issue price</b> | <b>Contract Interest rate</b> | <b>Payment frequency</b> |
|---|-------------------------------------|--------------------------------|--------------------|-------------------------------|--------------------------|
| twAAA   | 1st                                 | 3,840,000                      | 3,840,000          | 1.30 %                        | Monthly                  |
| twA   | 2nd                                 | 445,000                        | 445,000            | 1.70 %                        | Monthly                  |
| Subordinated                                    | 3rd                                 | 1,045,149                      | 1,242,765          | None                          | Monthly                  |

**(e) Other current assets**

|                   | <b>2021.9.30</b>    | <b>2020.12.31</b> | <b>2020.9.30</b> |
|-------------------|---------------------|-------------------|------------------|
| Prepayments       | \$ 3,176,701        | 5,337,878         | 4,871,007        |
| Prepaid expenses  | 3,541,345           | 3,107,963         | 2,855,027        |
| Foreclosed assets | 90,779              | 127,189           | 142,173          |
| Others            | 1,419               | 11,727            | 4,895            |
|                   | <b>\$ 6,810,244</b> | <b>8,584,757</b>  | <b>7,873,102</b> |

As of September 30, 2021, December 31, 2020, and September 30, 2020, foreclosed assets held by the Group were as follows:

|                              | <b>2021.9.30</b> | <b>2020.12.31</b> | <b>2020.9.30</b> |
|------------------------------|------------------|-------------------|------------------|
| Foreclosed assets            | \$ 135,314       | 186,139           | 200,359          |
| Less: Accumulated impairment | (44,535)         | (58,950)          | (58,186)         |
|                              | <b>\$ 90,779</b> | <b>127,189</b>    | <b>142,173</b>   |



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For the three months and the nine months ended September 30, 2021 and 2020, the Group recognized an impairment loss of \$2,885, profit of \$10,887, profit of \$7,093 and loss of \$3,905, respectively, for foreclosed assets. Certain foreclosed assets were disposed to non-related parties and a disposal loss of \$31,594, \$48,208, \$118,192 and \$151,088 for the three months and the nine months ended September 30, 2021 and 2020, respectively.

(f) Investments accounted under equity method

1. The financial information of individually non-significant equity method associates included in the consolidated financial statements was as follows:

|  | <u>2021.9.30</u>                                    |                | <u>2020.12.31</u>                                  | <u>2020.9.30</u> |
|--|---|----------------|--|------------------|
| Investments in associates                      | \$ <u>1,699,260</u>                                 |                | <u>1,807,241</u>                                   | <u>1,754,446</u> |
|  | <u>For the three months ended<br/>September 30,</u> |                | <u>For the nine months ended<br/>September 30,</u> |                  |
|  | <u>2021</u>   | <u>2020</u>    | <u>2021</u>  | <u>2020</u>      |
| Comprehensive income attributable to the Group |   |                |  |                  |
| Loss for the period                            | \$ (12,481)   | (12,397)       | (26,160)   | (61,398)         |
| Other comprehensive income                     | <u>1,777</u>  | <u>8,050</u>   | <u>(9,858)</u>                                     | <u>15,777</u>    |
| Total comprehensive income                     | \$ <u>(10,704)</u>                                  | <u>(4,347)</u> | <u>(36,018)</u>                                    | <u>(45,621)</u>  |

(g) Property, plant and equipment

The cost, depreciation, and impairment of the property, plant and equipment of the Group as of and for the nine months ended September 30, 2021 and 2020, were as follows:

|                                      | <u>Land and<br/>buildings</u> | <u>Transportation<br/>equipment</u> | <u>Machinery and<br/>miscellaneous<br/>equipment</u> | <u>Leasehold<br/>improvements</u> | <u>Total</u>      |
|--------------------------------------|-------------------------------|-------------------------------------|--|-----------------------------------|-------------------|
| Cost or deemed cost:                 |                               |                                     |  |                                   |                   |
| Balance at January 1, 2021           | \$ 2,924,521                  | 15,280,472                          | 35,651,937   | 254,951                           | 54,111,881        |
| Additions                            | -                             | 4,640,964                           | 5,448,141  | 40,440                            | 10,129,545        |
| Disposals                            | -                             | (2,485,775)                         | (766,150)  | -                                 | (3,251,925)       |
| Effect of movements in exchange rate | <u>(41,865)</u>               | <u>(40,672)</u>                     | <u>(31,279)</u>                                      | <u>(727)</u>                      | <u>(114,543)</u>  |
| Balance at September 30, 2021        | \$ <u>2,882,656</u>           | <u>17,394,989</u>                   | <u>40,302,649</u>                                    | <u>294,664</u>                    | <u>60,874,958</u> |

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|                                      | <b>Land and<br/>buildings</b> | <b>Transportation<br/>equipment</b> | <b>Machinery and<br/>miscellaneous<br/>equipment</b> | <b>Leasehold<br/>improvements</b> | <b>Total</b>      |
|--------------------------------------|-------------------------------|-------------------------------------|--|-----------------------------------|-------------------|
| Balance at January 1, 2020           | \$ 2,901,960                  | 12,977,026                          | 26,888,279   | 235,263                           | 43,002,528        |
| Additions                            | 1,996                         | 4,033,187                           | 6,913,117  | 22,065                            | 10,970,365        |
| Disposals                            | (7,778)                       | (2,277,436)                         | (600,029)  | (6,845)                           | (2,892,088)       |
| Effect of movements in exchange rate | (23,106)                      | (47,064)                            | (27,674)   | 4,738                             | (93,106)          |
| Balance at September 30, 2020        | <u>\$ 2,873,072</u>           | <u>14,685,713</u>                   | <u>33,173,693</u>                                    | <u>255,221</u>                    | <u>50,987,699</u> |
| Depreciation and impairment losses:  |                               |                                     |  |                                   |                   |
| Balance at January 1, 2021           | \$ 697,989                    | 5,495,296                           | 3,689,111  | 186,128                           | 10,068,524        |
| Depreciation                         | 40,075                        | 2,066,172                           | 1,164,726  | 20,539                            | 3,291,512         |
| Impairment loss                      | -                             | 268,590                             | 52,010   | -                                 | 320,600           |
| Disposals                            | -                             | (1,597,586)                         | (239,511)  | -                                 | (1,837,097)       |
| Effect of movements in exchange rate | (8,894)                       | (26,500)                            | (23,278)   | 612                               | (58,060)          |
| Balance at September 30, 2021        | <u>\$ 729,170</u>             | <u>6,205,972</u>                    | <u>4,643,058</u>                                     | <u>207,279</u>                    | <u>11,785,479</u> |
| Balance at January 1, 2020           | \$ 642,249                    | 4,926,997                           | 2,792,858  | 163,501                           | 8,525,605         |
| Depreciation                         | 39,538                        | 1,768,298                           | 924,098  | 17,768                            | 2,749,702         |
| Impairment loss                      | -                             | 195,552                             | 33,684   | -                                 | 229,236           |
| Disposals                            | (69)                          | (1,539,793)                         | (379,583)  | (6,846)                           | (1,926,291)       |
| Effect of movements in exchange rate | (4,222)                       | (28,378)                            | (21,502)   | 5,847                             | (48,255)          |
| Balance at September 30, 2020        | <u>\$ 677,496</u>             | <u>5,322,676</u>                    | <u>3,349,555</u>                                     | <u>180,270</u>                    | <u>9,529,997</u>  |
| Carrying amounts:                    |                               |                                     |  |                                   |                   |
| Balance at January 1, 2021           | <u>\$ 2,226,532</u>           | <u>9,785,176</u>                    | <u>31,962,826</u>                                    | <u>68,823</u>                     | <u>44,043,357</u> |
| Balance at September 30, 2021        | <u>\$ 2,153,486</u>           | <u>11,189,017</u>                   | <u>35,659,591</u>                                    | <u>87,385</u>                     | <u>49,089,479</u> |
| Balance at January 1, 2020           | <u>\$ 2,259,711</u>           | <u>8,050,029</u>                    | <u>24,095,421</u>                                    | <u>71,762</u>                     | <u>34,476,923</u> |
| Balance at September 30, 2020        | <u>\$ 2,195,576</u>           | <u>9,363,037</u>                    | <u>29,824,138</u>                                    | <u>74,951</u>                     | <u>41,457,702</u> |

Recognition and reversal of impairment losses were charged to the cost of rental revenue.

For the impairment test of its leasing asset, management estimated the recoverable amount based on its value in use, which was determined by using the cost of capital 0.92% and 1.15% for the nine months ended September 30, 2021 and 2020, respectively, to reflect the specific risk associated with its cash generating units.

Assets held for lease, which were partially pledged for the Group's long-term debts and short-term debts, were discussed further in Note (8).

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(h) Right-of-use assets

The Group leases many assets including land and buildings and transportation equipment. Information for the nine months ended September 30, 2021 and 2020, was as follows:

|  | <b>Land and<br/>buildings</b> | <b>Transportation<br/>equipment</b> | <b>Total</b>            |
|--|-------------------------------|-------------------------------------|-------------------------|
| Cost:  |                               |                                     |                         |
| Balance as of January 1, 2021                          | \$ 4,981,410                  | 152,403                             | 5,133,813               |
| Additions  | 1,264,732                     | 49,353                              | 1,314,085               |
| Disposal and termination of contract prior to maturity | (356,039)                     | (28,611)                            | (384,650)               |
| Effect of changes in foreign exchange rates            | (14,717)                      | (3,917)                             | (18,634)                |
| Balance as of September 30, 2021                       | <u><u>\$ 5,875,386</u></u>    | <u><u>169,228</u></u>               | <u><u>6,044,614</u></u> |
| Balance as of January 1, 2020                          | \$ 4,023,828                  | 133,517                             | 4,157,345               |
| Additions  | 1,068,674                     | 29,735                              | 1,098,409               |
| Disposal and termination of contract prior to maturity | (253,708)                     | (587)                               | (254,295)               |
| Effect of changes in foreign exchange rates            | (15,784)                      | (1,600)                             | (17,384)                |
| Balance as of September 30, 2020                       | <u><u>\$ 4,823,010</u></u>    | <u><u>161,065</u></u>               | <u><u>4,984,075</u></u> |
| Accumulated depreciation and impairment losses:        |                               |                                     |                         |
| Balance as of January 1, 2021                          | \$ 857,361                    | 79,242                              | 936,603                 |
| Depreciation   | 462,746                       | 39,300                              | 502,046                 |
| Disposal and termination of contract prior to maturity | (171,779)                     | (28,611)                            | (200,390)               |
| Effect of changes in foreign exchange rates            | (6,684)                       | (1,648)                             | (8,332)                 |
| Balance as of September 30, 2021                       | <u><u>\$ 1,141,644</u></u>    | <u><u>88,283</u></u>                | <u><u>1,229,927</u></u> |
| Balance as of January 1, 2020                          | \$ 513,934                    | 44,315                              | 558,249                 |
| Depreciation   | 441,775                       | 40,440                              | 482,215                 |
| Disposal and termination of contract prior to maturity | (124,021)                     | (582)                               | (124,603)               |
| Effect of changes in foreign exchange rates            | (4,527)                       | (332)                               | (4,859)                 |
| Balance as of September 30, 2020                       | <u><u>\$ 827,161</u></u>      | <u><u>83,841</u></u>                | <u><u>911,002</u></u>   |
| Carrying amount:                                       |                               |                                     |                         |
| Balance as of January 1, 2021                          | <u><u>\$ 4,124,049</u></u>    | <u><u>73,161</u></u>                | <u><u>4,197,210</u></u> |
| Balance as of September 30, 2021                       | <u><u>\$ 4,733,742</u></u>    | <u><u>80,945</u></u>                | <u><u>4,814,687</u></u> |
| Balance as of January 1, 2020                          | <u><u>\$ 3,509,894</u></u>    | <u><u>89,202</u></u>                | <u><u>3,599,096</u></u> |
| Balance as of September 30, 2020                       | <u><u>\$ 3,995,849</u></u>    | <u><u>77,224</u></u>                | <u><u>4,073,073</u></u> |

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(i) Intangible assets

|                               | <u>Goodwill</u>  | <u>Software</u> | <u>Total</u>  |
|-------------------------------|------------------|-----------------|---------------|
| Carrying amounts:             |                  |                 |               |
| Balance at January 1, 2021    | \$ <u>79,846</u> | <u>17,930</u>   | <u>97,776</u> |
| Balance at September 30, 2021 | \$ <u>78,587</u> | <u>14,573</u>   | <u>93,160</u> |
| Balance at January 1, 2020    | \$ <u>60,701</u> | <u>14,607</u>   | <u>75,308</u> |
| Balance at September 30, 2020 | \$ <u>77,630</u> | <u>18,035</u>   | <u>95,665</u> |

There were no significant additions, disposal, or recognition and reversal of impairment losses of intangible assets for the nine months ended September 30, 2021 and 2020. Information on amortization for the period is discussed in Note (12)(b). Please refer to Note (6)(i) of the 2020 annual consolidated financial statements for other related information.

(j) Short-term notes and bills payable

The Group's short-term notes and bills payable were as follows:

| <b>2021.9.30</b>  |   |                                 |                      |
|---|---|---------------------------------|----------------------|
|   | <u>Guarantee or<br/>Acceptance Agency</u> | <u>Annual Interest<br/>Rate</u> | <u>Amount</u>        |
| Commercial paper payables                               | Bank                                      | 0.35%~1.25%                     | \$ 66,660,000        |
|   | Bills Finance Company                     | 0.34%~1.06%                     | 28,850,000           |
| Less: Discount on short-term<br>notes and bills payable |   |                                 | (211,162)            |
| Total   |   |                                 | \$ <u>95,298,838</u> |
| <b>2020.12.31</b>                                       |   |                                 |                      |
|   | <u>Guarantee or<br/>Acceptance Agency</u> | <u>Annual Interest<br/>Rate</u> | <u>Amount</u>        |
| Commercial paper payables                               | Bank                                      | 0.42%~1.06%                     | \$ 57,600,000        |
|   | Bills Finance Company                     | 0.43%~1.19%                     | 26,630,000           |
| Less: Discount on short-term<br>notes and bills payable |   |                                 | (231,293)            |
| Total   |   |                                 | \$ <u>83,998,707</u> |

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| <b>2020.9.30</b>  |   |                                 |                      |
|---|---|---------------------------------|----------------------|
|   | <b>Guarantee or<br/>Acceptance Agency</b> | <b>Annual Interest<br/>Rate</b> | <b>Amount</b>        |
| Commercial paper payables                               | Bank                                      | 0.57%~1.08%                     | \$ 54,680,000        |
|   | Bills Finance Company                     | 0.41%~1.19%                     | 25,280,000           |
| Less: Discount on short-term<br>notes and bills payable |   |                                 | (262,526)            |
| Total   |   |                                 | <b>\$ 79,697,474</b> |

Please refer to Note (8) for the Group's short-term notes and bills payable collateral.

(k) Long-term and short-term borrowings

The significant terms and conditions of long-term borrowings and short-term borrowings were as follows:

| <b>2021.9.30</b>                     |                 |                                 |                              |                       |
|--------------------------------------|-----------------|---------------------------------|------------------------------|-----------------------|
|                                      | <b>Currency</b> | <b>Annual Interest<br/>Rate</b> | <b>Years of<br/>Maturity</b> | <b>Amount</b>         |
| Secured bank loans                   | TWD             | 0.79%~1.20%                     | 2021~2025                    | \$ 825,000            |
| "                                    | USD             | 1.05%~2.75%                     | 2021~2023                    | 4,163,153             |
| "                                    | THB             | 1.07%~3.30%                     | 2021~2024                    | 9,382,628             |
| "                                    | CNY             | 4.05%~5.41%                     | 2021~2029                    | 44,073,830            |
| "                                    | VND             | 1.54%~3.30%                     | 2021~2022                    | 5,846,901             |
| "                                    | MYR             | 3.00%~4.00%                     | 2022~2026                    | 4,305,150             |
| Unsecured bank loans                 | TWD             | 0.75%~2.11%                     | 2021~2031                    | 143,254,940           |
| "                                    | USD             | 0.75%~5.50%                     | 2021~2024                    | 52,517,802            |
| "                                    | THB             | 1.00%~3.25%                     | 2021~2024                    | 16,636,291            |
| "                                    | CNY             | 3.60%~5.30%                     | 2021~2024                    | 17,498,431            |
| "                                    | EUR             | 0.57%~1.30%                     | 2021~2024                    | 2,941,113             |
| "                                    | JPY             | 0.70%~1.37%                     | 2021~2023                    | 2,306,342             |
| "                                    | HKD             | 1.40%~1.74%                     | 2021~2022                    | 4,184,205             |
| "                                    | SGD             | 1.49%~1.60%                     | 2021~2022                    | 368,461               |
| "                                    | PHP             | 3.77%~6.74%                     | 2021~2024                    | 327,173               |
| "                                    | MYR             | 3.00%~4.00%                     | 2021~2022                    | 3,023,172             |
| "                                    | KHR             | 4.00%~7.00%                     | 2021~2022                    | 125,090               |
| Unsecured other loans                | TWD             | 4.00%                           | 2022                         | 145,534               |
| "                                    | THB             | 1.70%~2.31%                     | 2021~2022                    | 951,265               |
| Notes payable from<br>securitization | TWD             | 1.30%~1.70%                     | 2021~2026                    | 4,285,000             |
| "                                    | CNY             | 4.13%~4.30%                     | 2021~2022                    | 7,135,796             |
| Total                                |                 |                                 |                              | <b>\$ 324,297,277</b> |
| Current                              |                 |                                 |                              | \$ 219,341,282        |
| Non-current                          |                 |                                 |                              | 104,955,995           |
| Total                                |                 |                                 |                              | <b>\$ 324,297,277</b> |

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| <b>2020.12.31</b>                 |                 |                             |                          |                       |
|-----------------------------------|-----------------|-----------------------------|--------------------------|-----------------------|
|                                   | <b>Currency</b> | <b>Annual Interest Rate</b> | <b>Years of Maturity</b> | <b>Amount</b>         |
| Secured bank loans                | TWD             | 0.79%~1.20%                 | 2023~2025                | \$ 525,000            |
| "                                 | USD             | 1.10%~3.75%                 | 2021~2023                | 2,113,164             |
| "                                 | THB             | 1.31%~3.30%                 | 2021~2023                | 9,330,606             |
| "                                 | CNY             | 3.39%~6.17%                 | 2021~2029                | 52,466,869            |
| "                                 | VND             | 1.50%~3.40%                 | 2021                     | 6,800,748             |
| "                                 | MYR             | 3.00%~4.00%                 | 2022                     | 2,716,000             |
| Unsecured bank loans              | TWD             | 0.71%~2.11%                 | 2021~2027                | 111,179,776           |
| "                                 | USD             | 0.84%~5.50%                 | 2021~2023                | 42,425,343            |
| "                                 | THB             | 1.33%~3.25%                 | 2021~2023                | 18,385,017            |
| "                                 | CNY             | 3.60%~5.94%                 | 2021~2023                | 12,875,804            |
| "                                 | EUR             | 0.65%~1.30%                 | 2021~2023                | 3,186,807             |
| "                                 | JPY             | 0.70%~1.37%                 | 2021~2023                | 5,588,139             |
| "                                 | HKD             | 1.70%~2.05%                 | 2022                     | 3,696,110             |
| "                                 | SGD             | 1.41%~1.60%                 | 2021                     | 172,479               |
| "                                 | MYR             | 3.15%~3.75%                 | 2021                     | 4,617,200             |
| "                                 | PHP             | 3.20%~6.00%                 | 2021~2022                | 378,035               |
| "                                 | KHR             | 4.00%~7.00%                 | 2021                     | 157,353               |
| Unsecured other loans             | THB             | 2.20%~2.30%                 | 2021                     | 1,483,703             |
| Notes payable from securitization | TWD             | 1.30%~1.70%                 | 2021~2026                | 4,285,000             |
| "                                 | CNY             | 4.30%~4.60%                 | 2021~2022                | 6,149,751             |
| Total                             |                 |                             |                          | <b>\$ 288,532,904</b> |
| Current                           |                 |                             |                          | \$ 203,735,551        |
| Non-current                       |                 |                             |                          | 84,797,353            |
| Total                             |                 |                             |                          | <b>\$ 288,532,904</b> |

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| <b>2020.9.30</b>                  |                 |                             |                          |                       |
|-----------------------------------|-----------------|-----------------------------|--------------------------|-----------------------|
|                                   | <b>Currency</b> | <b>Annual Interest Rate</b> | <b>Years of Maturity</b> | <b>Amount</b>         |
| Secured bank loans                | TWD             | 1.20%~                      | 2025                     | \$ 165,000            |
| "                                 | USD             | 1.68%~3.75%                 | 2020~2022                | 861,742               |
| "                                 | THB             | 1.31%~3.30%                 | 2020~2023                | 10,540,496            |
| "                                 | CNY             | 3.39%~6.17%                 | 2020~2029                | 52,751,285            |
| "                                 | VND             | 1.88%~4.94%                 | 2020~2021                | 7,229,966             |
| "                                 | MYR             | 3.00%~4.00%                 | 2022                     | 2,849,200             |
| Unsecured bank loans              | TWD             | 0.71%~2.11%                 | 2020~2027                | 105,100,237           |
| "                                 | USD             | 0.80%~5.50%                 | 2020~2024                | 47,159,132            |
| "                                 | THB             | 1.33%~3.25%                 | 2020~2023                | 15,312,663            |
| "                                 | CNY             | 3.50%~5.94%                 | 2020~2023                | 13,285,048            |
| "                                 | EUR             | 0.75%~1.30%                 | 2020~2022                | 3,005,201             |
| "                                 | JPY             | 0.75%~1.06%                 | 2020~2023                | 5,595,469             |
| "                                 | HKD             | 1.84%~2.10%                 | 2020~2022                | 3,859,081             |
| "                                 | SGD             | 1.60%~1.85%                 | 2020                     | 180,709               |
| "                                 | MYR             | 3.00%~5.00%                 | 2020~2021                | 4,424,640             |
| "                                 | PHP             | 4.07%~6.78%                 | 2020~2022                | 539,401               |
| "                                 | AUD             | 1.80%                       | 2020                     | 207,151               |
| "                                 | KHR             | 7.00%                       | 2020~2021                | 137,894               |
| Unsecured other loans             | THB             | 1.60%~2.90%                 | 2020                     | 2,102,413             |
| Notes payable from securitization | TWD             | 1.30%~2.45%                 | 2020~2026                | 4,285,000             |
| "                                 | CNY             | 4.30%~4.60%                 | 2020~2021                | 1,499,166             |
| Total                             |                 |                             |                          | <b>\$ 281,090,894</b> |
| Current                           |                 |                             |                          | \$ 208,759,151        |
| Non-current                       |                 |                             |                          | 72,331,743            |
| Total                             |                 |                             |                          | <b>\$ 281,090,894</b> |

For information on the Group's interest risk, currency risk, and liquidity risk, please refer to Note (6)(u). For information on the debts of related parties, please refer to Note (7).

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**1. Securities for bank loans**

Certain assets of the Group which were pledged for the repayment of aforementioned loans were disclosed in Note (8).

**2. Financial covenants of significant loans and borrowings**

- 1) The Company, entered into a syndicated credit agreement with financial institutions, under which, this subsidiary shall maintain certain financial ratios on balance sheet date. (i.e. equity ratio, interest coverage ratio, tangible net worth, etc.) Otherwise, the loans are due and payable immediately.
- 2) A subsidiary, Chailease Finance Co., Ltd., entered into several syndicated credit agreements with financial institutions, under which, this subsidiary shall maintain certain financial ratios on balance sheet date. (i.e. equity ratio, interest coverage ratio, tangible net worth, self-owned asset ratio, etc.) Otherwise, the loans are due and payable immediately.
- 3) A subsidiary, Asia Sermkij Leasing Public Co., Ltd., likewise entered into several credit/loan agreements with financial institutions, under which, this subsidiary shall maintain certain financial ratios on balance sheet date. (i.e. liabilities to equity ratio, etc.) Otherwise, the loans are due and payable immediately.
- 4) A subsidiary, Grand Pacific Financing Corp. (California), entered into a syndicated credit agreement with financial institutions, under which, this subsidiary shall maintain certain financial ratios on balance sheet date. (i.e. interest coverage ratio, tangible net worth, etc.) Otherwise, the loan is due and payable immediately.
- 5) A subsidiary, Fina Finance & Trading Co., Ltd., entered into several syndicated credit/loan agreements with financial institutions, under which, this subsidiary shall maintain certain financial ratios on balance sheet date. (i.e. equity ratio, tangible net worth, interest coverage ratio, self-owned asset ratio, etc.) Otherwise, the loans are due and payable immediately.
- 6) A subsidiary, Chailease International Finance Corporation entered into several credit/loan agreements with financial institutions. Under these agreements, the Company and this subsidiary shall maintain certain financial ratios on balance sheet date. (i.e. liabilities to equity ratio, equity ratio, tangible assets net worth, interest coverage ratio, total risk assets to net assets ratio, overdue leased assets to leased assets ratio, leasing rental recovery ratio, etc.) Otherwise, the loans are due and payable immediately.
- 7) A subsidiary, Chailease Finance International Corp., entered into several credit/loan agreements with financial institutions. Under these agreements, this subsidiary shall maintain certain financial ratios on balance sheet date. (i.e. liabilities to equity ratio, risk assets to net assets ratio, etc.) Otherwise, the loans are due and payable immediately.



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- 8) A subsidiary, Chailease International Corp., entered into several credit/loan agreements with financial institutions. Under these agreements, the Company shall maintain certain financial ratios on balance sheet date. (i.e. liabilities to equity ratio, recovery of account receivable, etc.) Otherwise, the loans are due and payable immediately.
- 9) A subsidiary, Chailease Consumer Finance Co., Ltd., entered into several credit/loan agreements with financial institutions, under which, this subsidiary shall maintain certain financial ratios on balance sheet date. (i.e. equity ratio, tangible net worth, interest coverage ratio, self-owned asset ratio, etc.) Otherwise, the loans are due and payable immediately.
- 10) A subsidiary, Chailease International Financial Services Co., Ltd., entered into several credit/loan agreements with financial institutions, under which, Chailease Finance Co., Ltd., shall maintain certain parent only financial ratios on balance sheet date. (i.e. interest coverage ratio, tangible net worth, etc.) Otherwise, the loans are due and payable immediately.
- 11) A subsidiary, Chailease Berjaya Credit Sdn Bhd., entered into several credit/loan agreements with financial institutions, under which, the Company and Chailease Berjaya Credit Sdn Bhd., shall maintain certain financial ratios on balance sheet date. (i.e. liabilities to equity ratio, etc.) Otherwise, the loans are due and payable immediately.
- 12) A subsidiary, Chailease International Financial Services (Singapore) Pte. Ltd. entered into several credit/loan agreements with financial institutions, under which, Chailease Finance Co., Ltd., shall maintain certain financial ratios on balance sheet date. (i.e. interest coverage ratio and tangible net worth ratio, etc.) Otherwise, the loans are due and payable immediately.
- 13) A subsidiary, Chailease Berjaya Finance Corporation, entered into a credit/loan agreement with a financial institution, under which, Chailease Berjaya Finance Corporation shall maintain certain financial ratios on the balance sheet date. (i.e. liabilities ratio, etc.) Otherwise, the loans will be deemed as due and are payable immediately.
- 14) The subsidiaries, Chailease Royal Leasing Plc. and Chailease Royal Finance Plc. entered into several credit/loan agreements with different financial institutions, under which, the Company, Chailease Royal Leasing Plc. and Chailease Royal Finance Plc. shall maintain certain financial ratios on the balance sheet date. (i.e. liabilities ratio, non-performing asset ratio, interest coverage ratio, and net tangible assets ratio, etc.) Otherwise, the loans are due and payable immediately.
- 15) A subsidiary, Chailease International Leasing Company Limited (Vietnam) entered into several syndicated credit/loans agreements with different financial institutions, under which, the subsidiary and Chailease Finance Co., Ltd., shall maintain certain financial ratios on balance sheet date. (i.e. interest coverage ratio and tangible net worth ratio etc.) Otherwise, the loans are due and payable immediately.

As of December 31, 2020, the Group was in compliance with the financial covenants mentioned above.

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(l) Bonds payable

| Period                    | Annual Interest Rate | Principal Amount | Repayment Terms   | 2021.9.30              |                        | Collateral |
|---------------------------|----------------------|------------------|---|------------------------|------------------------|------------|
|                           |                      |                  |   | Within Operating Cycle | Beyond Operating Cycle |            |
| 2014.10.30~<br>2021.10.30 | 2.050%               | 900,000          | Payable in lump sum. Interest rate is fixed.<br>Interest is payable annually. | 900,000                | -                      | None       |
| 2014.10.30~<br>2024.10.30 | 2.300%               | 1,100,000        | "   | -                      | 1,100,000              | "          |
| 2016.06.28~<br>2023.06.28 | 1.250%               | 300,000          | "   | 300,000                | -                      | "          |
| 2017.05.17~<br>2022.05.17 | 1.350%               | 1,700,000        | "   | 1,700,000              | -                      | "          |
| 2017.05.17~<br>2024.05.17 | 1.700%               | 500,000          | "   | -                      | 500,000                | "          |
| 2017.11.09~<br>2022.11.09 | 1.100%               | 1,000,000        | "   | 1,000,000              | -                      | "          |
| 2018.09.26~<br>2023.09.26 | 0.980%               | 1,600,000        | "   | 1,600,000              | -                      | "          |
| 2018.09.26~<br>2025.09.26 | 1.260%               | 700,000          | "   | -                      | 700,000                | "          |
| 2019.05.09~<br>2024.05.09 | 0.980%               | 2,950,000        | "   | -                      | 2,950,000              | "          |
| 2019.05.09~<br>2026.05.09 | 1.150%               | 500,000          | "   | -                      | 500,000                | "          |
| 2019.05.29~<br>2024.05.29 | 0.980%               | 2,850,000        | "   | -                      | 2,850,000              | "          |
| 2020.04.22~<br>2025.04.22 | 0.660%               | 3,500,000        | "   | -                      | 3,500,000              | "          |
| 2020.10.12~<br>2027.10.12 | 0.730%               | 550,000          | "   | -                      | 550,000                | "          |
| 2020.10.12~<br>2030.10.12 | 0.900%               | 700,000          | "   | -                      | 700,000                | "          |
| 2021.05.06~<br>2026.05.06 | 0.750%               | 4,600,000        | "   | -                      | 4,600,000              | "          |
| 2021.06.25~<br>2028.06.25 | 0.680%               | 3,100,000        | "   | -                      | 3,100,000              | "          |

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| Period                    | Annual Interest Rate | Principal Amount |           | Repayment Terms   | 2021.9.30              |                        | Collateral |
|---------------------------|----------------------|------------------|-----------|---|------------------------|------------------------|------------|
|                           |                      |                  |           |   | Within Operating Cycle | Beyond Operating Cycle |            |
| 2021.06.25~<br>2031.06.25 | 0.850%               | 900,000          |           | Payable in lump sum. Interest rate is fixed. Interest is payable annually.      | -                      | 900,000                | None       |
| 2021.06.25~<br>2036.06.25 | 1.000%               | 200,000          |           | "   | -                      | 200,000                | "          |
| 2021.07.27~<br>2026.07.27 | 0.700%               | 2,200,000        |           | "   | -                      | 2,200,000              | "          |
| 2019.07.26~<br>2022.07.26 | 3.150%               | THB              | 500,000   | Payable in lump sum. Interest rate is fixed. Interest is payable semi-annually. | 414,200                | -                      | "          |
| 2019.08.16~<br>2022.08.16 | 3.150%               | THB              | 200,000   | "   | 165,680                | -                      | "          |
| 2020.08.28~<br>2022.08.28 | 3.250%               | THB              | 721,500   | "   | 597,691                | -                      | "          |
| 2020.08.28~<br>2023.11.28 | 3.750%               | THB              | 602,500   | "   | -                      | 499,111                | "          |
| 2020.10.15~<br>2021.11.09 | 2.400%               | THB              | 245,000   | "   | 202,958                | -                      | "          |
| 2020.11.13~<br>2021.12.03 | 2.400%               | THB              | 100,000   | "   | 82,840                 | -                      | "          |
| 2020.12.18~<br>2023.12.18 | 3.250%               | THB              | 416,000   | "   | -                      | 344,614                | "          |
| 2021.04.07~<br>2023.04.21 | 2.700%               | THB              | 317,000   | "   | -                      | 262,603                | "          |
| 2021.06.18~<br>2024.06.18 | 2.900%               | THB              | 2,200,000 | "   | -                      | 1,822,480              | "          |
| 2021.08.27~<br>2024.08.27 | 2.880%               | THB              | 500,000   | "   | -                      | 414,200                | "          |
| 2021.08.30~<br>2023.08.30 | 2.520%               | THB              | 500,000   | "   | -                      | 414,200                | "          |
| 2019.02.28~<br>2022.01.31 | 3.20%                | THB              | 100,000   | Payable in lump sum. Interest rate is fixed. Interest is payable quarterly.     | 82,840                 | -                      | "          |
| 2019.05.17~<br>2022.05.17 | 3.150%               | THB              | 200,000   | "   | 165,680                | -                      | "          |
| 2019.06.19~<br>2022.06.30 | 3.150%               | THB              | 270,000   | "   | 223,668                | -                      | "          |
| 2019.08.08~<br>2022.08.08 | 3.150%               | THB              | 800,000   | "   | 662,720                | -                      | "          |

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|----------------------------|----------------------|------------------|---------|---|------------------------|------------------------|------------|
|                            |                      |                  |         |   | Within Operating Cycle | Beyond Operating Cycle |            |
| 2020.02.17~<br>2023.02.17  | 0%                   | THB              | 600,000 | Payable at par value.   | -                      | 497,040                | None       |
| 2020.03.26~<br>2023.03.26  | 0%                   | THB              | 500,000 | "   | -                      | 414,200                | "          |
| 2021.03.17~<br>2022.09.14  | 0%                   | THB              | 300,000 | "   | 248,520                | -                      | "          |
| 2021.03.18~<br>2023.03.18  | 0%                   | THB              | 200,000 | "   | -                      | 165,680                | "          |
| 2021.03.19~<br>2022.07.01  | 0%                   | THB              | 56,000  | "   | 46,390                 | -                      | "          |
| 2020.10.22~<br>2023.10.22  | 3.750%               | USD              | 300,000 | Payable in lump sum. Interest rate is fixed. Interest is payable semi-annually. | 8,382,653              | -                      | "          |
| Bonds payable (Gross)      |                      |                  |         |   | 16,775,840             | 29,184,128             |            |
| Discounts on bonds payable |                      |                  |         |   | (8,340)                | (48,080)               |            |
|                            |                      |                  |         |   | <b>\$ 16,767,500</b>   | <b>29,136,048</b>      |            |

  

| Period                    | Annual Interest Rate | Principal Amount |           | Repayment Terms  | 2020.12.31             |                        | Collateral |
|---------------------------|----------------------|------------------|-----------|--|------------------------|------------------------|------------|
|                           |                      |                  |           |  | Within Operating Cycle | Beyond Operating Cycle |            |
| 2014.10.30~<br>2021.10.30 | 2.050%               |                  | 900,000   | Payable in lump sum. Interest rate is fixed. Interest is payable annually. | 900,000                | -                      | None       |
| 2014.10.30~<br>2024.10.30 | 2.300%               |                  | 1,100,000 | "  | -                      | 1,100,000              | "          |
| 2016.06.28~<br>2021.06.28 | 1.000%               |                  | 1,350,000 | "  | 1,350,000              | -                      | "          |
| 2016.06.28~<br>2023.06.28 | 1.250%               |                  | 300,000   | "  | -                      | 300,000                | "          |
| 2017.05.17~<br>2022.05.17 | 1.350%               |                  | 1,700,000 | "  | 1,700,000              | -                      | "          |
| 2017.05.17~<br>2024.05.17 | 1.700%               |                  | 500,000   | "  | -                      | 500,000                | "          |
| 2017.11.09~<br>2022.11.09 | 1.100%               |                  | 1,000,000 | "  | 1,000,000              | -                      | "          |
| 2018.09.26~<br>2023.09.26 | 0.980%               |                  | 1,600,000 | "  | -                      | 1,600,000              | "          |
| 2018.09.26~<br>2025.09.26 | 1.260%               |                  | 700,000   | "  | -                      | 700,000                | "          |
| 2019.05.09~<br>2024.05.09 | 0.980%               |                  | 2,950,000 | "  | -                      | 2,950,000              | "          |

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|---------------------------|----------------------|------------------|---|------------------------|------------------------|------------|
|                           |                      |                  |   | Within Operating Cycle | Beyond Operating Cycle |            |
| 2019.05.09~<br>2026.05.09 | 1.150%               | 500,000          | Payable in lump sum. Interest rate is fixed. Interest is payable annually.      | -                      | 500,000                | None       |
| 2019.05.29~<br>2024.05.29 | 0.980%               | 2,850,000        | "   | -                      | 2,850,000              | "          |
| 2020.04.22~<br>2025.04.22 | 0.660%               | 3,500,000        | "   | -                      | 3,500,000              | "          |
| 2020.10.12~<br>2027.10.12 | 0.730%               | 550,000          | "   | -                      | 550,000                | "          |
| 2020.10.12~<br>2030.10.12 | 0.900%               | 700,000          | "   | -                      | 700,000                | "          |
| 2019.07.26~<br>2022.07.26 | 3.150%               | THB 500,000      | Payable in lump sum. Interest rate is fixed. Interest is payable semi-annually. | -                      | 477,800                | "          |
| 2019.08.16~<br>2022.08.16 | 3.150%               | THB 200,000      | "   | -                      | 191,120                | "          |
| 2020.08.28~<br>2023.11.28 | 3.750%               | THB 602,500      | "   | -                      | 575,749                | "          |
| 2020.08.28~<br>2022.08.28 | 3.250%               | THB 721,500      | "   | -                      | 689,465                | "          |
| 2020.10.15~<br>2021.11.09 | 2.400%               | THB 245,000      | "   | 234,122                | -                      | "          |
| 2020.11.13~<br>2021.12.03 | 2.400%               | THB 100,000      | "   | 95,560                 | -                      | "          |
| 2020.12.18~<br>2022.12.18 | 3.250%               | THB 416,000      | "   | -                      | 397,530                | "          |
| 2018.02.15~<br>2021.02.15 | 2.860%               | THB 1,000,000    | Payable in lump sum. Interest rate is fixed. Interest is payable quarterly.     | 955,600                | -                      | "          |
| 2018.03.20~<br>2021.03.25 | 2.860%               | THB 500,000      | "   | 477,800                | -                      | "          |
| 2019.01.30~<br>2021.02.05 | 3.000%               | THB 290,000      | "   | 277,124                | -                      | "          |
| 2019.02.28~<br>2022.01.31 | 3.200%               | THB 100,000      | "   | -                      | 95,560                 | "          |
| 2019.05.17~<br>2022.05.17 | 3.150%               | THB 200,000      | "   | -                      | 191,120                | "          |
| 2019.06.19~<br>2022.06.30 | 3.150%               | THB 270,000      | "   | -                      | 258,012                | "          |

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|----------------------------|----------------------|------------------|---------|--|------------------------|------------------------|------------|
|                            |                      |                  |         |  | Within Operating Cycle | Beyond Operating Cycle |            |
| 2019.07.12~<br>2021.07.23  | 2.950%               | THB              | 200,000 | Payable in lump sum. Interest rate is fixed. Interest is payable quarterly.      | 191,120                | -                      | None       |
| 2019.08.08~<br>2022.08.08  | 3.150%               | THB              | 800,000 | "  | -                      | 764,480                | "          |
| 2020.02.17~<br>2023.02.17  | 0%                   | THB              | 600,000 | Payable at par value.  | -                      | 573,360                | "          |
| 2020.03.26~<br>2023.03.26  | 0%                   | THB              | 500,000 | "  | -                      | 477,800                | "          |
| 2020.10.22~<br>2023.10.22  | 3.750%               | USD              | 300,000 | Pay able in lump sum. Interest rate is fixed. Interest is payable semi-annually. | 8,592,007              | -                      | "          |
| Bonds payable (Gross)      |                      |                  |         |  | 15,773,333             | 19,941,996             |            |
| Discounts on bonds payable |                      |                  |         |  | (231)                  | (69,998)               |            |
|                            |                      |                  |         |  | <u>\$ 15,773,102</u>   | <u>19,871,998</u>      |            |

| Period                    | Annual Interest Rate | Principal Amount |           | Repayment Terms  | 2020.9.30              |                        | Collateral |
|---------------------------|----------------------|------------------|-----------|--|------------------------|------------------------|------------|
|                           |                      |                  |           |  | Within Operating Cycle | Beyond Operating Cycle |            |
| 2014.10.30~<br>2021.10.30 | 2.050%               |                  | 900,000   | Payable in lump sum. Interest rate is fixed. Interest is payable annually. | 900,000                | -                      | None       |
| 2014.10.30~<br>2024.10.30 | 2.300%               |                  | 1,100,000 | "  | -                      | 1,100,000              | "          |
| 2016.06.28~<br>2021.06.28 | 1.000%               |                  | 1,350,000 | "  | 1,350,000              | -                      | "          |
| 2016.06.28~<br>2023.06.28 | 1.250%               |                  | 300,000   | "  | -                      | 300,000                | "          |
| 2017.05.17~<br>2022.05.17 | 1.350%               |                  | 1,700,000 | "  | 1,700,000              | -                      | "          |
| 2017.05.17~<br>2024.05.17 | 1.700%               |                  | 500,000   | "  | -                      | 500,000                | "          |
| 2017.11.09~<br>2022.11.09 | 1.100%               |                  | 1,000,000 | "  | -                      | 1,000,000              | "          |
| 2018.09.26~<br>2023.09.26 | 0.980%               |                  | 1,600,000 | "  | -                      | 1,600,000              | "          |
| 2018.09.26~<br>2025.09.26 | 1.260%               |                  | 700,000   | "  | -                      | 700,000                | "          |
| 2019.05.09~<br>2024.05.09 | 0.980%               |                  | 2,950,000 | "  | -                      | 2,950,000              | "          |
| 2019.05.09~<br>2026.05.09 | 1.150%               |                  | 500,000   | "  | -                      | 500,000                | "          |
| 2019.05.29~<br>2024.05.29 | 0.980%               |                  | 2,850,000 | "  | -                      | 2,850,000              | "          |
| 2020.04.22~<br>2025.04.22 | 0.660%               |                  | 3,500,000 | "  | -                      | 3,500,000              | "          |

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|----------------------------|----------------------|------------------|-----------|---|------------------------|------------------------|------------|
|                            |                      |                  |           |   | Within Operating Cycle | Beyond Operating Cycle |            |
| 2019.07.26~<br>2022.07.26  | 3.150%               | THB              | 500,000   | Payable in lump sum. Interest rate is fixed. Interest is payable semi-annually. | -                      | 462,100                | None       |
| 2019.08.16~<br>2022.08.16  | 3.150%               | THB              | 200,000   | "   | -                      | 184,840                | "          |
| 2020.08.28~<br>2023.11.28  | 3.750%               | THB              | 602,500   | "   | -                      | 556,831                | "          |
| 2020.08.28~<br>2022.08.28  | 3.250%               | THB              | 721,500   | "   | -                      | 666,810                | "          |
| 2018.02.15~<br>2021.02.15  | 2.860%               | THB              | 1,000,000 | Payable in lump sum. Interest rate is fixed. Interest is payable quarterly.     | 924,200                | -                      | "          |
| 2018.03.20~<br>2021.03.25  | 2.860%               | THB              | 500,000   | "   | 462,100                | -                      | "          |
| 2019.01.30~<br>2021.02.05  | 3.000%               | THB              | 290,000   | "   | 268,018                | -                      | "          |
| 2019.02.28~<br>2022.01.31  | 3.200%               | THB              | 100,000   | "   | -                      | 92,420                 | "          |
| 2019.05.17~<br>2022.05.17  | 3.150%               | THB              | 200,000   | "   | -                      | 184,840                | "          |
| 2019.06.19~<br>2022.06.30  | 3.150%               | THB              | 270,000   | "   | -                      | 249,534                | "          |
| 2019.07.12~<br>2021.07.23  | 2.950%               | THB              | 200,000   | "   | 184,840                | -                      | "          |
| 2019.08.08~<br>2022.08.08  | 3.150%               | THB              | 800,000   | "   | -                      | 739,360                | "          |
| 2020.02.17~<br>2023.02.17  | 0%                   | THB              | 600,000   | Payable at par value.   | -                      | 554,520                | "          |
| 2020.03.26~<br>2023.03.26  | 0%                   | THB              | 500,000   | "   | -                      | 462,100                | "          |
| Bonds payable (Gross)      |                      |                  |           |   | 5,789,158              | 19,153,355             |            |
| Discounts on bonds payable |                      |                  |           |   | (291)                  | (75,240)               |            |
|                            |                      |                  |           |   | <u>\$ 5,788,867</u>    | <u>19,078,115</u>      |            |

(m) Lease liabilities

The Group's lease liabilities were as follows:

|             | 2021.9.30           | 2020.12.31       | 2020.9.30        |
|-------------|---------------------|------------------|------------------|
| Current     | <u>\$ 1,155,656</u> | <u>949,959</u>   | <u>951,370</u>   |
| Non-current | <u>\$ 3,693,495</u> | <u>3,272,489</u> | <u>3,152,741</u> |

For the maturity analysis, please refer to Note (6)(u).

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The amounts recognized in profit or loss were as follows:

|  | For the three months ended<br>September 30, |                | For the nine months ended<br>September 30, |                |
|--|---|----------------|--|----------------|
|  | 2021  | 2020           | 2021                                       | 2020           |
| Interest on lease liabilities  | \$ <u>8,593</u>                             | <u>11,520</u>  | <u>29,232</u>                              | <u>40,892</u>  |
| Variable lease payments not included in the measurement of lease liabilities | \$ <u>63,845</u>                            | <u>52,961</u>  | <u>180,538</u>                             | <u>136,505</u> |
| Expenses relating to short-term leases                                       | \$ <u>111,191</u>                           | <u>104,271</u> | <u>295,490</u>                             | <u>253,175</u> |

The amounts recognized in the statement of cash flows for the Group were as follows:

|                               | For the nine months ended<br>September 30, |                |
|-------------------------------|--|----------------|
|                               | 2021                                       | 2020           |
| Total cash outflow for leases | \$ <u>995,102</u>                          | <u>869,530</u> |

1. Real estate leases

As of September 30, 2021, the Group leases land and buildings for its office and solar power station. The leases of office and solar power station typically run for two to twenty-eight years. Some leases include an option to renew the lease for an additional period of the same duration after the end of the contract term.

Some leases contain extension options exercisable by the Group. These leases are negotiated and monitored by local management, and accordingly, contain a wide range of different terms and conditions. The extension options held are exercisable only by the Group and not by the lessors. In which lease is not reasonably certain to use an optional extended lease term, payments associated with the optional period are not included within lease liabilities.

2. Other leases

The Group leases transportation equipment, with lease terms of two to three years.

(n) Employee benefits

1. Defined benefit plans

Management believes that there was no material volatility of the market, no material reimbursement and settlement or other material one-time events since prior fiscal year. As a result, pension cost in the accompanying interim consolidated financial statements was measured and disclosed according to the actuarial report as of December 31, 2020 and 2019.



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The Group's pension costs recognized in profit or loss were as follows:

|                    | For the three months ended<br>September 30, |               | For the nine months ended<br>September 30, |               |
|--------------------|---|---------------|--|---------------|
|                    | 2021  | 2020          | 2021                                       | 2020          |
| Operating expenses | \$ <u>16,183</u>                            | <u>17,469</u> | <u>49,227</u>                              | <u>52,392</u> |

**2. Defined contribution plans**

The pension costs incurred from the contributions were as follows:

|                    | For the three months ended<br>September 30, |               | For the nine months ended<br>September 30, |                |
|--------------------|---|---------------|--|----------------|
|                    | 2021  | 2020          | 2021                                       | 2020           |
| Operating costs    | \$ -  | -             | -  | 458            |
| Operating expenses | <u>81,246</u>                               | <u>53,508</u> | <u>237,487</u>                             | <u>163,130</u> |
| Total              | \$ <u>81,246</u>                            | <u>53,508</u> | <u>237,487</u>                             | <u>163,588</u> |

**(o) Income taxes**

The components of income tax were as follows:

|   | For the three months ended<br>September 30, |                  | For the nine months ended<br>September 30, |                  |
|---|---|------------------|--|------------------|
|   | 2021  | 2020             | 2021                                       | 2020             |
| Total income tax expense<br>from continuing<br>operations | \$ <u>3,044,484</u>                         | <u>1,847,811</u> | <u>8,818,542</u>                           | <u>5,188,715</u> |

The components of income tax recognized in other comprehensive income were as follows:

|  | For the three months ended<br>September 30, |               | For the nine months ended<br>September 30, |               |
|--|---|---------------|--|---------------|
|  | 2021  | 2020          | 2021                                       | 2020          |
| Components that may be<br>reclassified to profit or<br>loss:             |   |               |  |               |
| Foreign currency<br>translation<br>differences for<br>foreign operations | \$ <u>(26,399)</u>                          | <u>35,081</u> | <u>(49,919)</u>                            | <u>67,537</u> |

**(p) Share capital and other equity accounts**

Except for the following, there were no significant changes in capital and other equity for the nine months ended September 30, 2021 and 2020. Please refer to Note (6)(p) of the 2020 annual consolidated financial statements for other related information.

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**1. Share capital**

- 1) As of September 30, 2021 and 2020, the Company's authorized capital both consisted of 2,500,000 thousand shares with a par value of \$10 (NT dollars) per share, which includes common stock and preferred stock. As of September 30, 2021 and 2020, the issued common shares were worth \$14,503,944 and \$13,813,280, respectively, and issued Series A Preferred Shares were worth \$1,500,000. All the issued shares were fully paid, and the preferred shares were recognized as equity.

Due to the capital needs for future development (including operating capital, investing in the subsidiaries and repaying bank loans...etc.) the Board of Directors of the Company resolved to increase the Company's capital by issuing common shares of stock through the offering of global depositary receipts (GDRs) overseas on August 10, 2017, and the offering was approved by the Financial Supervisory Commission (FSC) on September 27, 2017. As of October 17, 2017, these global depositary receipts were priced at US\$12.28 per unit, and the Company issued 125,000,000 common shares of stock from the conversion of 25,000,000 units of global depositary receipts. Each unit of global depositary receipts represents 5 common shares of stock. The Company has listed global depositary receipts on the Euro multilateral trading facility market (Euro MTF market) of the Luxembourg Stock Exchange.

Due to the capital needs for investing in subsidiaries and repaying bank loans, the board of directors of the Company resolved to increase the Company's capital by issuing common shares of stock through the offering of GDRs overseas, and the offering was approved by the Financial Supervisory Commission (FSC) on August 3, 2012. As of October 9, 2012, these GDRs were priced at US\$8.59 per unit, and the Company issued 120,000,000 common shares of stock from the conversion of 24,000,000 units of GDRs. Each unit of GDRs represents 5 common shares of stock.

As of September 30, 2021, December 31, 2020, and September 30, 2020, the Company has listed 279,561, 160,880 and 160,880 units of GDRs, respectively, on the Euro MTF market of the Luxembourg Stock Exchange. Major terms and conditions for GDRs were as follows:

**A. Exercise of voting rights**

Holders of GDRs may exercise voting rights with respect to the common shares in the manner set out in "Terms and Conditions of the Global Depositary Shares-Voting Rights," as such provisions may be amended from time to time to comply with applicable ROC law.

**B. Dividend distributions, pre-emptive rights and other rights**

Holders of GDRs have same rights on dividend distribution and share distribution as the Company's existing common shareholders.

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2) Issuance of preferred shares

The shareholders' meeting has approved the amended Articles of Incorporation on rights and obligations of preferred shares on May 27, 2020. The Board of Directors approved the details issuing Series A Preferred Shares on July 29, 2020. The Company issued 150,000 thousand Series A Preferred Shares with a par value of \$10 per share, which amounted to \$15,000,000. The capital injection was approved by Financial Supervisory Commission R.O.C. (Taiwan). The subscription date was September 7, 2020. All the share prices of the issued shares have been received and all issued shares were registered and recognized as equity.

The rights and obligations of Series A Preferred Shares Issuance are listed as follows:

- A. Due date: Perpetual,
- B. Dividends: 3.8% per annum for Series A Preferred Shares (5-year IRS 0.5625%+3.2375%) calculated pursuant to issue price per share. Interest rate per annum will be reset on the day after the 5th anniversary of the issue date ("Issue Date") and the day after each subsequent 5-year period hereafter. The pricing base date shall be the first previous business day for financial institutions in Taipei. Record date for interest reset shall be the second previous business day for financial institutions in Taipei. The 5-year IRS rate shall be the arithmetic mean of 5-year IRS quotations as published by Reuter, TAIFXIRS and COSMOS3 at 11:00 a.m. of the day of the pricing base date and reset record date (must be a business day for Taipei's financial institutions). If the above quotations cannot be obtained on reset record date, interest rate shall be decided by the issuer in good faith and taken into account of reasonable market rate;
- C. Dividend Distributions: Cash dividends shall be distributed annually at one time. Once the Company's audited financial reports have been acknowledged in the annual general meeting, the Board of Directors shall set the record date for the distribution of Preferred Dividends of such financial year. Dividend distribution for the years of issuance and redemption shall be calculated pursuant to actual outstanding days of the given year;
- D. Upon the final settlement of the Company's annual accounts, if there are profits, the Company shall set aside out of the profits for each financial year: (i) a reserve for payment of tax for the relevant financial year; (ii) an amount to offset losses incurred in previous years; and (iii) a special surplus reserve as required by the applicable securities authority under the Applicable Public Company Rules, and the remaining profits shall be allocated first as the dividends of the Series A Preferred Shares ("Preferred Dividends") payable in such financial year;
- E. The Company has sole discretion on the distribution of Series A Preferred Dividends. In the event that there are no profits or insufficient profits for distributing Preferred Dividends, or due to other necessary considerations, the suspension of distributing Preferred Dividends shall not be deemed as an event of default under any agreements and directions in relation to the issuance of such Preferred Shares;

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- F. The Series A Preferred Shares issued by the Company shall be non-cumulative preferred shares. Any undistributed Preferred Dividends or shortfalls in Preferred Dividends distributed shall not be cumulative and shall cease to accrue and be payable, therefore no deferred payment will be paid in subsequent years where there are earnings;
- G. Excess Dividends Distribution: Except for the foregoing Preferred Dividends, the holders of the Series A Preferred Shares ("Preferred Shareholders") are not entitled to participate in the distribution of cash or stock dividends derived from earnings or capital reserves;
- H. Priority of Claims in liquidation: Upon any voluntary or involuntary liquidation, dissolution or winding-up of the Company, any surplus assets of the Company available for distribution to Series A Preferred Shareholders shall be first distributed to the Series A Preferred Shareholders. All Preferred Shareholders shall rank pari passu and such distribution shall be capped at the respective issue amount;
- I. Voting Rights and Election right: The Series A Preferred Shareholders shall have no voting rights and no rights to vote on election of directors in a general meeting. Notwithstanding the foregoing, the Series A Preferred Shareholders shall have voting rights in a separate meeting of the Series A Preferred Shares;
- J. Conversion right: Series A Preferred Shares are not convertible to ordinary shares;
- K. Redemption of preferred shares: The Series A Preferred Shareholders have no right to request the Company to redeem the preferred shares they hold; Notwithstanding the foregoing, subject to compliance with the Companies Law, the Company may, upon the approval by the Board of Directors, redeem all or a part of the outstanding issued Series A Preferred Shares, at any time on the next business day after five years of issuance, at the original issue price and on such terms as the Board of Directors may approve. The rights and obligations set forth in the foregoing paragraphs shall remain unchanged to the unredeemed Series A Preferred Shareholders.

**2.Capital surplus**

The components of capital surplus were as follows:

|  | <u><b>2021.9.30</b></u>            | <u><b>2020.12.31</b></u>        | <u><b>2020.9.30</b></u>         |
|--|------------------------------------|---------------------------------|---------------------------------|
| Share capital  | \$ 30,852,945                      | 30,852,945                      | 30,852,945                      |
| Changes in equity of associates and joint ventures accounted for using equity method | 44,455                             | 30,396                          | 15,683                          |
| Others   | 1,407                              | 623                             | 623                             |
|  | <u><u><b>\$ 30,898,807</b></u></u> | <u><u><b>30,883,964</b></u></u> | <u><u><b>30,869,251</b></u></u> |

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**3. Retained earnings**

According to the Articles of Association, the Company is required to appropriate earnings every accounting year. The after-tax earnings are initially used to offset cumulative losses, and then a special reserve and preferred dividends are appropriated from the remainder. Without necessarily violating the Cayman Islands Companies Law, the Company is able to retain reasonable amount of earnings for Company development. Dividends of at least 25% of such annual profit of which cash dividends shall not be less than 30% of the total amount of dividends.

**1) Special reserve**

In accordance with Permit No. 1010012865 as issued by the Financial Supervisory Commission on April 6, 2012, a special reserve equal to the debit balance of unrealized loss on financial instruments in the stockholders' equity, is appropriated from unappropriated retained earnings pursuant to Article No.41 of the Securities and Exchange Act. When appropriating a special reserve for the first time, it is initially appropriated from current earnings and any deficiency is appropriated from the undistributed earnings of prior years. For the second year and years thereafter, the increase or decrease in the balance of unrealized loss on financial instruments in subsequent year, as shown in the statement of changes in stockholders' equity, is either subject to further appropriation for special reserve, or reversed to retained earnings.

**2) Earnings distribution**

The Company's 2020 earnings distribution proposal has reached the statutory resolution threshold through the electronic voting on May 25, 2021, and the Company held the shareholders' meeting on July 16, 2021.

During the shareholders' meetings on July 16, 2021 and May 27, 2020, the shareholders resolved to distribute the 2020 and 2019 earnings. These earnings were appropriated as follows:

|  | <b>2020</b>                            |                            | <b>2019</b>                            |                         |
|--|--|----------------------------|--|-------------------------|
|  | <b>Amount<br/>per share<br/>(TWDS)</b> | <b>Total<br/>amount</b>    | <b>Amount<br/>per share<br/>(TWDS)</b> | <b>Total<br/>amount</b> |
| Dividends distributed to<br>common shareholders    |  |                            |  |                         |
| Cash   | \$ 5.0                                 | 6,906,640                  | 4.6                                    | 6,109,720               |
| Shares   | 0.5                                    | 690,664                    | 0.4                                    | 531,280                 |
| Total  |  | <u><u>\$ 7,597,304</u></u> |  | <u><u>6,641,000</u></u> |
| Dividends distributed to<br>preferred shareholders |  |                            |  |                         |
| Series A preferred shares                          |  | <u><u>181,151</u></u>      |  | <u><u>-</u></u>         |

The information on prior year's distribution of the Company's earnings can be accessed from the Market Observation Post System on the internet.

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4. Non-controlling interests (net of tax)

|   | <b>For the nine months ended<br/>September 30,</b> |                         |
|---|--|-------------------------|
|   | <b>2021</b>  | <b>2020</b>             |
| Opening balance   | \$ 4,483,130                                       | 4,176,058               |
| Attributable to non-controlling interests                     |  |                         |
| Net income  | 767,778  | 497,582                 |
| Other comprehensive income                                    | (511,088)  | (308,583)               |
| Cash capital increase in subsidiary                           | 1,349,155  | 146,244                 |
| Subsidiary distributes dividends to non-controlling interests | (334,745)  | (302,484)               |
| The Group purchases shares from non-controlling interests     | (27,860)   | (94,613)                |
| Ending balance  | <u><u>\$ 5,726,370</u></u>                         | <u><u>4,114,204</u></u> |

(q) Earnings per share

The basic and diluted earnings per share were calculated as follows:

|   | <b>For the nine months ended September 30,</b> |                          |
|---|--|--------------------------|
|   | <b>2021</b>                                    | <b>2020</b>              |
| Profit attributable to the company  | \$ 16,028,353                                  | 12,376,676               |
| Dividends distributed to preferred shareholders series A preferred shares | (181,151)                                      | -                        |
| Profit attributable to common stockholders of the Company                 | <u><u>\$ 15,847,202</u></u>                    | <u><u>12,376,676</u></u> |

  

|   | <b>For the three months ended<br/>September 30,</b> |                         | <b>For the nine months ended<br/>September 30,</b> |                          |
|---|---|-------------------------|--|--------------------------|
|   | <b>2021</b>   | <b>2020</b>             | <b>2021</b>  | <b>2020</b>              |
| Profit attributable to common stockholders of the Company | <u><u>\$ 5,528,348</u></u>                          | <u><u>4,487,351</u></u> | <u><u>15,847,202</u></u>                           | <u><u>12,376,676</u></u> |
| Weighted average number of ordinary shares                | <u><u>1,450,394</u></u>                             | <u><u>1,450,394</u></u> | <u><u>1,450,394</u></u>                            | <u><u>1,450,394</u></u>  |
| Weighted average number of ordinary shares (Diluted)      | <u><u>1,450,409</u></u>                             | <u><u>1,450,417</u></u> | <u><u>1,450,409</u></u>                            | <u><u>1,450,417</u></u>  |

Noted: Potential ordinary shares have no dilutive effect.

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(r) Employee and board of directors compensation

According to the Articles of Association, if there are surplus profits, the annual surplus profits shall be allocated in accordance with the following sequence and manner; however, if the Company has accumulated losses, such accumulated losses shall first be offset against the annual profits:

- a) Between 0.01% and 1% of the surplus profits before tax of each financial years as employees' compensation;
- b) Not to exceed 0.1% of the surplus profits before tax of each financial year as directors' compensation.

For the three months and the nine months ended September 30, 2021 and 2020, the Company estimated its employees' remuneration amounting to \$901, \$673, \$2,622 and \$1,857, and directors' remuneration amounting to \$6,005, \$3,142, \$17,480 and \$8,665, respectively. These estimated amounts were calculated based on the net profit before tax, excluding the remuneration to employees and directors of each period, multiplied by the percentage of remuneration to employees and directors as specified in the Company's Articles. These remunerations were expensed under operating costs or operating expenses during 2021 and 2020. If there are any subsequent adjustments to the actual remuneration amounts after the annual shareholders' meeting, the adjustment will be regarded as changes in accounting estimates and will be reflected in profit or loss in the following year.

For 2020 and 2019, the Company recognized employees' remuneration amounting to \$2,532 and \$2,320, and directors' remuneration amounting to \$16,846 and \$15,389, respectively. The amounts, as stated in the condensed interim consolidated financial statements, are identical to those of the actual distributions for 2020 and 2019. Related information would be available at the Market Observation Post System website.

(s) Net other income and expenses

The components of net other income and expenses were as follows:

|  | For the three months ended<br>September 30, |               | For the nine months ended<br>September 30, |                |
|--|---|---------------|--|----------------|
|  | 2021  | 2020          | 2021                                       | 2020           |
| Net losses on disposal of foreclosed assets          | \$ (31,594)                                 | (48,208)      | (118,192)                                  | (151,088)      |
| Net impairment (losses) profits on foreclosed assets | (2,885)                                     | 10,887        | 7,093                                      | (3,905)        |
| Gain on doubtful debt recoveries                     | 184,886                                     | 137,197       | 575,999                                    | 420,850        |
| Effect of changes in lease contract                  | -   | 94            | -  | (246)          |
| Others   | 2   | -             | 2  | 3              |
|  | <u>\$ 150,409</u>                           | <u>99,970</u> | <u>464,902</u>                             | <u>265,614</u> |



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(t) Other gains and losses

The components of other gains and losses were as follows:

|   | For the three months ended<br>September 30, |                | For the nine months ended<br>September 30, |                |
|---|---|----------------|--|----------------|
|   | 2021  | 2020           | 2021                                       | 2020           |
| Interest on lease liabilities \$  | (8,593)                                     | (11,520)       | (29,232)                                   | (40,892)       |
| Net foreign exchange<br>(losses) gains  | (26,144)                                    | (20,785)       | (5,003)                                    | (110,635)      |
| Net (losses) gains on<br>disposal of property,<br>plant and equipment   | (26)  | (3)            | 978  | (1,376)        |
| Net (losses) gains on<br>valuation of financial<br>assets measured at fair<br>value through profit or<br>loss | 16,106                                      | (140)          | 47,680                                     | (52,364)       |
| Effect of changes in lease<br>contract  | (1,927)                                     | (228)          | (1,274)                                    | (228)          |
| Others  | 202,889                                     | 137,965        | 852,059                                    | 677,744        |
|   | <u>\$ 182,305</u>                           | <u>105,289</u> | <u>865,208</u>                             | <u>472,249</u> |

(u) Financial instruments

1. Credit risks

1) Credit risks exposure

The carrying amounts of financial assets represented the maximum credit risk exposure of the Group. As of September 30, 2021, December 31, 2020, and September 30, 2020, the maximum exposure to credit risks amounted to \$602,928,069, \$540,226,711 and \$505,213,499, respectively.

The non-performing loans (net of allowance for doubtful accounts) amounted to \$63,881, \$72,658 and \$84,308 as of September 30, 2021, December 31, 2020, and September 30, 2020, respectively.



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The loans and receivables originated by the Group and their related allowance for impairment at the reporting date by geographic regions were as follows:

|                                     | <u>Taiwan</u>         | <u>China</u>       | <u>ASEAN</u>      | <u>Others</u>    | <u>Total</u>       |
|-------------------------------------|-----------------------|--------------------|-------------------|------------------|--------------------|
| <b><u>September 30, 2021</u></b>    |                       |                    |                   |                  |                    |
| <b>Gross loans and receivables:</b> |                       |                    |                   |                  |                    |
| Neither past due nor impaired       |                       |                    |                   |                  |                    |
| 12-month ECL                        | \$ 254,803,532        | 182,242,413        | 53,352,637        | -                | 490,398,582        |
| Lifetime ECL                        | -                     | 831,018            | 12,042,625        | 4,484,399        | 17,358,042         |
| Past due or monitored               |                       |                    |                   |                  |                    |
| Lifetime ECL                        | 793,788               | 108,729            | 3,864,269         | 27,795           | 4,794,581          |
| Impaired                            |                       |                    |                   |                  |                    |
| Lifetime ECL                        | <u>6,056,598</u>      | <u>3,431,176</u>   | <u>2,823,622</u>  | <u>75,195</u>    | <u>12,386,591</u>  |
| Gross carrying amounts              | <u>\$ 261,653,918</u> | <u>186,613,336</u> | <u>72,083,153</u> | <u>4,587,389</u> | <u>524,937,796</u> |
| Allowance for losses                | <u>5,152,656</u>      | <u>4,715,352</u>   | <u>2,432,780</u>  | <u>103,900</u>   | <u>12,404,688</u>  |
| Carrying amount                     | <u>\$ 256,501,262</u> | <u>181,897,984</u> | <u>69,650,373</u> | <u>4,483,489</u> | <u>512,533,108</u> |

**Taiwan**

|  | <u>For the nine months ended September 30, 2021</u> |  |  |                  |
|--|---|--|--|------------------|
|  | <u>12-month<br/>ECL</u>                             | <u>Lifetime ECL-<br/>not credit<br/>impaired</u> | <u>Lifetime ECL-<br/>credit impaired</u> | <u>Total</u>     |
| Balance at January 1, 2021                   | \$ 2,326,842  | 57,737   | 2,274,792                                | 4,659,371        |
| Impairment loss recognized                   | 364,682   | 4,632  | 2,019,095                                | 2,388,409        |
| Transfer to lifetime ECL- credit<br>impaired | (8,829)   | -  | 8,829                                    | -                |
| Bad debts written-off                        | (2,905)   | -  | (1,880,802)                              | (1,883,707)      |
| Others                                       | <u>(5,379)</u>                                      | <u>(202)</u>                                     | <u>(5,836)</u>                           | <u>(11,417)</u>  |
| Balance at September 30, 2021                | <u>\$ 2,674,411</u>                                 | <u>62,167</u>                                    | <u>2,416,078</u>                         | <u>5,152,656</u> |

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|  | <b>For the nine months ended September 30, 2021</b> |  |  |                  |
|--|---|--|--|------------------|
|  | <b>12-month<br/>ECL</b>                             | <b>Lifetime ECL-<br/>not credit<br/>impaired</b> | <b>Lifetime ECL-<br/>credit impaired</b> | <b>Total</b>     |
| Balance at January 1, 2021                   | \$ 3,127,305  | 13,215   | 1,629,608                                | 4,770,128        |
| Impairment loss (profit) recognized          | 747,961   | (6,911)  | 598,720                                  | 1,339,770        |
| Transfer to lifetime ECL-not credit impaired | (19,472)  | 19,472   | -  | -                |
| Transfer to lifetime ECL- credit impaired    | (660,319)   | -  | 660,319                                  | -                |
| Bad debts written-off                        | -   | -  | (1,315,910)                              | (1,315,910)      |
| Others                                       | (51,927)  | (306)  | (26,403)                                 | (78,636)         |
| Balance at September 30, 2021                | <u>\$ 3,143,548</u>                                 | <u>25,470</u>                                    | <u>1,546,334</u>                         | <u>4,715,352</u> |

**ASEAN**

|  | <b>For the nine months ended September 30, 2021</b> |  |  |                  |
|--|---|--|--|------------------|
|  | <b>12-month<br/>ECL</b>                             | <b>Lifetime ECL-<br/>not credit<br/>impaired</b> | <b>Lifetime ECL-<br/>credit impaired</b> | <b>Total</b>     |
| Balance at January 1, 2021                   | \$ 363,194  | 713,674  | 1,463,045                                | 2,539,913        |
| Impairment loss (profit) recognized          | 603,979   | (301,005)  | 604,244                                  | 907,218          |
| Transfer to lifetime ECL-not credit impaired | (117,184)   | 117,184  | -  | -                |
| Transfer to lifetime ECL- credit impaired    | (122,498)   | (49,536)   | 172,034                                  | -                |
| Bad debts written-off                        | (339)   | (2,083)  | (779,363)                                | (781,785)        |
| Others                                       | (56,550)  | (41,886)   | (134,130)                                | (232,566)        |
| Balance at September 30, 2021                | <u>\$ 670,602</u>                                   | <u>436,348</u>                                   | <u>1,325,830</u>                         | <u>2,432,780</u> |

**Others**

|                               | <b>For the nine months ended September 30, 2021</b> |  |  |                |
|-------------------------------|---|--|--|----------------|
|                               | <b>12-month<br/>ECL</b>                             | <b>Lifetime ECL-<br/>not credit<br/>impaired</b> | <b>Lifetime ECL-<br/>credit impaired</b> | <b>Total</b>   |
| Balance at January 1, 2021    | \$ -  | 130,196  | -  | 130,196        |
| Impairment profit recognized  | -   | (24,821)   | -  | (24,821)       |
| Others                        | -   | (1,663)  | 188                                      | (1,475)        |
| Balance at September 30, 2021 | <u>\$ -</u>   | <u>103,712</u>                                   | <u>188</u>                               | <u>103,900</u> |

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|                                     | <u>Taiwan</u>         | <u>China</u>       | <u>ASEAN</u>      | <u>Others</u>    | <u>Total</u>       |
|-------------------------------------|-----------------------|--------------------|-------------------|------------------|--------------------|
| <b>December 31, 2020</b>            |                       |                    |                   |                  |                    |
| <b>Gross loans and receivables:</b> |                       |                    |                   |                  |                    |
| Neither past due nor impaired       |                       |                    |                   |                  |                    |
| 12-month ECL                        | \$ 222,805,558        | 175,149,747        | 39,880,801        | 1,888,582        | 439,724,688        |
| Lifetime ECL                        | -                     | 453,667            | 22,186,760        | 2,660,001        | 25,300,428         |
| Past due or monitored               |                       |                    |                   |                  |                    |
| Lifetime ECL                        | 1,505,295             | 66,578             | 3,386,129         | 114,292          | 5,072,294          |
| Impaired                            |                       |                    |                   |                  |                    |
| Lifetime ECL                        | <u>5,613,794</u>      | <u>3,460,553</u>   | <u>2,605,782</u>  | <u>115,346</u>   | <u>11,795,475</u>  |
| Gross carrying amounts              | <u>\$ 229,924,647</u> | <u>179,130,545</u> | <u>68,059,472</u> | <u>4,778,221</u> | <u>481,892,885</u> |
| Allowance for losses                | <u>4,659,371</u>      | <u>4,770,128</u>   | <u>2,539,913</u>  | <u>130,196</u>   | <u>12,099,608</u>  |
| Carrying amount                     | <u>\$ 225,265,276</u> | <u>174,360,417</u> | <u>65,519,559</u> | <u>4,648,025</u> | <u>469,793,277</u> |

**Taiwan**

|                              | <u>For the year ended December 31, 2020</u> |  |  |                  |
|------------------------------|---|--|--|------------------|
|                              | <u>12-month ECL</u>                         | <u>Lifetime ECL-<br/>not credit<br/>impaired</u> | <u>Lifetime ECL-<br/>credit impaired</u> | <u>Total</u>     |
| Balance at January 1, 2020   | \$ 1,752,730                                | 42,829   | 2,271,108                                | 4,066,667        |
| Impairment loss recognized   | 597,958                                     | 15,263   | 2,235,365                                | 2,848,586        |
| Bad debts written-off        | (12,952)                                    | -  | (2,217,235)                              | (2,230,187)      |
| Others                       | <u>(10,894)</u>                             | <u>(355)</u>                                     | <u>(14,446)</u>                          | <u>(25,695)</u>  |
| Balance at December 31, 2020 | <u>\$ 2,326,842</u>                         | <u>57,737</u>                                    | <u>2,274,792</u>                         | <u>4,659,371</u> |

**China**

|  | <u>For the year ended December 31, 2020</u> |  |  |                  |
|--|---|--|--|------------------|
|  | <u>12-month ECL</u>                         | <u>Lifetime ECL-<br/>not credit<br/>impaired</u> | <u>Lifetime ECL-<br/>credit impaired</u> | <u>Total</u>     |
| Balance at January 1, 2020                   | \$ 2,391,670                                | 7,418  | 1,332,791                                | 3,731,879        |
| Impairment loss (profit) recognized          | 2,042,231                                   | (7,062)  | 937,812                                  | 2,972,981        |
| Transfer to lifetime ECL-not credit impaired | (12,611)                                    | 12,611   | -  | -                |
| Transfer to lifetime ECL- credit impaired    | (1,349,194)                                 | -  | 1,349,194                                | -                |
| Bad debts written-off                        | -   | -  | (2,018,482)                              | (2,018,482)      |
| Others                                       | <u>55,209</u>                               | <u>248</u>                                       | <u>28,293</u>                            | <u>83,750</u>    |
| Balance at December 31, 2020                 | <u>\$ 3,127,305</u>                         | <u>13,215</u>                                    | <u>1,629,608</u>                         | <u>4,770,128</u> |

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**ASEAN**

|   | <b>For the year ended December 31, 2020</b> |  |  |                  |
|---|---|--|--|------------------|
|   | <b>12-month<br/>ECL</b>                     | <b>Lifetime ECL-<br/>not credit<br/>impaired</b> | <b>Lifetime ECL-<br/>credit impaired</b> | <b>Total</b>     |
| Balance at January 1, 2020                      | \$ 224,911                                  | 538,921  | 1,489,476                                | 2,253,308        |
| Impairment loss recognized                      | 328,615                                     | 157,426  | 805,545                                  | 1,291,586        |
| Transfer to lifetime ECL-not credit<br>impaired | (90,952)                                    | 90,952   | -  | -                |
| Transfer to lifetime ECL- credit<br>impaired    | (88,189)                                    | (46,260)   | 134,449                                  | -                |
| Bad debts written-off                           | -   | (1,553)  | (886,475)                                | (888,028)        |
| Others  | (11,191)                                    | (25,812)   | (79,950)                                 | (116,953)        |
| Balance at December 31, 2020                    | <u>\$ 363,194</u>                           | <u>713,674</u>                                   | <u>1,463,045</u>                         | <u>2,539,913</u> |

**Others**

|                              | <b>For the year ended December 31, 2020</b> |  |  |                |
|------------------------------|---|--|--|----------------|
|                              | <b>12-month<br/>ECL</b>                     | <b>Lifetime ECL-<br/>not credit<br/>impaired</b> | <b>Lifetime ECL-<br/>credit impaired</b> | <b>Total</b>   |
| Balance at January 1, 2020   | \$ -  | 141,263  | -  | 141,263        |
| Impairment profit recognized | -   | (5,089)  | -  | (5,089)        |
| Others                       | -   | (5,978)  | -  | (5,978)        |
| Balance at December 31, 2020 | <u>\$ -</u>                                 | <u>130,196</u>                                   | <u>-</u>                                 | <u>130,196</u> |

**September 30, 2020**

**Gross loans and receivables:**

|                               | <b>Taiwan</b>         | <b>China</b>       | <b>ASEAN</b>      | <b>Others</b>    | <b>Total</b>       |
|-------------------------------|-----------------------|--------------------|-------------------|------------------|--------------------|
| Neither past due nor impaired |                       |                    |                   |                  |                    |
| 12-month ECL                  | \$ 211,262,456        | 156,691,949        | 37,639,594        | 1,957,613        | 407,551,612        |
| Lifetime ECL                  | 429,269               | 359,085            | 19,947,816        | 2,064,593        | 22,800,763         |
| Past due or monitored         |                       |                    |                   |                  |                    |
| Lifetime ECL                  | 1,485,447             | 76,571             | 3,337,038         | 515,734          | 5,414,790          |
| Impaired                      |                       |                    |                   |                  |                    |
| Lifetime ECL                  | 5,984,700             | 3,695,819          | 2,705,495         | 117,857          | 12,503,871         |
| Gross carrying amounts        | <u>\$ 219,161,872</u> | <u>160,823,424</u> | <u>63,629,943</u> | <u>4,655,797</u> | <u>448,271,036</u> |
| Allowance for losses          | 4,501,753             | 4,315,403          | 2,459,100         | 125,088          | 11,401,344         |
| Carrying amount               | <u>\$ 214,660,119</u> | <u>156,508,021</u> | <u>61,170,843</u> | <u>4,530,709</u> | <u>436,869,692</u> |

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**Taiwan**

|                               | <b>For the nine months ended September 30, 2020</b> |   |  |                  |
|-------------------------------|---|---|--|------------------|
|                               | <b>12-month<br/>ECL</b>                             | <b>Lifetime ECL-<br/>not credit-<br/>impaired</b> | <b>Lifetime ECL-<br/>credit-impaired</b> | <b>Total</b>     |
| Balance at January 1, 2020    | \$ 1,752,730  | 42,829  | 2,271,108                                | 4,066,667        |
| Impairment loss recognized    | 357,472   | 8,418   | 1,708,242                                | 2,074,132        |
| Bad debts written-off         | (5,393)   | -   | (1,620,539)                              | (1,625,932)      |
| Others                        | (4,611)   | (219)   | (8,284)                                  | (13,114)         |
| Balance at September 30, 2020 | <u>\$ 2,100,198</u>                                 | <u>51,028</u>                                     | <u>2,350,527</u>                         | <u>4,501,753</u> |

**China**

|   | <b>For the nine months ended September 30, 2020</b> |   |  |                  |
|---|---|---|--|------------------|
|   | <b>12-month<br/>ECL</b>                             | <b>Lifetime ECL-<br/>not credit-<br/>impaired</b> | <b>Lifetime ECL-<br/>credit-impaired</b> | <b>Total</b>     |
| Balance at January 1, 2020                      | \$ 2,391,671  | 7,418   | 1,332,790                                | 3,731,879        |
| Impairment loss (profit) recognized             | 2,061,497   | (4,564)   | 103,659                                  | 2,160,592        |
| Transfer to lifetime ECL-not credit<br>impaired | (8,849)   | 8,849   | -  | -                |
| Transfer to lifetime ECL- credit<br>impaired    | (1,615,120)   | -   | 1,615,120                                | -                |
| Bad debts written-off                           | -   | -   | (1,547,415)                              | (1,547,415)      |
| Others  | (18,890)  | (52)  | (10,711)                                 | (29,653)         |
| Balance at September 30, 2020                   | <u>\$ 2,810,309</u>                                 | <u>11,651</u>                                     | <u>1,493,443</u>                         | <u>4,315,403</u> |

**ASEAN**

|   | <b>For the nine months ended September 30, 2020</b> |   |  |                  |
|---|---|---|--|------------------|
|   | <b>12-month<br/>ECL</b>                             | <b>Lifetime ECL-<br/>not credit-<br/>impaired</b> | <b>Lifetime ECL-<br/>credit-impaired</b> | <b>Total</b>     |
| Balance at January 1, 2020                      | \$ 224,911  | 538,921   | 1,489,476                                | 2,253,308        |
| Impairment loss recognized                      | 304,196   | 131,571   | 461,313                                  | 897,080          |
| Transfer to lifetime ECL-not credit<br>impaired | (98,287)  | 98,287  | -  | -                |
| Transfer to lifetime ECL- credit<br>impaired    | (69,585)  | (57,052)  | 126,637                                  | -                |
| Bad debts written-off                           | -   | (1,267)   | (518,350)                                | (519,617)        |
| Others  | (21,312)  | (33,962)  | (116,397)                                | (171,671)        |
| Balance at September 30, 2020                   | <u>\$ 339,923</u>                                   | <u>676,498</u>                                    | <u>1,442,679</u>                         | <u>2,459,100</u> |

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**Others**

|                               | <b>For the nine months ended September 30, 2020</b> |   |  | <b>Total</b>   |
|-------------------------------|---|---|--|----------------|
|                               | <b>12-month<br/>ECL</b>                             | <b>Lifetime ECL-<br/>not credit-<br/>impaired</b> | <b>Lifetime ECL-<br/>credit-impaired</b> |                |
| Balance at January 1, 2020    | \$ -  | 141,263   | -  | 141,263        |
| Impairment loss recognized    | -   | (12,683)  | -  | (12,683)       |
| Others                        | -   | (3,492)   | -  | (3,492)        |
| Balance at September 30, 2020 | <u>\$ -</u>   | <u>125,088</u>                                    | <u>-</u>                                 | <u>125,088</u> |

2) Loans and receivables which were neither past due nor impaired

The credit quality of the portfolio classified as loans and receivables neither past due nor impaired is under the circumstances that borrowers are with good credit rate and have no overdue records.

3) Loans and receivables which were past due or monitored

Loans and receivables that were past due or monitored, includes loans and receivables with renegotiated terms. Loans with renegotiated terms are due to the borrower's deteriorating financial position and where the Group has made concessions that it would not otherwise consider. Such activities include extended payment arrangements, approved external debt management plans, deferring foreclosure, modification, loan rewrites and/or deferral of payments pending a change in circumstances.

When loans and receivables of contractual interest or principal payments are past due, the Group considers that impairment loss has not been incurred, because the level of collateral available exceeds the amounts owed to the Group, or the overdue repayments are considered temporary issues.

The following table sets forth the aging of loans and receivables past due:

|                              | <b>2021.9.30</b>    | <b>2020.12.31</b> | <b>2020.9.30</b> |
|------------------------------|---------------------|-------------------|------------------|
| Past due up to 30 days       | \$ 1,063,560        | 453,012           | 563,399          |
| Past due from 31 to 90 days  | 3,386,389           | 3,517,659         | 4,155,325        |
| Past due from 91 to 180 days | 16,089              | 227,740           | 114,820          |
| Past due over 180 days       | 328,543             | 873,883           | 581,246          |
|                              | <u>\$ 4,794,581</u> | <u>5,072,294</u>  | <u>5,414,790</u> |

4) Impaired loans and receivables

Impaired loans and receivables are loans and receivables for which the Group determine that it will be unable to collect part of principal and interest due according to the contracted terms of the loans and receivables.

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**2. Liquidity risks**

The following are the contractual maturities of financial liabilities of the Group, including estimated interest payments and excluding the impact of netting arrangements:

|  | <u>Carrying<br/>amount</u>   | <u>Contractual<br/>cash flows</u> | <u>Less than<br/>1 month</u> | <u>1 to 3<br/>months</u> | <u>3 months to<br/>1 year</u> | <u>1 to 5<br/>years</u>   | <u>More than<br/>5 years</u> | <u>On demand</u>        |
|--|------------------------------|-----------------------------------|------------------------------|--------------------------|-------------------------------|---------------------------|------------------------------|-------------------------|
| <b>September 30, 2021</b>                    |                              |                                   |                              |                          |                               |                           |                              |                         |
| <b>Non-derivative financial liabilities</b>  |                              |                                   |                              |                          |                               |                           |                              |                         |
| Secured bank loans                           | \$ 68,596,662                | 71,205,304                        | 3,671,267                    | 8,111,521                | 31,379,259                    | 27,896,735                | 146,522                      | -                       |
| Unsecured bank and other loans               | 244,279,819                  | 251,155,050                       | 24,041,084                   | 22,413,959               | 60,298,171                    | 142,107,045               | 1,217,763                    | 1,077,028               |
| Notes payable from securitization            | 11,420,796                   | 11,602,217                        | 716,074                      | 1,429,398                | 5,016,495                     | 4,440,250                 | -                            | -                       |
| Short-term notes and bills payable           | 95,298,838                   | 95,510,000                        | 12,470,000                   | 19,940,000               | 63,100,000                    | -                         | -                            | -                       |
| Bonds payables                               | 45,903,548                   | 48,716,533                        | 1,006,822                    | 429,339                  | 5,106,081                     | 36,600,001                | 5,574,290                    | -                       |
| Other payables                               | 15,542,031                   | 15,606,779                        | 8,279,645                    | 650,863                  | 2,758,637                     | 1,190,034                 | 23,312                       | 2,704,288               |
| Deposits relating to collateral of customers | 59,037,141                   | 59,103,148                        | 498,637                      | 1,113,078                | 9,945,135                     | 45,741,399                | 72,010                       | 1,732,889               |
| Lease liabilities                            | 4,849,151                    | 5,560,086                         | 60,460                       | 118,206                  | 470,473                       | 1,212,950                 | 3,697,997                    | -                       |
| <b>Derivative financial liabilities</b>      |                              |                                   |                              |                          |                               |                           |                              |                         |
| Financial liabilities for hedging            | <u>1,405,077</u>             | <u>1,405,077</u>                  | <u>-</u>                     | <u>-</u>                 | <u>1,060,396</u>              | <u>344,681</u>            | <u>-</u>                     | <u>-</u>                |
|  | <b><u>\$ 546,333,063</u></b> | <b><u>559,864,194</u></b>         | <b><u>50,743,989</u></b>     | <b><u>54,206,364</u></b> | <b><u>179,134,647</u></b>     | <b><u>259,533,095</u></b> | <b><u>10,731,894</u></b>     | <b><u>5,514,205</u></b> |
| <b>December 31, 2020</b>                     |                              |                                   |                              |                          |                               |                           |                              |                         |
| <b>Non-derivative financial liabilities</b>  |                              |                                   |                              |                          |                               |                           |                              |                         |
| Secured bank loans                           | \$ 73,952,387                | 77,014,876                        | 3,239,499                    | 7,549,279                | 35,001,195                    | 30,991,526                | 185,594                      | 47,783                  |
| Unsecured bank and other loans               | 204,145,766                  | 210,085,482                       | 22,516,647                   | 20,347,098               | 36,372,271                    | 126,707,400               | 3,855,365                    | 286,701                 |
| Notes payable from securitization            | 10,434,751                   | 10,822,774                        | 729,702                      | 1,400,490                | 2,327,865                     | 2,036,603                 | 4,328,114                    | -                       |
| Short-term notes and bills payable           | 83,998,707                   | 84,230,000                        | 10,750,000                   | 14,540,000               | 58,940,000                    | -                         | -                            | -                       |
| Bonds payables                               | 35,645,100                   | 38,304,512                        | 53,512                       | 1,845,300                | 3,483,574                     | 31,126,846                | 1,795,280                    | -                       |
| Other payables                               | 17,888,136                   | 18,000,020                        | 11,574,559                   | 1,544,118                | 1,522,435                     | 984,663                   | 23,312                       | 2,350,933               |
| Deposits relating to collateral of customers | 54,646,385                   | 54,662,814                        | 700,116                      | 880,634                  | 9,225,422                     | 42,426,547                | 137,805                      | 1,292,290               |
| Lease liabilities                            | 4,222,448                    | 4,901,831                         | 55,656                       | 108,659                  | 476,653                       | 1,156,903                 | 3,103,960                    | -                       |
| <b>Derivative financial liabilities</b>      |                              |                                   |                              |                          |                               |                           |                              |                         |
| Financial liabilities for hedging            | <u>1,402,120</u>             | <u>1,402,120</u>                  | <u>-</u>                     | <u>-</u>                 | <u>1,402,120</u>              | <u>-</u>                  | <u>-</u>                     | <u>-</u>                |
|  | <b><u>\$ 486,335,800</u></b> | <b><u>499,424,429</u></b>         | <b><u>49,619,691</u></b>     | <b><u>48,215,578</u></b> | <b><u>148,751,535</u></b>     | <b><u>235,430,488</u></b> | <b><u>13,429,430</u></b>     | <b><u>3,977,707</u></b> |

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|  | <u>Carrying<br/>amount</u> | <u>Contractual<br/>cash flows</u> | <u>Less than<br/>1 month</u> | <u>1 to 3<br/>months</u> | <u>3 months to<br/>1 year</u> | <u>1 to 5<br/>years</u> | <u>More than<br/>5 years</u> | <u>On demand</u> |
|--|----------------------------|-----------------------------------|------------------------------|--------------------------|-------------------------------|-------------------------|------------------------------|------------------|
| <b>September 30, 2020</b>                    |                            |                                   |                              |                          |                               |                         |                              |                  |
| <b>Non-derivative financial liabilities</b>  |                            |                                   |                              |                          |                               |                         |                              |                  |
| Secured bank loans                           | \$ 74,397,689              | 76,716,682                        | 4,411,398                    | 9,911,024                | 33,750,048                    | 28,451,051              | 193,161                      | -                |
| Unsecured bank and other loans               | 200,909,039                | 207,816,886                       | 22,064,511                   | 23,758,817               | 36,934,108                    | 121,145,764             | 3,913,686                    | -                |
| Notes payable from securitization            | 5,784,166                  | 6,215,513                         | 11,081                       | 200,469                  | 1,388,424                     | 287,425                 | 4,328,114                    | -                |
| Short-term notes and bills payable           | 79,697,474                 | 79,960,000                        | 10,900,000                   | 13,690,000               | 55,370,000                    | -                       | -                            | -                |
| Bonds payables                               | 24,866,982                 | 25,963,675                        | 45,124                       | 32,902                   | 3,455,306                     | 21,924,593              | 505,750                      | -                |
| Other payables                               | 13,133,404                 | 13,144,726                        | 7,031,798                    | 701,969                  | 2,231,231                     | 926,628                 | -                            | 2,253,100        |
| Deposits relating to collateral of customers | 51,241,719                 | 51,289,936                        | 446,415                      | 753,806                  | 8,944,845                     | 39,858,879              | 44,862                       | 1,241,129        |
| Lease liabilities                            | 4,104,111                  | 4,767,139                         | 56,528                       | 110,327                  | 486,376                       | 1,203,582               | 2,910,326                    | -                |
| <b>Derivative financial liabilities</b>      |                            |                                   |                              |                          |                               |                         |                              |                  |
| Financial liabilities for hedging            | 371,346                    | 371,346                           | -                            | -                        | 371,346                       | -                       | -                            | -                |
|  | <u>\$ 454,505,930</u>      | <u>466,245,903</u>                | <u>44,966,855</u>            | <u>49,159,314</u>        | <u>142,931,684</u>            | <u>213,797,922</u>      | <u>11,895,899</u>            | <u>3,494,229</u> |

The Group is not expecting that the cash flows included in the maturity analysis could occur significantly earlier or at significantly different amounts.

### 3. Currency risks

#### 1) Exposure to currency risks

The Group's significant exposure to foreign currency risks was as follows:

|                         |  | <b>2021.9.30</b>     |                                |           |
|-------------------------|--|----------------------|--------------------------------|-----------|
|                         | <u>Foreign currency<br/>(In thousands)</u> | <u>Exchange rate</u> | <u>Functional<br/>currency</u> |           |
| <b>Financial assets</b> |  |                      |                                |           |
| <u>Monetary items</u>   |  |                      |                                |           |
| USD                     | \$ 27,485.07                               | USD : TWD 27.8500    |                                | 765,459   |
|                         | 61,711.99                                  | USD : GBP 0.7435     |                                | 1,718,679 |
|                         | 3,270.81                                   | USD : VND 23,112     |                                | 91,092    |
| JPY                     | 737,204.19                                 | JPY : USD 0.0089     |                                | 183,564   |
| EUR                     | 117,192.31                                 | EUR : USD 1.1605     |                                | 3,787,655 |
| CNY                     | 12,240.95                                  | CNY : USD 0.1546     |                                | 52,697    |
| HKD                     | 178,281.82                                 | HKD : USD 0.1284     |                                | 637,536   |
| KHR                     | 45,459,838.13                              | KHR : USD 0.0068     |                                | 310,384   |
| SGD                     | 17,192.06                                  | SGD : USD 0.7350     |                                | 351,921   |
| AUD                     | 1,570.94                                   | AUD : USD 0.7206     |                                | 31,529    |



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| <b>2021.9.30</b>             |  |           |                      |                                |
|------------------------------|--|-----------|----------------------|--------------------------------|
|                              | <b>Foreign currency<br/>(In thousands)</b> |           | <b>Exchange rate</b> | <b>Functional<br/>currency</b> |
| <u>Financial liabilities</u> |  |           |                      |                                |
| <u>Monetary items</u>        |  |           |                      |                                |
| USD                          | 2,598.99                                   | USD : VND | 23,112               | 72,382                         |
|                              | 61,711.99                                  | USD : GBP | 0.7435               | 1,718,679                      |
| JPY                          | 180,000.00                                 | JPY : USD | 0.0089               | 44,816                         |
| EUR                          | 91,000.00                                  | EUR : USD | 1.1605               | 2,941,113                      |
| HKD                          | 171,000.00                                 | HKD : USD | 0.1284               | 611,486                        |
| KHR                          | 18,330,000.00                              | KHR : USD | 0.0068               | 125,151                        |
| SGD                          | 18,000.00                                  | SGD : USD | 0.7350               | 368,461                        |
| CNY                          | 10,000.00                                  | CNY : USD | 0.1546               | 43,051                         |
| <b>2020.12.31</b>            |  |           |                      |                                |
|                              | <b>Foreign currency<br/>(In thousands)</b> |           | <b>Exchange rate</b> | <b>Functional<br/>currency</b> |
| <u>Financial assets</u>      |  |           |                      |                                |
| <u>Monetary items</u>        |  |           |                      |                                |
| USD                          | \$ 9,532.54                                | USD : TWD | 28.4800              | 271,487                        |
|                              | 67,471.63                                  | USD : GBP | 0.7321               | 1,921,592                      |
|                              | 3,736.29                                   | USD : VND | 25,658               | 106,410                        |
| JPY                          | 1,004,867.42                               | JPY : USD | 0.0097               | 277,645                        |
| EUR                          | 136,227.74                                 | EUR : USD | 1.2296               | 4,770,695                      |
| CNY                          | 25,986.11                                  | CNY : USD | 0.1537               | 113,741                        |
| KHR                          | 45,530,593.42                              | KHR : USD | 0.0070               | 320,571                        |
| SGD                          | 7,788.76                                   | SGD : USD | 0.7570               | 167,926                        |
| <u>Financial liabilities</u> |  |           |                      |                                |
| <u>Monetary items</u>        |  |           |                      |                                |
| USD                          | 3,428.57                                   | USD : VND | 25,658               | 97,646                         |
|                              | 67,471.63                                  | USD : GBP | 0.7321               | 1,921,592                      |
| JPY                          | 450,000.00                                 | JPY : USD | 0.0097               | 124,315                        |
| EUR                          | 91,000.00                                  | EUR : USD | 1.2296               | 3,186,807                      |
| KHR                          | 22,370,000.00                              | KHR : USD | 0.0070               | 157,353                        |
| SGD                          | 8,000.00                                   | SGD : USD | 0.7570               | 172,479                        |

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|                              |    | 2020.9.30                          |                   |                        |
|------------------------------|----|------------------------------------|-------------------|------------------------|
|                              |    | Foreign currency<br>(In thousands) | Exchange rate     | Functional<br>currency |
| <u>Financial assets</u>      |    |                                    |                   |                        |
| <u>Monetary items</u>        |    |                                    |                   |                        |
| USD                          | \$ | 88,056.38                          | USD : TWD 29.1000 | 2,562,441              |
|                              |    | 70,400.76                          | USD : GBP 0.7802  | 2,048,662              |
|                              |    | 4,109.77                           | USD : VND 25,752  | 119,594                |
| JPY                          |    | 793,739.02                         | JPY : USD 0.0095  | 218,754                |
| EUR                          |    | 98,014.75                          | EUR : USD 1.1735  | 3,347,204              |
| HKD                          |    | 45,375.38                          | HKD : USD 0.1290  | 170,339                |
| SGD                          |    | 6,571.64                           | SGD : USD 0.7306  | 139,713                |
| AUD                          |    | 10,000.00                          | AUD : USD 0.7119  | 207,151                |
| <u>Financial liabilities</u> |    |                                    |                   |                        |
| <u>Monetary items</u>        |    |                                    |                   |                        |
| USD                          |    | 3,763.14                           | USD : VND 25,752  | 109,507                |
|                              |    | 70,400.76                          | USD : GBP 0.7802  | 2,048,662              |
| JPY                          |    | 540,000.00                         | JPY : USD 0.0095  | 148,812                |
| EUR                          |    | 84,000.00                          | EUR : USD 1.1735  | 2,868,601              |
| HKD                          |    | 21,000.00                          | HKD : USD 0.1290  | 78,832                 |
| AUD                          |    | 10,000.00                          | AUD : USD 0.7119  | 207,151                |
| SGD                          |    | 6,500.00                           | SGD : USD 0.7306  | 138,189                |

2) Sensitivity analysis

The Group's exposure to foreign currency risk arises from foreign currency exchange fluctuations on cash and cash equivalents, account receivables, and loans and borrowings. A 5% depreciation or appreciation of the TWD against the USD and CNY on balance sheet date would have decreased or increased the net profit after tax by \$140,703 and \$231,467, for the nine months ended September 30, 2021 and 2020, respectively. The analysis is performed on the same basis for both years.

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3) The foreign currency gain or loss on monetary items

Since the Group uses multiple functional currencies, the amounts for foreign currency gain or loss are consolidated for presentation. For the nine months ended September 30, 2021 and 2020, the foreign currency gain (loss), including realized and unrealized, amounted to \$(5,003) and \$(110,635), respectively.

4. Interest analysis

The Group's financial assets and financial liabilities with interest rate exposure risk were as follows:

| Ending balance as of<br>September 30, 2021   | Effective<br>interest rate | Total         | Floating rate | Fixed rate    |             |                      | Non-interest<br>bearing |
|--|----------------------------|---------------|---------------|---------------|-------------|----------------------|-------------------------|
|  |                            |               |               | Within 1 year | 1~5 years   | More than<br>5 years |                         |
| Financial assets                             |                            |               |               |               |             |                      |                         |
| Cash and cash equivalents                    | 0.73 %                     | \$ 38,281,231 | 27,768,027    | 9,587,739     | -           | -                    | 925,465                 |
| Debt securities                              | 4.97 %                     | 28,500,118    | -             | 7,205,203     | 21,294,915  | -                    | -                       |
| Non-hedging derivatives                      | 4.52 %                     | 1,238,966     | -             | 166,184       | 1,072,782   | -                    | -                       |
| Total accounts receivables                   | 9.70 %                     | 525,043,576   | 50,769,935    | 228,608,509   | 234,089,849 | 3,593,430            | 7,981,853               |
| Financial assets for hedging                 | 0.54 %                     | 348,124       | -             | 8,191         | 339,933     | -                    | -                       |
|  |                            | 593,412,015   | 78,537,962    | 245,575,826   | 256,797,479 | 3,593,430            | 8,907,318               |
| Financial liabilities                        |                            |               |               |               |             |                      |                         |
| Secured bank loans                           | 4.22 %                     | 68,596,662    | 57,309,782    | 5,244,105     | 6,042,775   | -                    | -                       |
| Unsecured bank and other loans               | 2.00 %                     | 244,279,819   | 106,802,619   | 57,994,937    | 78,337,308  | 1,144,955            | -                       |
| Short-term notes and bills payable           | 0.55 %                     | 95,298,838    | 8,394,581     | 86,904,257    | -           | -                    | -                       |
| Bonds payables                               | 1.83 %                     | 45,903,548    | -             | 5,484,848     | 34,968,700  | 5,450,000            | -                       |
| Financial liabilities for hedging            | 2.10 %                     | 1,405,077     | -             | 1,060,396     | 344,681     | -                    | -                       |
| Notes payable from securitization            | 3.86 %                     | 11,420,796    | -             | 6,981,416     | 542,404     | 3,896,976            | -                       |
| Deposits relating to collateral of customers | 0.04 %                     | 59,037,141    | -             | 3,998,118     | 7,996,393   | 47,259               | 46,995,371              |
| Lease liabilities                            | 1.26 %                     | 4,849,151     | -             | 589,604       | 1,051,701   | 3,207,846            | -                       |
|  |                            | 530,791,032   | 172,506,982   | 168,257,681   | 129,283,962 | 13,747,036           | 46,995,371              |
| Net exposure                                 |                            | \$ 62,620,983 | (93,969,020)  | 77,318,145    | 127,513,517 | (10,153,606)         | (38,088,053)            |

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| Ending balance as of<br>December 31, 2020       | Effective<br>interest rate | Total         | Floating rate | Fixed rate    |             |                      | Non-interest<br>bearing |
|---|----------------------------|---------------|---------------|---------------|-------------|----------------------|-------------------------|
|   |                            |               |               | Within 1 year | 1~5 years   | More than<br>5 years |                         |
| Financial assets                                |                            |               |               |               |             |                      |                         |
| Cash and cash equivalents                       | 0.85 %                     | \$ 32,796,805 | 25,336,088    | 5,956,408     | -           | -                    | 1,504,309               |
| Debt securities                                 | 5.07 %                     | 18,773,053    | -             | 5,847,283     | 12,925,770  | -                    | -                       |
| Non-hedging derivatives                         | 3.59 %                     | 560,479       | -             | 560,479       | -           | -                    | -                       |
| Total accounts receivables                      | 9.75 %                     | 482,013,501   | 46,367,696    | 215,733,285   | 210,212,808 | 2,330,916            | 7,368,796               |
| Current financial assets for<br>hedging         | 2.64 %                     | 118,697       | -             | 118,697       | -           | -                    | -                       |
|   |                            | 534,262,535   | 71,703,784    | 228,216,152   | 223,138,578 | 2,330,916            | 8,873,105               |
| Financial liabilities                           |                            |               |               |               |             |                      |                         |
| Secured bank loans                              | 4.51 %                     | 73,952,387    | 62,679,534    | 3,841,430     | 7,431,423   | -                    | -                       |
| Unsecured bank and other loans                  | 2.25 %                     | 204,145,766   | 78,438,499    | 49,325,571    | 72,633,613  | 3,748,083            | -                       |
| Short-term notes and bills<br>payable           | 0.74 %                     | 83,998,707    | 8,682,121     | 75,316,586    | -           | -                    | -                       |
| Bonds payables                                  | 2.13 %                     | 35,645,100    | -             | 4,481,095     | 29,414,005  | 1,750,000            | -                       |
| Current financial liabilities for<br>hedging    | 2.61 %                     | 1,402,120     | -             | 1,402,120     | -           | -                    | -                       |
| Notes payable from<br>securitization            | 3.36 %                     | 10,434,751    | -             | 6,204,536     | 287,425     | 3,942,790            | -                       |
| Deposits relating to collateral of<br>customers | 0.22 %                     | 54,646,385    | -             | 3,768,964     | 7,198,493   | 89,867               | 43,589,061              |
| Lease liabilities                               | 1.40 %                     | 4,222,448     | -             | 579,678       | 1,015,330   | 2,627,440            | -                       |
|   |                            | 468,447,664   | 149,800,154   | 144,919,980   | 117,980,289 | 12,158,180           | 43,589,061              |
| Net exposure                                    |                            | \$ 65,814,871 | (78,096,370)  | 83,296,172    | 105,158,289 | (9,827,264)          | (34,715,956)            |

| Ending balance as of<br>September 30, 2020      | Effective<br>interest rate | Total         | Floating rate | Fixed rate    |             |                      | Non-interest<br>bearing |
|---|----------------------------|---------------|---------------|---------------|-------------|----------------------|-------------------------|
|   |                            |               |               | Within 1 year | 1~5 years   | More than<br>5 years |                         |
| Financial assets                                |                            |               |               |               |             |                      |                         |
| Cash and cash equivalents                       | 0.87 %                     | \$ 32,608,448 | 27,352,486    | 3,505,481     | -           | -                    | 1,750,481               |
| Debt securities                                 | 5.25 %                     | 16,320,667    | -             | 5,565,216     | 10,755,451  | -                    | -                       |
| Non-hedging derivatives                         | 3.95 %                     | 424,416       | 202,769       | 221,647       | -           | -                    | -                       |
| Total accounts receivables                      | 9.72 %                     | 448,392,786   | 44,030,432    | 202,881,474   | 191,003,062 | 2,187,199            | 8,290,619               |
| Current financial assets for<br>hedging         | 2.87 %                     | 281,347       | -             | 281,347       | -           | -                    | -                       |
|   |                            | 498,027,664   | 71,585,687    | 212,455,165   | 201,758,513 | 2,187,199            | 10,041,100              |
| Financial liabilities                           |                            |               |               |               |             |                      |                         |
| Secured bank loans                              | 4.39 %                     | 74,397,689    | 63,070,754    | 5,042,666     | 6,284,269   | -                    | -                       |
| Unsecured bank and other loans                  | 2.41 %                     | 200,909,039   | 65,773,988    | 56,644,273    | 78,281,195  | 209,583              | -                       |
| Short-term notes and bills<br>payable           | 0.81 %                     | 79,697,474    | 4,789,981     | 74,907,493    | -           | -                    | -                       |
| Bonds payables                                  | 1.61 %                     | 24,866,982    | -             | 3,188,867     | 21,178,115  | 500,000              | -                       |
| Current financial liabilities for<br>hedging    | 2.84 %                     | 371,346       | -             | 371,346       | -           | -                    | -                       |
| Notes payable from<br>securitization            | 2.54 %                     | 5,784,166     | -             | 1,556,651     | 287,425     | 3,940,090            | -                       |
| Deposits relating to collateral of<br>customers | 0.07 %                     | 51,241,719    | -             | 3,841,519     | 7,015,007   | 44,713               | 40,340,480              |
| Lease liabilities                               | 1.47 %                     | 4,104,111     | -             | 594,272       | 1,064,812   | 2,445,027            | -                       |
|   |                            | 441,372,526   | 133,634,723   | 146,147,087   | 114,110,823 | 7,139,413            | 40,340,480              |
| Net exposure                                    |                            | \$ 56,655,138 | (62,049,036)  | 66,308,078    | 87,647,690  | (4,952,214)          | (30,299,380)            |

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The Group's sensitivity analysis in interest rates is based on the risk exposure to interest rates on the derivative and non-derivative financial instruments on the reporting date. For variable rate instruments, the sensitivity analysis assumes the variable rate liabilities are outstanding for the whole year on the reporting date. The Group's accounting and financial department reported that the increases or decreases in interest rates and the change in interest rate of 25 basis points has been determined as management's benchmark in assessing the reasonableness of the changes in the interest rates.

If the interest rate increases or decreases by 0.25%, the Group's profit will decrease or increase by \$210,465 and \$186,767 for the nine months ended September 30, 2021 and 2020, respectively. This analysis assumes that all other variables remain constant.

**5. Sensitivity analysis— equity price risk :**

If the equity price changes, the impact to other comprehensive income, using the sensitivity analysis based on the same variables except for the price index for both period, will be as follows:

|                                       | For the nine months ended September 30, |                         |                                      |                         |
|---------------------------------------|---|-------------------------|--------------------------------------|-------------------------|
|                                       | 2021                                    |                         | 2020                                 |                         |
|                                       | After-tax other comprehensive income    | After-tax profit (loss) | After-tax other comprehensive income | After-tax profit (loss) |
| <b>Equity price at reporting date</b> |   |                         |                                      |                         |
| Increase 7%                           | \$ <u>62,681</u>                        | <u>87,241</u>           | <u>55,715</u>                        | <u>40,346</u>           |
| Decrease 7%                           | \$ <u>(62,681)</u>                      | <u>(87,241)</u>         | <u>(55,715)</u>                      | <u>(40,346)</u>         |

**6. Fair value information**

**1) The Categories and Fair Values of Financial Instruments**

The fair value of financial assets and liabilities at fair value through profit or loss, derivative financial instruments used for hedging, and financial assets at fair value through other comprehensive income is measured on a recurring basis. The following are the carrying amount and the fair value of the Group's financial assets and financial liabilities (including fair value hierarchy information). However, for financial instruments not measured at fair value but whose carrying amount is estimated to be reasonably close to the fair value, and lease liabilities cannot be reliably measured, disclosure of fair value information is not required:

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|---|-----------------------|----------------|------------------|------------------|------------------|
|   | Book value            | Fair value     |                  |                  | Total            |
|   |                       | Level 1        | Level 2          | Level 3          |                  |
| <b>Financial assets at fair value through profit or loss</b>                              |                       |                |                  |                  |                  |
| Financial assets at fair value through profit or loss, mandatorily measured at fair value | \$ 1,342,920          | 6,857          | -                | 1,336,063        | 1,342,920        |
| <b>Financial assets for hedging</b>   | 348,124               | -              | 348,124          | -                | 348,124          |
| <b>Financial assets at fair value through other comprehensive income</b>                  |                       |                |                  |                  |                  |
| Domestic and foreign market (OTC) equity securities                                       | 753,296               | 744,083        | 9,213            | -                | 753,296          |
| Measure the fair value of unquoted equity instruments                                     | 138,876               | -              | -                | 138,876          | 138,876          |
| Sub-total   | 892,172               | 744,083        | 9,213            | 138,876          | 892,172          |
| <b>Financial assets at amortized cost</b>   | 28,422,100            | -              | -                | -                | -                |
| <b>Loans and receivable</b>   |                       |                |                  |                  |                  |
| Cash and cash equivalents   | 38,281,231            | -              | -                | -                | -                |
| Accounts receivable   | 512,596,989           | -              | -                | -                | -                |
| Other financial assets  | 4,244,357             | -              | -                | -                | -                |
| Refundable deposits   | 2,735,219             | -              | -                | -                | -                |
| Restricted bank deposits  | 3,276,884             | -              | -                | -                | -                |
| Sub-total   | 561,134,680           | -              | -                | -                | -                |
| <b>Total</b>  | <b>\$ 592,139,996</b> | <b>750,940</b> | <b>357,337</b>   | <b>1,474,939</b> | <b>2,583,216</b> |
| <b>Financial liabilities for hedging</b>  | \$ 1,405,077          | -              | 1,405,077        | -                | 1,405,077        |
| <b>Measurement of financial liabilities at amortized cost</b>                             |                       |                |                  |                  |                  |
| Secured bank loans  | 68,596,662            | -              | -                | -                | -                |
| Unsecured bank and other loans  | 244,279,819           | -              | -                | -                | -                |
| Notes payable from securitization   | 11,420,796            | -              | -                | -                | -                |
| Short-term notes and bills payable  | 95,298,838            | -              | -                | -                | -                |
| Bonds payables  | 45,903,548            | -              | -                | -                | -                |
| Other payables  | 15,542,031            | -              | -                | -                | -                |
| Deposits relating to collateral of customers  | 59,037,141            | -              | -                | -                | -                |
| Lease liabilities   | 4,849,151             | -              | -                | -                | -                |
| Sub-total   | 544,927,986           | -              | -                | -                | -                |
| <b>Total</b>  | <b>\$ 546,333,063</b> | <b>-</b>       | <b>1,405,077</b> | <b>-</b>         | <b>1,405,077</b> |

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|---|-----------------------|----------------|------------------|----------------|------------------|
|   | Book value            | Fair value     |                  |                | Total            |
|   |                       | Level 1        | Level 2          | Level 3        |                  |
| <b>Financial assets at fair value through profit or loss</b>                              |                       |                |                  |                |                  |
| Financial assets at fair value through profit or loss, mandatorily measured at fair value | \$ 849,443            | 194,363        | -                | 655,080        | 849,443          |
| <b>Financial assets for hedging</b>   | 118,697               | -              | 118,697          | -              | 118,697          |
| <b>Financial assets at fair value through other comprehensive income</b>                  |                       |                |                  |                |                  |
| Domestic and foreign market (OTC) equity securities                                       | 698,054               | 693,793        | 4,261            | -              | 698,054          |
| Measure the fair value of unquoted equity instruments                                     | 130,307               | -              | -                | 130,307        | 130,307          |
| Sub-total   | 828,361               | 693,793        | 4,261            | 130,307        | 828,361          |
| <b>Financial assets at amortized cost</b>   | 18,697,957            | -              | -                | -              | -                |
| <b>Loans and receivable</b>   |                       |                |                  |                |                  |
| Cash and cash equivalents   | 32,796,805            | -              | -                | -              | -                |
| Accounts receivable   | 469,865,935           | -              | -                | -              | -                |
| Other financial assets  | 2,903,336             | -              | -                | -              | -                |
| Refundable deposits   | 628,703               | -              | -                | -              | -                |
| Restricted bank deposits  | 3,443,074             | -              | -                | -              | -                |
| Sub-total   | 509,637,853           | -              | -                | -              | -                |
| <b>Total</b>  | <b>\$ 530,132,311</b> | <b>888,156</b> | <b>122,958</b>   | <b>785,387</b> | <b>1,796,501</b> |
| <b>Financial liabilities for hedging</b>  | \$ 1,402,120          | -              | 1,402,120        | -              | 1,402,120        |
| <b>Measurement of financial liabilities at amortized cost</b>                             |                       |                |                  |                |                  |
| Secured bank loans  | 73,952,387            | -              | -                | -              | -                |
| Unsecured bank and other loans  | 204,145,766           | -              | -                | -              | -                |
| Notes payable from securitization   | 10,434,751            | -              | -                | -              | -                |
| Short-term notes and bills payable  | 83,988,707            | -              | -                | -              | -                |
| Bonds payables  | 35,645,100            | -              | -                | -              | -                |
| Other payables  | 17,888,136            | -              | -                | -              | -                |
| Deposits relating to collateral of customers  | 54,646,385            | -              | -                | -              | -                |
| Lease liabilities   | 4,222,448             | -              | -                | -              | -                |
| Sub-total   | 484,923,680           | -              | -                | -              | -                |
| <b>Total</b>  | <b>\$ 486,325,800</b> | <b>-</b>       | <b>1,402,120</b> | <b>-</b>       | <b>1,402,120</b> |

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|   | September 30, 2020    |                |                |                |                  |
|---|-----------------------|----------------|----------------|----------------|------------------|
|   | Book value            | Fair value     |                |                | Total            |
|   |                       | Level 1        | Level 2        | Level 3        |                  |
| <b>Financial assets at fair value through profit or loss</b>                              |                       |                |                |                |                  |
| Financial assets at fair value through profit or loss, mandatorily measured at fair value | \$ 672,100            | 151,470        | -              | 520,630        | 672,100          |
| <b>Financial assets for hedging</b>   | 281,347               | -              | 281,347        | -              | 281,347          |
| <b>Financial assets at fair value through other comprehensive income</b>                  |                       |                |                |                |                  |
| Domestic and foreign market (OTC) equity securities                                       | 675,524               | 672,098        | 3,426          | -              | 675,524          |
| Measure the fair value of unquoted equity instruments                                     | 119,551               | -              | -              | 119,551        | 119,551          |
| Sub-total   | 795,075               | 672,098        | 3,426          | 119,551        | 795,075          |
| <b>Financial assets at amortized cost</b>   | 16,244,307            | -              | -              | -              | -                |
| <b>Loans and receivable</b>   |                       |                |                |                |                  |
| Cash and cash equivalents   | 32,608,448            | -              | -              | -              | -                |
| Accounts receivable   | 436,954,000           | -              | -              | -              | -                |
| Other financial assets  | 2,959,751             | -              | -              | -              | -                |
| Refundable deposits   | 545,187               | -              | -              | -              | -                |
| Restricted bank deposits  | 4,815,830             | -              | -              | -              | -                |
| Sub-total   | 477,883,216           | -              | -              | -              | -                |
| <b>Total</b>  | <b>\$ 495,876,045</b> | <b>823,568</b> | <b>284,773</b> | <b>640,181</b> | <b>1,748,522</b> |
| <b>Financial liabilities for hedging</b>  | \$ 371,346            | -              | 371,346        | -              | 371,346          |
| <b>Measurement of financial liabilities at amortized cost</b>                             |                       |                |                |                |                  |
| Secured bank loans  | 74,397,689            | -              | -              | -              | -                |
| Unsecured bank and other loans  | 200,909,039           | -              | -              | -              | -                |
| Notes payable from securitization   | 5,784,166             | -              | -              | -              | -                |
| Short-term notes and bills payable  | 79,697,474            | -              | -              | -              | -                |
| Bonds payables  | 24,866,982            | -              | -              | -              | -                |
| Other payables  | 13,133,404            | -              | -              | -              | -                |
| Deposits relating to collateral of customers  | 51,241,719            | -              | -              | -              | -                |
| Lease liabilities   | 4,104,111             | -              | -              | -              | -                |
| Sub-total   | 454,134,584           | -              | -              | -              | -                |
| <b>Total</b>  | <b>\$ 454,505,930</b> | <b>-</b>       | <b>371,346</b> | <b>-</b>       | <b>371,346</b>   |



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**2) Valuation Techniques for Financial Instruments not Measured at Fair Value**

The Group's valuation techniques and assumptions used for financial instruments not measured at fair value are as follows:

**A. Financial assets at amortized cost**

If the quoted prices in active markets are available, the market price is established as the fair value. However, if quoted prices in active markets are not available, the estimated valuation or prices used by competitors are adopted.

**B. Financial assets measured at amortized cost and financial liabilities measured at amortized cost**

If there is quoted price generated by transactions, the recent transaction price and quoted price data is used as the basis for fair value measurement. However, if no quoted prices are available, the discounted cash flows are used to estimate fair values.

**3) Valuation Techniques for Financial Instruments Measured at Fair Value**

**A. Non-derivative Financial Instruments**

If quoted prices in active markets are available, the prices are established as fair values. For the Group's financial instruments that have no active markets, the fair values are determined as follows:

**Beneficiary Certificate that Has No Quoted Prices:** The discounted cash flow model is used to estimate fair values. The main assumption for the model is to discount expected future cash flows by using a discount rate that reflects the time value of money and risks.

**Equity Instrument that Has No Quoted Prices:** The net asset value method is used to estimate fair values. The main assumption for the model is to use the net asset value per share as the measuring basis.

**B. Derivative Financial Instruments**

Derivative financial instruments are measured by using common valuation models such as discounted cash flow model and Black-Scholes model.

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4) Change in Level 3 of the fair value's ledger

|                                      | <u>At fair value<br/>through profit<br/>or loss</u> | <u>At fair value<br/>through others<br/>comprehensive income</u> |                  |
|--------------------------------------|---|--|------------------|
|                                      | <u>Non-derivative<br/>financial assets</u>          | <u>Unquoted equity<br/>instruments</u>                           | <u>Total</u>     |
| Opening balance, January 1, 2021     | \$ 655,080  | 130,307  | 785,387          |
| Total gains and losses recognized:   |   |  |                  |
| In profit or loss                    | 36,300  | -  | 36,300           |
| In other comprehensive income        | -   | 12,246   | 12,246           |
| Purchase                             | 1,100,000   | -  | 1,100,000        |
| Disposal                             | (453,201)   | (2,448)  | (455,649)        |
| Effect of movements in exchange rate | (2,116)   | (1,229)  | (3,345)          |
| Ending balance, September 30, 2021   | <u>\$ 1,336,063</u>                                 | <u>138,876</u>   | <u>1,474,939</u> |
| Opening balance, January 1, 2020     | \$ 88,399   | 121,029  | 209,428          |
| Total gains and losses recognized:   |   |  |                  |
| In profit or loss                    | 6,749   | -  | 6,749            |
| In other comprehensive income        | -   | (119)  | (119)            |
| Purchase                             | 558,141   | -  | 558,141          |
| Disposal                             | (129,827)   | -  | (129,827)        |
| Effect of movements in exchange rate | (2,832)   | (1,359)  | (4,191)          |
| Ending balance, September 30, 2020   | <u>\$ 520,630</u>                                   | <u>119,551</u>   | <u>640,181</u>   |

For the nine months ended September 30, 2021 and 2020, total gains and losses arising from the valuation of investments under Level 3 of the fair value hierarchy that were included in “other gains and losses” and “unrealized gains and losses from financial assets measured at fair value through other comprehensive” were as follows:

|  | <u>For the three months ended September<br/>30,</u> |             | <u>For the nine months ended September<br/>30,</u> |             |
|--|---|-------------|--|-------------|
|  | <u>2021</u>   | <u>2020</u> | <u>2021</u>  | <u>2020</u> |
| Total gains and losses recognized:   |   |             |  |             |
| In profit or loss, and presented in “other gains and losses”   | \$ 14,151   | 3,759       | 36,300   | 6,749       |
| In other comprehensive income, and presented in “unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income” | 1,159   | 2,071       | 12,246   | (119)       |

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5) The Quantified Information for Significant Unobservable Inputs (Level 3) Used in Fair Value Measurement

The Group's financial instruments that use Level 3 inputs to measure fair values include fair value through other comprehensive income-equity investments and financial assets at fair value through profit or loss. Most of these financial instruments using Level 3 inputs to measure fair values have only one significant unobservable input.

Quantified information of significant unobservable inputs was as follows:

| <u>Item</u>   | <u>Valuation Technique</u>  | <u>Significant Non-observable Input</u>  | <u>The Relationship between Significant Non-observable Input and Fair Value</u> |
|---|-----------------------------|--|---|
| Financial assets at fair value through other comprehensive income - investments in equity instruments without active market | Net Asset Value Method      | Net Asset Value  | Not applicable  |
| Financial assets at fair value through profit or loss without active market   | Black-Scholes Model         | Stock Return Volatility (As of September 30, 2021, December 31, 2020 and September 30, 2020, Stock Return Volatility was at 1.97%~5.90%, 2.93%~5.47%, and 2.85%~5.10%, respectively) | The higher stock return volatility, the higher the fair value                   |
| "   | Discounted Cash Flow Method | Discount Rate (As of September 30, 2021, December 31, 2020 and September 30, 2020, Discount Rate was at 0.76%~4.67%, 0.76%~4.30%, and 0.76%~4.70%, respectively)                     | The higher the discount rate, the lower the fair value                          |

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6) Fair value measurements in Level 3 - sensitivity analysis of reasonably possible alternative assumptions

For fair value measurements in Level 3, changing one or more of the assumptions to reflect reasonably possible alternative assumptions would have the following effects:

|  |                         |           | Impact or Fair Value Change<br>on Net income or loss |                       |
|--|-------------------------|-----------|--|-----------------------|
|  | Input                   | Variation | Favorable Change                                     | Unfavorable<br>Change |
| September 30, 2021                                   |                         |           |  |                       |
| Financial asset at fair value through profit or loss |                         |           |  |                       |
| Financial instruments without active market          | Discount Rate           | 10%       | \$ 112   | (112)                 |
| "  | Stock Return Volatility | 10%       | -  | -                     |
| December 31, 2020                                    |                         |           |  |                       |
| Financial asset at fair value through profit or loss |                         |           |  |                       |
| Financial instruments without active market          | Discount Rate           | 10%       | \$ 129   | (129)                 |
| "  | Stock Return Volatility | 10%       | -  | -                     |
| September 30, 2020                                   |                         |           |  |                       |
| Financial asset at fair value through profit or loss |                         |           |  |                       |
| Financial instruments without active market          | Discount Rate           | 10%       | \$ 97  | (97)                  |
| "  | Stock Return Volatility | 10%       | -  | -                     |

The favorable and unfavorable effects represent the changes in fair value, and fair value is based on a variety of unobservable inputs calculated using a valuation technique. The analysis above only reflects the effects of changes in a single input, and it does not include the interrelationships with another input.

(v) Financial risk management

There were no significant changes in the Group's financial risk management and policies as disclosed in Note (6)(v) of the consolidated financial statements for the year ended December 31, 2020.

(w) Capital Management

Management believes that the objectives, policies and processes of capital management of the Group has been applied consistently with those described in the consolidated financial statements for the year ended December 31, 2020. Also, management believes that there were no significant changes in the Group's capital management information as disclosed for the year ended December 31, 2020. Please refer to Note (6)(w) of the consolidated financial statements for the year ended December 31, 2020 for further details.

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(x) Financing activities not affecting current cash flow

For the nine months ended September 30, 2021 and 2020, the Group's investing and financing activities not affecting current cash flow were as follows:

Reconciliation of liabilities arising from financing activities was as follows:

|   | January 1,<br>2021  | Cash<br>flows    | Non-cash<br>adjustments | September 30,<br>2021 |
|---|---------------------|------------------|-------------------------|-----------------------|
| Lease liabilities                           | \$ 4,222,448        | (489,842)        | 1,116,545               | 4,849,151             |
| Total liabilities from financing activities | <u>\$ 4,222,448</u> | <u>(489,842)</u> | <u>1,116,545</u>        | <u>4,849,151</u>      |
|   | January 1,<br>2020  | Cash<br>flows    | Non-cash<br>adjustments | September 30,<br>2020 |
| Lease liabilities                           | \$ 3,596,445        | (438,958)        | 946,624                 | 4,104,111             |
| Total liabilities from financing activities | <u>\$ 3,596,445</u> | <u>(438,958)</u> | <u>946,624</u>          | <u>4,104,111</u>      |

**(7) Related Party Transactions**

(a) The Company is the ultimate controlling party of the Group.

(b) Names and relationship of related parties

The followings are entities that have had related parties transactions during the periods covered in the consolidated financial statements.

| Name of related parties                          | Relationship with the Group |
|--|-----------------------------|
| C&E Engine Leasing Limited                       | Associates                  |
| Grand Pacific Investment & Development Co., Ltd. | Other related party         |
| Chailease Construction & Development Corp.       | "                           |
| Chaico Investment Corporation                    | "                           |
| Yellowstone Security Co., Ltd.                   | "                           |
| Yellowstone Service Co., Ltd.                    | "                           |
| Chailease Resources Technology Co., Ltd.         | "                           |
| CITC Enterprise (Thai) Co., Ltd.                 | "                           |
| Yellowstone Interior Design Company Limited      | "                           |
| Global Hospitality Group Inc.                    | "                           |
| Global Property Management Co., Ltd.             | "                           |

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| Name of related parties                                     | Relationship with the Group |
|---|-----------------------------|
| Chailease Foundation  | Other related party         |
| Advance Rental Care Co., Ltd.                               | "                           |
| Qin An Investment Consulting (Shanghai) Co., Ltd.           | "                           |
| Shanghai Jiasheng Decoration Engineering Co., Ltd.          | "                           |
| Yujia Investment Management Consulting (Shanghai) Co., Ltd. | "                           |
| Anywhere 2 Go Company Limited                               | "                           |
| Bangkok Bank Public Company Limited                         | "                           |
| Bangkok Insurance Public Company Limited                    | "                           |
| Sathorn City Tower Property Fund                            | "                           |
| Chailease Enterprise Co., Ltd.                              | "                           |
| Chun An Investment Co., Ltd.                                | "                           |
| Chun An Technology Co., Ltd.                                | "                           |
| Chaico Biomedical Co., Ltd.                                 | "                           |
| Jen Chung Co., Ltd.   | "                           |
| Shenyang Putai Hemodialysis Center Co., Ltd.                | "                           |
| Qiqihar Zhongtai Nephrotic Hospital Co., Ltd.               | "                           |
| Tonghua Zhongyi Hemodialysis Co., Ltd.                      | "                           |
| Les Terroirs de Chailease Co., Ltd.                         | "                           |
| Ezfund Securities Investment Consulting Enterprise Ltd.     | "                           |
| Li Cheng Investment Co., Ltd.                               | "                           |
| Chailease Biofund Limited Company.                          | "                           |

(c) Related-party transactions

1. Operating revenue

Operating revenue of the Group from the related parties was as follows:

|                       | For the three months ended<br>September 30, |       | For the nine months ended<br>September 30, |        |
|-----------------------|---|-------|--|--------|
|                       | 2021  | 2020  | 2021                                       | 2020   |
| Other related parties | \$ 6,035                                    | 5,428 | 16,707                                     | 17,503 |

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**2. Receivables from related parties**

Receivables of the Group from related parties were as follows:

| <b>Account</b>                 | <b>Categories of related parties</b> | <b>2021.9.30</b>  | <b>2020.12.31</b> | <b>2020.9.30</b> |
|--------------------------------|--------------------------------------|-------------------|-------------------|------------------|
| Leases receivable              | Other related parties                | \$ 58,010         | 79,790            | 101,666          |
| Accounts receivable            | Other related parties                | -                 | 92                | -                |
| Other receivables              | Other related parties                | 2,679             | 17,026            | 557              |
| Other current financial assets | Other related parties                | 102,729           | -                 | -                |
| Other non-current assets       | Other related parties                | -                 | 3,502             | 2,609            |
|                                |                                      | <u>\$ 163,418</u> | <u>100,410</u>    | <u>104,832</u>   |

**3. Payable to related parties**

Payable to related parties was as follows:

| <b>Account</b>                      | <b>Categories of related parties</b> | <b>2021.9.30</b> | <b>2020.12.31</b> | <b>2020.9.30</b> |
|-------------------------------------|--------------------------------------|------------------|-------------------|------------------|
| Other current financial liabilities | Other related parties                | \$ 834           | 3,022             | 2,947            |

**4. Asset transactions**

The Group purchased leasehold improvements from other related parties amounting to \$9,399 and \$15,282 for the nine months ended September 30, 2021 and 2020, respectively.

**5. Related-Party Financing**

Financing to associates and related parties was as follows:

|                       | <b>2021.9.30</b>    | <b>2020.12.31</b> | <b>2020.9.30</b> |
|-----------------------|---------------------|-------------------|------------------|
| Associates            | \$ 1,391,262        | 1,554,024         | 1,608,416        |
| Other related parties | 83,726              | 2,425             | 2,918            |
|                       | <u>\$ 1,474,988</u> | <u>1,556,449</u>  | <u>1,611,334</u> |

The loans receivable from associates bear interest at rates ranging from 1.92% to 5.65%. As of September 30, 2021, December 31, 2020, and September 30, 2020, interest receivable from the loans receivable from associates amounted to \$10,467, \$12,182 and \$13,294, respectively. For the three months and the nine months ended September 30, 2021 and 2020, interest revenue from the loans receivable from associates amounted to \$13,996, \$17,269, \$42,958 and \$58,140, respectively.

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The loans receivable from other related parties bear interest at rates ranging from 5.53% to 10.05%. As of September 30, 2021, December 31, 2020, and September 30, 2020, interest receivable from the loans receivable from other related parties amounted to \$24, \$10 and \$10, respectively. For the three months and the nine months ended September 30, 2021 and 2020, interest revenue from the loans receivable from other related parties amounted to \$1,015, \$75, \$1,783 and \$519, respectively.

**6. Interest bearing borrowings**

Borrowings of the Group from related parties were as follows:

|                       | <u>2021.9.30</u>    | <u>2020.12.31</u> | <u>2020.9.30</u> |
|-----------------------|---------------------|-------------------|------------------|
| Other related parties | <u>\$ 5,011,820</u> | <u>6,498,080</u>  | <u>5,360,360</u> |

The borrowings from other related parties bear interest at 3.05%~3.25%. As of September 30, 2021, December 31, 2020, and September 30, 2020, interest payable from the interest-bearing borrowings from other related parties amounted to \$540, \$2,487 and \$465, respectively. For the three months and the nine months ended September 30, 2021 and 2020, interest expense from the interest-bearing borrowing from other related parties amounted to \$40,530, \$36,216, \$128,805 and \$107,001, respectively.

**7. Leases**

- 1) The Group rented an office building from other related parties. Multiple lease contracts were signed with lengths of three years, in which the rental fee was determined based on nearby office rental rates. The total value of the contract was \$76,630. For the nine months ended September 30, 2021 and 2020, the Group recognized the amount of \$1,089 and \$942 as interest expense. As of September 30, 2021, December 31, 2020, and September 30, 2020, the balance of lease liabilities amounted to \$49,086, \$31,022 and \$36,685.
- 2) For the three months and the nine months ended September 30, 2021 and 2020, rent expense is not included in rent liabilities that from other related parties amounted to \$380, \$1,466, \$1,898 and \$4,408, respectively.

**8. Others**

- 1) As of September 30, 2021, December 31, 2020, and September 30, 2020 bank deposits in financial institutions which are other related parties of the Group amounted to \$346,959, \$393,111 and \$244,914, respectively. For the three months and the nine months ended September 30, 2021 and 2020, interest revenue from the deposits in other related parties amounted to \$0, \$0, \$48 and \$903, respectively.
- 2) The Group purchased debt securities-real estate asset trust from other related parties, with rates ranging from 2.75% to 5.25% and the time to maturity is between 2022 and 2024. The investment balance from debt securities amounted to \$960,260, \$466,000 and \$383,000 as of September 30, 2021, December 31, 2020, and September 30, 2020, respectively.

For the nine months ended September 30, and 2020, interest revenue from debt securities amounted to \$12,266 and \$3,443.



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3) Other expense and profit with related parties:

| Other related parties              | For the three months ended<br>September 30, |               | For the nine months ended<br>September 30, |               |
|------------------------------------|---|---------------|--|---------------|
|                                    | 2021  | 2020          | 2021                                       | 2020          |
| Other operating costs and expenses | \$ <u>79,244</u>                            | <u>53,125</u> | <u>153,491</u>                             | <u>91,271</u> |
| Other operating income             | \$ <u>2,344</u>                             | <u>2</u>      | <u>2,375</u>                               | <u>2</u>      |

(d) Key management personnel compensation

|                              | For the three months ended<br>September 30, |               | For the nine months ended<br>September 30, |                |
|------------------------------|---|---------------|--|----------------|
|                              | 2021  | 2020          | 2021                                       | 2020           |
| Short-term employee benefits | \$ 91,212                                   | 50,818        | 275,680                                    | 216,761        |
| Post-employment benefits     | 597   | 569           | 7,946                                      | 19,639         |
|                              | \$ <u>91,809</u>                            | <u>51,387</u> | <u>283,626</u>                             | <u>236,400</u> |

**(8) Pledged Assets**

The carrying values of pledged assets were as follows:

| Pledged assets                           | Object   | 2021.9.30             | 2020.12.31         | 2020.9.30          |
|--|--|-----------------------|--------------------|--------------------|
| Restricted cash in banks                 |  |                       |                    |                    |
| Restricted account for loans repayment   | Issuance of short-term notes and bills, and as guarantee for short-term and long-term borrowings; as well as performance guarantee for alliance contracts (Note) | \$ 3,150,725          | 3,383,305          | 4,592,756          |
| Property, plant and equipment            | As guarantee for short-term and long-term borrowings   | 2,072,870             | 2,124,752          | 2,108,083          |
| Refundable deposits                      | Provincial court seizure etc.  | 70,500                | 65,645             | 73,046             |
| Accounts receivable and notes receivable | Issuance of short-term notes and bills and as guarantee for short-term and long-term borrowings  | 106,859,824           | 121,034,457        | 136,658,904        |
| Total                                    |  | \$ <u>112,153,919</u> | <u>126,608,159</u> | <u>143,432,789</u> |

Note: The Group issued discount coupons for car rental services and opened a trust account with Sunny Bank in accordance with mandatory and prohibitory provisions of the standard contracts for coupons.

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**(9) Commitments and Contingencies**

- (a) The Group entered into alliances with several commercial banks for which the banks will provide direct financing loans to the Group's corporate and individual customers. Should these corporate and individual customers default on their payments, the Group is required to assume their loan obligations and pay these loans on behalf of these customers. As of September 30, 2021, December 31, 2020, and September 30, 2020, the balance of unexpired payments from these alliance transactions amounted to \$10,788,073, \$10,092,480 and \$9,337,454, respectively.
- (b) The Group entered into several electricity procurement agreements with Taiwan Power Company and all of these agreements will expire on twenty years after the date the electricity generating sets are launched. Under these agreements, reselling to third parties of electric power from the renewable energy system is prohibited.
- (c) The Group signed the unclosed contract of the installation and construction project of solar power for \$27,792,914 for the year ended September 30, 2021. As of September 30, 2021, December 31, 2020, and September 30, 2020, the amount of \$23,503,531, \$16,497,158 and \$15,260,915 was remained unpaid.

**(10) Losses Due to Major Disasters: None.**

**(11) Subsequent Events**

The Group transaction regarding My Leasing (Mauritius) Corp. selling shareholding of subsidiary, Chailease International Finance Corporation, to Chailease International Financial Services (Singapore) Pte. was approved on November 5, 2021, by the Board of Directors. The transaction is recognized as group reorganization, thus has no impact on valuation of the assets and liabilities.

**(12) Other**

- (a) Liquidity analysis of assets and liabilities :

|  | <b>2021.9.30</b>   |   |
|--|--|---|
|  | <b>Expected to be<br/>collected or paid<br/>within 12 months</b> | <b>Expected to be<br/>collected or paid<br/>after 12 months</b> |
|  |  | <b>Total</b>  |
| <u>Current assets</u>  |  |   |
| Cash and cash equivalents  | \$ 38,281,231  | 38,281,231  |
| Current financial assets at fair value<br>through profit or loss | 1,324,321  | 1,324,321   |
| Current financial assets at amortized<br>cost                    | 7,127,185  | 13,181,146  |
| Current financial assets for hedging                             | 8,191  | 8,191   |
| Accounts receivable, net   | 253,710,577  | 150,285,484   |
| Other current financial assets                                   | 6,547,782  | 141,165   |
| Other current assets   | 6,810,244  | 6,810,244   |
|  | <b>\$ 313,809,531</b>  | <b>163,607,795</b>  |
|  |  | <b>477,417,326</b>  |

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|  | <b>2021.9.30</b>   |   |                    |
|--|--|---|--------------------|
|  | <b>Expected to be<br/>collected or paid<br/>within 12 months</b> | <b>Expected to be<br/>collected or paid<br/>after 12 months</b> | <b>Total</b>       |
| <u>Current liabilities</u>                                       |  |   |                    |
| Short-term borrowings  | \$ 64,066,204  | -   | 64,066,204         |
| Short-term notes and bills payable                               | 95,298,838   | -   | 95,298,838         |
| Current financial liabilities for hedging                        | 1,060,396  | -   | 1,060,396          |
| Accounts and notes payable                                       | 3,765,541  | 8,880   | 3,774,421          |
| Current tax liabilities  | 5,369,602  | -   | 5,369,602          |
| Current lease liabilities  | 589,604  | 566,052   | 1,155,656          |
| Other current financial liabilities                              | 21,485,355   | 37,361,749  | 58,847,104         |
| Long-term liabilities, current portion                           | 99,929,300   | 72,113,278  | 172,042,578        |
| Other current liabilities  | 4,886,141  | -   | 4,886,141          |
|  | <u>\$ 296,450,981</u>  | <u>110,049,959</u>  | <u>406,500,940</u> |
| <br>   |  |   |                    |
|  | <b>2020.12.31</b>  |   |                    |
|  | <b>Expected to be<br/>collected or paid<br/>within 12 months</b> | <b>Expected to be<br/>collected or paid<br/>after 12 months</b> | <b>Total</b>       |
| <u>Current assets</u>  |  |   |                    |
| Cash and cash equivalents  | \$ 32,796,805  | -   | 32,796,805         |
| Current financial assets at fair value<br>through profit or loss | 821,296  | -   | 821,296            |
| Current financial assets at amortized<br>cost                    | 5,778,510  | 8,640,435   | 14,418,945         |
| Current financial assets for hedging                             | 118,697  | -   | 118,697            |
| Accounts receivable, net   | 237,616,698  | 138,102,324   | 375,719,022        |
| Other current financial assets                                   | 5,448,266  | 76,634  | 5,524,900          |
| Other current assets   | 8,584,757  | -   | 8,584,757          |
|  | <u>\$ 291,165,029</u>  | <u>146,819,393</u>  | <u>437,984,422</u> |

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|  | 2020.12.31  |  |                    |
|--|---|--|--------------------|
|  | Expected to be<br>collected or paid<br>within 12 months | Expected to be<br>collected or paid<br>after 12 months | Total              |
| <u>Current liabilities</u>                                       |   |  |                    |
| Short-term borrowings  | \$ 56,025,737   | -  | 56,025,737         |
| Short-term notes and bills payable                               | 83,998,707  | -  | 83,998,707         |
| Current financial liability for hedging                          | 1,402,120   | -  | 1,402,120          |
| Accounts and notes payable                                       | 6,826,884   | -  | 6,826,884          |
| Current tax liabilities  | 3,011,666   | -  | 3,011,666          |
| Current lease liabilities  | 579,678   | 370,281  | 949,959            |
| Other current financial liabilities                              | 20,350,773  | 35,378,299   | 55,729,072         |
| Long-term liabilities, current portion                           | 73,593,539  | 89,889,377   | 163,482,916        |
| Other current liabilities  | 4,640,995   | -  | 4,640,995          |
|  | <u>\$ 250,430,099</u>                                   | <u>125,637,957</u>                                     | <u>376,068,056</u> |
|  |   |  |                    |
|  | 2020.9.30   |  |                    |
|  | Expected to be<br>collected or paid<br>within 12 months | Expected to be<br>collected or paid<br>after 12 months | Total              |
| <u>Current assets</u>  |   |  |                    |
| Cash and cash equivalents  | \$ 32,608,448   | -  | 32,608,448         |
| Current financial assets at fair value<br>through profit or loss | 643,560   | -  | 643,560            |
| Current financial assets at amortized<br>cost                    | 5,498,022   | 7,791,426  | 13,289,448         |
| Current financial assets for hedging                             | 281,347   | -  | 281,347            |
| Accounts receivable, net   | 219,563,669   | 128,576,083  | 348,139,752        |
| Other current financial assets                                   | 7,132,180   | 60,729   | 7,192,909          |
| Other current assets   | 7,873,102   | -  | 7,873,102          |
|  | <u>\$ 273,600,328</u>                                   | <u>136,428,238</u>                                     | <u>410,028,566</u> |

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|   | 2020.9.30   |  |                    |
|---|---|--|--------------------|
|   | Expected to be collected or paid within 12 months | Expected to be collected or paid after 12 months | Total              |
| <u>Current liabilities</u>              |   |  |                    |
| Short-term borrowings                   | \$ 55,028,317                                     | -  | 55,028,317         |
| Short-term notes and bills payable      | 79,697,474  | -  | 79,697,474         |
| Current financial liability for hedging | 371,346   | -  | 371,346            |
| Accounts and notes payable              | 3,534,229   | 77   | 3,534,306          |
| Current tax liabilities                 | 2,166,540   | -  | 2,166,540          |
| Current lease liabilities               | 594,272   | 357,098  | 951,370            |
| Other current financial liabilities     | 18,700,206  | 32,570,936                                       | 51,271,142         |
| Long-term liabilities, current portion  | 77,815,343  | 81,704,358                                       | 159,519,701        |
| Other current liabilities               | 4,199,445   | -  | 4,199,445          |
|   | <u>\$ 242,107,172</u>                             | <u>114,632,469</u>                               | <u>356,739,641</u> |

- (b) The employee benefits, depreciation and amortization expenses categorized by nature were as follows:

| By function<br>By item     | For the three months ended September 30, 2021 |                    |           | For the three months ended September 30, 2020 |                    |           |
|----------------------------|---|--------------------|-----------|---|--------------------|-----------|
|                            | Operating costs                               | Operating expenses | Total     | Operating costs                               | Operating expenses | Total     |
| Employee benefits          |   |                    |           |   |                    |           |
| Salary                     | -   | 2,103,756          | 2,103,756 | -   | 1,763,434          | 1,763,434 |
| Labor and health insurance | -   | 119,993            | 119,993   | -   | 87,416             | 87,416    |
| Pension                    | -   | 97,428             | 97,428    | -   | 70,977             | 70,977    |
| Others                     | -   | 138,333            | 138,333   | -   | 105,826            | 105,826   |
| Depreciation               | 1,137,344                                     | 174,733            | 1,312,077 | 945,683                                       | 173,530            | 1,119,213 |
| Amortization               | -   | 31,202             | 31,202    | -   | 42,984             | 42,984    |

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| By item                    | By function | For the nine months ended September 30, 2021 |                    |           | For the nine months ended September 30, 2020 |                    |           |
|----------------------------|-------------|--|--------------------|-----------|--|--------------------|-----------|
|                            |             | Operating costs                              | Operating expenses | Total     | Operating costs                              | Operating expenses | Total     |
| Employee benefits          |             |  |                    |           |  |                    |           |
| Salary                     |             | -  | 5,791,484          | 5,791,484 | 17,917                                       | 5,228,377          | 5,246,294 |
| Labor and health insurance |             | -  | 376,935            | 376,935   | 955  | 272,110            | 273,065   |
| Pension                    |             | -  | 286,714            | 286,714   | 458  | 215,522            | 215,980   |
| Others                     |             | -  | 388,136            | 388,136   | -  | 298,466            | 298,466   |
| Depreciation               |             | 3,257,287                                    | 536,271            | 3,793,558 | 2,710,486                                    | 521,431            | 3,231,917 |
| Amortization               |             | -  | 112,156            | 112,156   | -  | 136,366            | 136,366   |

**(13) Other disclosures**

**(a) Information on significant transactions**

The information on significant transactions of the Group, which is required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers”, for the nine months ended September 30, 2021 was as follows:

**1. Fund loaning to other parties:**

(Amounts Expressed in Thousands of New Taiwan Dollars)

| No. | Financing company           | Counter-party (Note 4)                | Account             | Related party | Maximum balance for the year | Ending balance | Amount actually drawn | Interest rate | Nature of financing (Note 1) | Transaction amount | Reasons for financing | Allowance for bad debt | Collateral |       | Financing limits for each borrowing company (Note 2) | Financing company's total financing amount limits (Note 3) |
|-----|-----------------------------|---------------------------------------|---------------------|---------------|------------------------------|----------------|-----------------------|---------------|------------------------------|--------------------|-----------------------|------------------------|------------|-------|--|--|
|     |                             |                                       |                     |               |                              |                |                       |               |                              |                    |                       |                        | Item       | Value |  |  |
| 0   | The Company                 | Chailease Capital (Thailand) Co., Ltd | Accounts receivable | Yes           | 3,281,525                    | 3,202,750      | -                     | 2.71%         | 2                            | -                  | Working Capital       | -                      | None       | -     | 10,337,949   | 103,379,491  |
| 1   | Chailease Finance Co., Ltd. | A                                     | Accounts receivable | No            | 871,200                      | 871,200        | 871,200               | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 7,667                  | None       | -     | 4,573,434  | 45,734,339   |
| "   | "                           | B                                     | Accounts receivable | No            | 819,567                      | 503,839        | 503,839               | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 4,434                  | None       | -     | 4,573,434  | 45,734,339   |
| "   | "                           | C                                     | Accounts receivable | No            | 950,000                      | 477,000        | 477,000               | 0.01%-19.91%  | 1                            | 52,440,980         |                       | 4,198                  | None       | -     | 36,587,471   | 36,587,471   |
| "   | "                           | D                                     | Accounts receivable | No            | 926,640                      | 468,640        | 468,640               | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 4,124                  | None       | -     | 4,573,434  | 45,734,339   |
| "   | "                           | E                                     | Accounts receivable | No            | 381,000                      | 381,000        | 246,000               | 0.01%-19.91%  | 1                            | 1,527,000          |                       | 2,165                  | None       | -     | 1,527,000  | 36,587,471   |
| "   | "                           | F                                     | Accounts receivable | No            | 257,300                      | 257,300        | 257,300               | 0.01%-19.91%  | 1                            | 257,300            |                       | 2,264                  | None       | -     | 257,300  | 36,587,471   |
| "   | "                           | F-1                                   | Accounts receivable | No            | 61,760                       | 61,760         | 61,760                | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 544                    | None       | -     | 4,573,434  | 45,734,339   |
| "   | "                           | G                                     | Accounts receivable | No            | 718,483                      | 273,495        | 273,495               | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 2,407                  | None       | -     | 4,573,434  | 45,734,339   |
| "   | "                           | H                                     | Accounts receivable | No            | 207,200                      | 207,200        | 207,200               | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 1,823                  | None       | -     | 4,573,434  | 45,734,339   |
| "   | "                           | I                                     | Accounts receivable | No            | 203,501                      | 203,501        | 203,501               | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 1,791                  | None       | -     | 4,573,434  | 45,734,339   |

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| No. | Financing company          | Counter-party (Note 4)                      | Account             | Related party | Maximum balance for the year | Ending balance | Amount actually drawn | Interest rate | Nature of financing (Note 1) | Transaction amount | Reasons for financing | Allowance for bad debt | Collateral   |           | Financing limits for each borrowing company (Note 2) | Financing company's total financing amount limits (Note 3) |
|-----|----------------------------|---|---------------------|---------------|------------------------------|----------------|-----------------------|---------------|------------------------------|--------------------|-----------------------|------------------------|--|-----------|--|--|
|     |                            |   |                     |               |                              |                |                       |               |                              |                    |                       |                        | Item   | Value     |  |  |
| 1   | Chailase Finance Co., Ltd. | J   | Accounts receivable | No            | 186,000                      | 186,000        | 186,000               | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 1,637                  | None   | -         | 4,573,434  | 45,734,339   |
| "   | "                          | K   | Accounts receivable | No            | 184,400                      | 184,400        | 184,400               | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 1,623                  | None   | -         | 4,573,434  | 45,734,339   |
| "   | "                          | L   | Accounts receivable | No            | 184,000                      | 184,000        | 184,000               | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 1,619                  | None   | -         | 4,573,434  | 45,734,339   |
| "   | "                          | M   | Accounts receivable | No            | 163,500                      | 163,500        | 163,500               | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 1,439                  | None   | -         | 4,573,434  | 45,734,339   |
| "   | "                          | N   | Accounts receivable | No            | 161,800                      | 161,800        | 161,800               | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 1,424                  | None   | -         | 4,573,434  | 45,734,339   |
| "   | "                          | O   | Accounts receivable | No            | 294,595                      | 160,774        | 93,144                | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 820                    | None   | -         | 4,573,434  | 45,734,339   |
| "   | "                          | P   | Accounts receivable | No            | 154,879                      | 154,879        | 79,744                | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 702                    | None   | -         | 4,573,434  | 45,734,339   |
| "   | "                          | Q   | Accounts receivable | No            | 150,600                      | 150,600        | 98,600                | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 868                    | None   | -         | 4,573,434  | 45,734,339   |
| "   | "                          | R   | Accounts receivable | No            | 150,000                      | 150,000        | 150,000               | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 1,320                  | None   | -         | 4,573,434  | 45,734,339   |
| "   | "                          | S   | Accounts receivable | No            | 144,000                      | 144,000        | 144,000               | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 1,267                  | None   | -         | 4,573,434  | 45,734,339   |
| "   | "                          | T   | Accounts receivable | No            | 210,056                      | 141,070        | 141,070               | 0.01%-19.91%  | 1                            | 584,290            |                       | 1,241                  | Properties   | 46,940    | 584,290  | 36,587,471   |
| "   | "                          | Summary of other clients                    | Accounts receivable | No            | 10,278,476                   | 5,884,139      | 5,580,189             | 0.01%-19.91%  | 1                            | 35,991,280         |                       | 49,106                 | Bank Deposits/ Stocks Properties   | 1,434,681 | 35,991,280   | 36,587,471   |
| "   | "                          | Summary of other clients                    | Accounts receivable | No            | 46,002,878                   | 26,685,492     | 24,657,746            | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 486,637                | Bank Deposits/ Stocks Fund/ Beneficiary certificate/ Machinery Equipment/ Properties | 4,935,517 | 4,573,434  | 45,734,339   |
| "   | "                          | Chuang Ju Limited Partnership               | Accounts receivable | Yes           | 2,000,000                    | 1,500,000      | 500,000               | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 4,400                  | None   | -         | 11,433,585   | 45,734,339   |
| "   | "                          | TUNG CHING ENERGY TECHNOLOGY INC.           | Accounts receivable | Yes           | 3,240                        | -              | -                     | 0.01%-19.91%  | 2                            | -                  | Working Capital       | -                      | None   | -         | 11,433,585   | 45,734,339   |
| "   | "                          | Tien Sin Intelligent Green Energy Co., Ltd. | Accounts receivable | Yes           | 32,000                       | 32,000         | 32,000                | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 282                    | None   | -         | 11,433,585   | 45,734,339   |
| "   | "                          | Tien Jen Energy Co., Ltd.                   | Accounts receivable | Yes           | 15,000                       | 15,000         | 15,000                | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 132                    | None   | -         | 11,433,585   | 45,734,339   |
| "   | "                          | Tien Chu Energy Co., Ltd.                   | Accounts receivable | Yes           | 213,000                      | 213,000        | 213,000               | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 1,874                  | None   | -         | 11,433,585   | 45,734,339   |
| "   | "                          | Tien Ying Energy Co., Ltd.                  | Accounts receivable | Yes           | 98,000                       | 98,000         | 98,000                | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 862                    | None   | -         | 11,433,585   | 45,734,339   |
| "   | "                          | Tien Jui Energy Co., Ltd.                   | Accounts receivable | Yes           | 150,000                      | 150,000        | 150,000               | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 1,320                  | None   | -         | 11,433,585   | 45,734,339   |
| "   | "                          | Tien Hsing Integration Co., Ltd.            | Accounts receivable | Yes           | 1,467,677                    | 1,467,677      | 1,467,677             | 0.01%-19.91%  | 2                            | -                  | Working Capital       | 12,916                 | None   | -         | 11,433,585   | 45,734,339   |

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| No. | Financing company                    | Counter-party (Note 4)                                   | Account             | Related party | Maximum balance for the year | Ending balance | Amount actually drawn | Interest rate    | Nature of financing (Note 1) | Transaction amount | Reasons for financing | Allowance for bad debt | Collateral  |           | Financing limits for each borrowing company (Note 2) | Financing company's total financing amount limits (Note 3) |
|-----|--------------------------------------|--|---------------------|---------------|------------------------------|----------------|-----------------------|------------------|------------------------------|--------------------|-----------------------|------------------------|---|-----------|--|--|
|     |                                      |  |                     |               |                              |                |                       |                  |                              |                    |                       |                        | Item  | Value     |  |  |
| 1   | Chailease Finance Co., Ltd.          | CHU CHIANG SOLAR ENERGY INC.                             | Accounts receivable | Yes           | 31,000                       | 31,000         | 31,000                | 0.01%-19.91%     | 2                            | -                  | Working Capital       | 273                    | None  | -         | 11,433,585   | 45,734,339   |
| "   | "                                    | Chailease Construction and Development Company Co., Ltd. | Accounts receivable | Yes           | 83,000                       | 83,000         | 83,000                | 0.01%-19.91%     | 1                            | 932,000            |                       | 730                    | None  | -         | 932,000  | 36,587,471   |
| 2   | Fina Finance & Trading Co., Ltd.     | A  | Accounts receivable | No            | 233,170                      | 227,240        | 227,240               | 0.6382%-19.8633% | 2                            | -                  | Working Capital       | 2,272                  | Properties  | 316,810   | 2,031,906  | 20,319,057   |
| "   | "                                    | A-1  | Accounts receivable | No            | 59,040                       | 54,120         | 54,120                | 0.6382%-19.8633% | 1                            | 30,000             |                       | 541                    | Properties  | 316,810   | 60,000   | 12,191,434   |
| "   | "                                    | B  | Accounts receivable | No            | 362,476                      | 267,000        | 267,000               | 0.6382%-19.8633% | 2                            | -                  | Working Capital       | 2,670                  | Properties  | 318,356   | 2,031,906  | 20,319,057   |
| "   | "                                    | C  | Accounts receivable | No            | 200,000                      | 199,842        | 199,842               | 0.6382%-19.8633% | 2                            | -                  | Working Capital       | 1,998                  | Properties  | 239,472   | 2,031,906  | 20,319,057   |
| "   | "                                    | D  | Accounts receivable | No            | 155,120                      | 123,460        | 123,460               | 0.6382%-19.8633% | 2                            | -                  | Working Capital       | 1,235                  | Properties  | 164,191   | 2,031,906  | 20,319,057   |
| "   | "                                    | D-1  | Accounts receivable | No            | 12,482                       | 12,468         | 12,468                | 0.6382%-19.8633% | 1                            | 12,500             |                       | 125                    | Properties  | 164,191   | 25,000   | 12,191,434   |
| "   | "                                    | E  | Accounts receivable | No            | 207,696                      | 129,149        | 129,149               | 0.6382%-19.8633% | 2                            | -                  | Working Capital       | 1,291                  | None  | -         | 2,031,906  | 20,319,057   |
| "   | "                                    | F  | Accounts receivable | No            | 105,000                      | 104,929        | 104,929               | 0.6382%-19.8633% | 2                            | -                  | Working Capital       | 1,049                  | Properties  | 103,370   | 2,031,906  | 20,319,057   |
| "   | "                                    | G  | Accounts receivable | No            | 118,973                      | 91,468         | 91,468                | 0.6382%-19.8633% | 2                            | -                  | Working Capital       | 915                    | Properties  | 55,232    | 2,031,906  | 20,319,057   |
| "   | "                                    | H  | Accounts receivable | No            | 85,000                       | 84,941         | 84,941                | 0.6382%-19.8633% | 2                            | -                  | Working Capital       | 849                    | Properties  | 78,891    | 2,031,906  | 20,319,057   |
| "   | "                                    | I  | Accounts receivable | No            | 124,391                      | 69,494         | 69,494                | 0.6382%-19.8633% | 2                            | -                  | Working Capital       | 695                    | Properties  | 67,123    | 2,031,906  | 20,319,057   |
| "   | "                                    | J  | Accounts receivable | No            | 69,000                       | 68,130         | 68,130                | 0.6382%-19.8633% | 2                            | -                  | Working Capital       | 681                    | Properties  | 18,061    | 2,031,906  | 20,319,057   |
| "   | "                                    | Summary of other clients                                 | Accounts receivable | No            | 12,478,661                   | 6,989,891      | 6,959,491             | 0.6382%-19.8633% | 2                            | -                  | Working Capital       | 112,699                | Bank Deposits/ Stocks<br>Machinery Equipment/<br>Properties/ Vehicles | 1,913,416 | 2,031,906  | 20,319,057   |
| "   | "                                    | Summary of other clients                                 | Accounts receivable | No            | 2,300,496                    | 1,452,253      | 1,367,753             | 0.6382%-19.8633% | 1                            | 2,518,089          |                       | 32,521                 | Equipment/<br>Properties/Vehicles                                     | 277,455   | 5,036,178  | 12,191,434   |
| "   | "                                    | Chuang Ju Limited Partnership                            | Accounts receivable | Yes           | 5,100,000                    | 4,800,000      | 3,400,000             | 0.6382%-19.8633% | 2                            | -                  | Working Capital       | -                      | None  | -         | 5,079,764  | 20,319,057   |
| 3   | Chailease Consumer Finance Co., Ltd. | A  | Accounts receivable | No            | 223                          | 23             | 23                    | 2%-19%           | 2                            | -                  | Working Capital       | -                      | None  | -         | 610,573  | 2,442,293  |
| "   | "                                    | B  | Accounts receivable | No            | 220                          | -              | -                     | 2%-19%           | 2                            | -                  | Working Capital       | -                      | None  | -         | 610,573  | 2,442,293  |
| "   | "                                    | C  | Accounts receivable | No            | 95                           | -              | -                     | 2%-19%           | 2                            | -                  | Working Capital       | -                      | None  | -         | 610,573  | 2,442,293  |
| "   | "                                    | D  | Accounts receivable | No            | 34                           | -              | -                     | 2%-19%           | 2                            | -                  | Working Capital       | -                      | None  | -         | 610,573  | 2,442,293  |
| "   | "                                    | E  | Accounts receivable | No            | 25                           | -              | -                     | 2%-19%           | 2                            | -                  | Working Capital       | -                      | None  | -         | 610,573  | 2,442,293  |
| "   | "                                    | Chuang Ju Limited Partnership                            | Accounts receivable | Yes           | 400,000                      | 400,000        | 400,000               | 2%-19%           | 2                            | -                  | Working Capital       | -                      | None  | -         | 1,526,433  | 2,442,293  |



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**Notes to Consolidated Financial Statements**

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**(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)**

| No. | Financing company                          | Counter-party (Note 4)                                  | Account                           | Related party | Maximum balance for the year | Ending balance | Amount actually drawn | Interest rate | Nature of financing (Note 1) | Transaction amount | Reasons for financing | Allowance for bad debt | Collateral                                   |         | Financing limits for each borrowing company (Note 2) | Financing company's total financing amount limits (Note 3) |
|-----|--|---|-----------------------------------|---------------|------------------------------|----------------|-----------------------|---------------|------------------------------|--------------------|-----------------------|------------------------|--|---------|--|--|
|     |  |   |                                   |               |                              |                |                       |               |                              |                    |                       |                        | Item   | Value   |  |  |
| 4   | Chailase International Finance Corporation | A   | Receivable-short term financing   | No            | 38,745                       | 38,745         | 38,745                | 3.85%-17%     | 2                            | -                  | Working Capital       | -                      | Properties                                   | 7,099   | 1,961,278  | 15,690,227   |
| "   | "  | B   | Receivable-short term financing   | No            | 34,440                       | 34,440         | -                     | 3.85%-17%     | 2                            | -                  | Working Capital       | -                      | None   | -       | 1,961,278  | 15,690,227   |
| "   | "  | C   | Receivable-short term financing   | No            | 34,440                       | 34,440         | -                     | 3.85%-17%     | 2                            | -                  | Working Capital       | -                      | None   | -       | 1,961,278  | 15,690,227   |
| "   | "  | D   | Receivable-short term financing   | No            | 54,052                       | 32,527         | 32,527                | 3.85%-17%     | 2                            | -                  | Working Capital       | 473                    | None   | -       | 1,961,278  | 15,690,227   |
| "   | "  | E   | Receivable-short term financing   | No            | 47,235                       | 32,168         | 32,168                | 3.85%-17%     | 2                            | -                  | Working Capital       | 632                    | Real estate                                  | 7,680   | 1,961,278  | 15,690,227   |
| "   | "  | F   | Receivable-short term financing   | No            | 32,288                       | 31,391         | 31,391                | 3.85%-17%     | 2                            | -                  | Working Capital       | -                      | Vehicles                                     | -       | 1,961,278  | 15,690,227   |
| "   | "  | G   | Receivable-short term financing   | No            | 40,658                       | 29,896         | 29,896                | 3.85%-17%     | 2                            | -                  | Working Capital       | 563                    | Vehicles                                     | 1,162   | 1,961,278  | 15,690,227   |
| "   | "  | H   | Receivable-short term financing   | No            | 39,014                       | 25,830         | 25,830                | 3.85%-17%     | 2                            | -                  | Working Capital       | 206                    | None   | -       | 1,961,278  | 15,690,227   |
| "   | "  | I   | Receivable-short term financing   | No            | 25,830                       | 25,113         | 25,113                | 3.85%-17%     | 2                            | -                  | Working Capital       | -                      | None   | -       | 1,961,278  | 15,690,227   |
| "   | "  | J   | Receivable-short term financing   | No            | 31,092                       | 24,395         | 24,395                | 3.85%-17%     | 2                            | -                  | Working Capital       | 439                    | Real estate                                  | 2,015   | 1,961,278  | 15,690,227   |
| "   | "  | Summary of other clients                                | Receivable-short term financing   | No            | 2,574,304                    | 1,469,721      | 1,392,231             | 3.85%-17%     | 2                            | -                  | Working Capital       | 39,112                 | Vehicles/ Real estate/ Equipment/ Properties | 149,496 | 1,961,278  | 15,690,227   |
| "   | "  | Summary of other clients                                | Receivables-business relationship | No            | 47,116                       | 20,891         | 20,891                | 3.85%-17%     | 1                            | 121,401            |                       | 462                    | Vehicles/ Equipment                          | 18,214  | 1,961,278  | 15,690,227   |
| "   | "  | Chailase International Corp.                            | Receivables from related party    | Yes           | 2,583,000                    | 2,583,000      | -                     | 3.85%-17%     | 2                            | -                  | Working Capital       | -                      | None   | -       | 9,806,392  | 15,690,227   |
| "   | "  | Chailase Finance International Corp.                    | Receivables from related party    | Yes           | 1,291,500                    | -              | -                     | 3.85%-17%     | 2                            | -                  | Working Capital       | -                      | None   | -       | 9,806,392  | 15,690,227   |
| "   | "  | JonRuei Finance Corporation                             | Receivables from related party    | Yes           | 861,000                      | -              | -                     | 3.85%-17%     | 2                            | -                  | Working Capital       | -                      | None   | -       | 9,806,392  | 15,690,227   |
| "   | "  | Chailase International Commercial Factoring Corporation | Receivables from related party    | Yes           | 861,000                      | 861,000        | -                     | 3.85%-17%     | 2                            | -                  | Working Capital       | -                      | None   | -       | 9,806,392  | 15,690,227   |
| 5   | Chailase Specialty Finance Co., Ltd.       | A   | Accounts receivable               | No            | 239,050                      | 239,050        | 239,050               | 0.88%-13.08%  | 2                            | -                  | Working Capital       | 1,554                  | None   | -       | 667,002  | 2,668,007  |
| "   | "  | B   | Accounts receivable               | No            | 200,000                      | 150,000        | 50,000                | 0.88%-13.08%  | 2                            | -                  | Working Capital       | 325                    | None   | -       | 667,002  | 2,668,007  |
| "   | "  | C   | Accounts receivable               | No            | 150,000                      | 150,000        | 150,000               | 0.88%-13.08%  | 2                            | -                  | Working Capital       | 975                    | None   | -       | 667,002  | 2,668,007  |
| "   | "  | D   | Accounts receivable               | No            | 108,500                      | 108,500        | 104,696               | 0.88%-13.08%  | 2                            | -                  | Working Capital       | 681                    | None   | -       | 667,002  | 2,668,007  |
| "   | "  | E   | Accounts receivable               | No            | 97,500                       | 97,500         | 75,375                | 0.88%-13.08%  | 2                            | -                  | Working Capital       | 490                    | None   | -       | 667,002  | 2,668,007  |
| "   | "  | F   | Accounts receivable               | No            | 145,000                      | 80,000         | 80,000                | 0.88%-13.08%  | 2                            | -                  | Working Capital       | 520                    | None   | -       | 667,002  | 2,668,007  |
| "   | "  | G   | Accounts receivable               | No            | 60,000                       | 60,000         | -                     | 0.88%-13.08%  | 2                            | -                  | Working Capital       | -                      | None   | -       | 667,002  | 2,668,007  |
| "   | "  | H   | Accounts receivable               | No            | 70,000                       | 52,480         | 52,480                | 0.88%-13.08%  | 2                            | -                  | Working Capital       | 341                    | None   | -       | 667,002  | 2,668,007  |

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**Notes to Consolidated Financial Statements**

**September 30, 2021 and 2020**

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| No. | Financing company                          | Counter-party (Note 4)                     | Account                        | Related party | Maximum balance for the year | Ending balance | Amount actually drawn | Interest rate | Nature of financing (Note 1) | Transaction amount | Reasons for financing | Allowance for bad debt | Collateral    |         | Financing limits for each borrowing company (Note 2) | Financing company's total financing amount limits (Note 3) |
|-----|--|--|--------------------------------|---------------|------------------------------|----------------|-----------------------|---------------|------------------------------|--------------------|-----------------------|------------------------|---------------|---------|--|--|
|     |  |  |                                |               |                              |                |                       |               |                              |                    |                       |                        | Item          | Value   |  |  |
| 5   | Chalease Specialty Finance Co., Ltd.       | I  | Accounts receivable            | No            | 65,000                       | 52,000         | 52,000                | 0.88%~13.08%  | 2                            | -                  | Working Capital       | 338                    | None          | -       | 667,002  | 2,668,007  |
| "   | "  | J  | Accounts receivable            | No            | 40,000                       | 32,980         | 32,980                | 0.88%~13.08%  | 2                            | -                  | Working Capital       | 214                    | None          | -       | 667,002  | 2,668,007  |
| "   | "  | Summary of other clients                   | Accounts receivable            | No            | 1,260,672                    | 340,213        | 308,713               | 0.88%~13.08%  | 2                            | -                  | Working Capital       | 9,361                  | Properties    | 17,786  | 667,002  | 2,668,007  |
| 6   | Chalease Finance Securitization Trust 2019 | A  | Accounts receivable            | No            | 9,315                        | 4,000          | 4,000                 | 4.00%~14.81%  | 1                            | 29,772             |                       | 32                     | None          | -       | 29,772   | 512,134  |
| "   | "  | B  | Accounts receivable            | No            | 3,973                        | 3,973          | 3,973                 | 4.00%~14.81%  | 2                            | -                  | Working Capital       | 3,377                  | Bank Deposits | 3,000   | 53,301   | 533,015  |
| "   | "  | C  | Accounts receivable            | No            | 10,962                       | 3,268          | 3,268                 | 4.00%~14.81%  | 2                            | -                  | Working Capital       | 26                     | None          | -       | 53,301   | 533,015  |
| "   | "  | D  | Accounts receivable            | No            | 5,305                        | 2,856          | 2,856                 | 4.00%~14.81%  | 1                            | 39,021             |                       | 23                     | Bank Deposits | 4,200   | 39,021   | 512,134  |
| "   | "  | E  | Accounts receivable            | No            | 5,551                        | 2,769          | 2,769                 | 4.00%~14.81%  | 1                            | 20,000             |                       | 22                     | None          | -       | 20,000   | 512,134  |
| "   | "  | F  | Accounts receivable            | No            | 7,476                        | 2,681          | 2,681                 | 4.00%~14.81%  | 1                            | 27,049             |                       | 21                     | None          | -       | 27,049   | 512,134  |
| "   | "  | G  | Accounts receivable            | No            | 3,089                        | 2,562          | 2,562                 | 4.00%~14.81%  | 2                            | -                  | Working Capital       | 20                     | Bank Deposits | 400     | 53,301   | 533,015  |
| "   | "  | H  | Accounts receivable            | No            | 9,461                        | 2,555          | 2,555                 | 4.00%~14.81%  | 1                            | 24,000             |                       | 20                     | Bank Deposits | 6,940   | 24,000   | 512,134  |
| "   | "  | I  | Accounts receivable            | No            | 6,113                        | 2,513          | 2,513                 | 4.00%~14.81%  | 1                            | 30,000             |                       | 20                     | Bank Deposits | 2,400   | 30,000   | 512,134  |
| "   | "  | J  | Accounts receivable            | No            | 11,478                       | 2,381          | 2,381                 | 4.00%~14.81%  | 1                            | 140,243            |                       | 19                     | None          | -       | 140,243  | 512,134  |
| "   | "  | Summary of other clients                   | Accounts receivable            | No            | 407,420                      | 10,285         | 10,285                | 4.00%~14.81%  | 2                            | -                  | Working Capital       | 85                     | Bank Deposits | 114,925 | 53,301   | 533,015  |
| "   | "  | Summary of other clients                   | Accounts receivable            | No            | 192,598                      | 16,482         | 16,482                | 4.00%~14.81%  | 1                            | 1,358,045          |                       | 979                    | Bank Deposits | 64,060  | 512,134  | 512,134  |
| 7   | Chalease Finance Securitization Trust 2019 | Chalease International Finance Corporation | Receivables from related party | Yes           | 861,000                      | -              | -                     | 3.85%         | 2                            | -                  | Working Capital       | -                      | None          | -       | 796,545  | 1,274,472  |
| "   | "  | Chalease Finance International Corp.       | Receivables from related party | Yes           | 430,500                      | -              | -                     | 3.85%         | 2                            | -                  | Working Capital       | -                      | None          | -       | 796,545  | 1,274,472  |
| 8   | Chalease Finance International Corp.       | Chalease International Finance Corporation | Receivables from related party | Yes           | 861,000                      | -              | -                     | 3.85%         | 2                            | -                  | Working Capital       | -                      | None          | -       | 1,253,515  | 2,005,624  |
| "   | "  | Chalease International Corp.               | Receivables from related party | Yes           | 861,000                      | -              | -                     | 3.85%         | 2                            | -                  | Working Capital       | -                      | None          | -       | 1,253,515  | 2,005,624  |
| 9   | Chalease Auto Rental Co., Ltd.             | A  | Accounts receivable            | No            | 7,000                        | 6,649          | 6,649                 | 3.56%~10.57%  | 1                            | 8,829              |                       | 33                     | Vehicles      | 7,000   | 8,829  | 952,297  |
| "   | "  | B  | Accounts receivable            | No            | 5,200                        | 4,762          | 4,762                 | 3.56%~10.57%  | 2                            | -                  | Working Capital       | 24                     | Vehicles      | 4,350   | 158,716  | 634,865  |
| "   | "  | C  | Accounts receivable            | No            | 2,800                        | 2,399          | 2,399                 | 3.56%~10.57%  | 2                            | -                  | Working Capital       | 12                     | Vehicles      | 1,920   | 158,716  | 634,865  |
| "   | "  | D  | Accounts receivable            | No            | 2,700                        | 2,219          | 2,219                 | 3.56%~10.57%  | 2                            | -                  | Working Capital       | 11                     | Vehicles      | 1,800   | 158,716  | 634,865  |
| "   | "  | E  | Accounts receivable            | No            | 2,000                        | 1,608          | 1,608                 | 3.56%~10.57%  | 2                            | -                  | Working Capital       | 8                      | Vehicles      | 1,700   | 158,716  | 634,865  |

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|-----|---|--|--------------------------------|---------------|------------------------------|----------------|-----------------------|---------------|------------------------------|--------------------|-----------------------|------------------------|------------|--------|--|--|
|     |   |  |                                |               |                              |                |                       |               |                              |                    |                       |                        | Item       | Value  |  |  |
| 9   | Chailase Auto Rental Co., Ltd.                          | F  | Accounts receivable            | No            | 2,000                        | 1,445          | 1,445                 | 3.56%~10.57%  | 1                            | 4,463              |                       | 7                      | Vehicles   | 1,400  | 4,463  | 952,297  |
| "   | "   | G  | Accounts receivable            | No            | 1,530                        | 1,415          | 1,415                 | 3.56%~10.57%  | 2                            | -                  | Working Capital       | 7                      | Vehicles   | 1,530  | 158,716  | 634,865  |
| "   | "   | H  | Accounts receivable            | No            | 1,440                        | 1,374          | 1,374                 | 3.56%~10.57%  | 2                            | -                  | Working Capital       | 7                      | Vehicles   | 1,210  | 158,716  | 634,865  |
| "   | "   | I  | Accounts receivable            | No            | 1,700                        | 1,365          | 1,365                 | 3.56%~10.57%  | 2                            | -                  | Working Capital       | 7                      | Vehicles   | 1,140  | 158,716  | 634,865  |
| "   | "   | J  | Accounts receivable            | No            | 1,500                        | 1,268          | 1,268                 | 3.56%~10.57%  | 2                            | -                  | Working Capital       | 6                      | Vehicles   | 1,000  | 158,716  | 634,865  |
| "   | "   | Summary of other clients                   | Accounts receivable            | No            | 3,175                        | 2,763          | 2,763                 | 3.56%~10.57%  | 1                            | 11,536             |                       | 14                     | Vehicles   | 2,390  | 11,536   | 952,297  |
| "   | "   | Summary of other clients                   | Accounts receivable            | No            | 16,125                       | 10,558         | 10,138                | 3.56%~10.57%  | 2                            | -                  | Working Capital       | 51                     | Vehicles   | 11,500 | 158,716  | 634,865  |
| 10  | Chailase International Commercial Factoring Corporation | Chailase International Finance Corporation | Receivables from related party | Yes           | 86,100                       | -              | -                     | 3.85%         | 2                            | -                  | Working Capital       | -                      | None       | -      | 86,973   | 86,973   |

Note 1: (1)Those with business relationship please fill in 1;

(2)Those necessary for short-term financing please fill in 2.

Note 2: Limit on the amount for loaning fund to individual counterparty

(0)The Company— The maximum fund loaning provided by Chailase Holding Company Limited for individual entity cannot exceed \$10,337,949, which is 10% of the net worth.

(1)Subsidiary— The maximum fund loaning provided by Chailase Finance Co., Ltd. for necessary short-term financing to individual entity cannot exceed \$4,573,434, which is 10% of the net worth. The maximum fund loaning cannot exceed \$11,433,585, which is 25% of the net worth to individual associate. The maximum fund loaning for business relationship cannot exceed the trading amount between Chailase Finance Co., Ltd. and other companies during the latest operating cycle.

(2)Subsidiary— The maximum fund loaning provided by Fina Finance & Trading Co., Ltd. for necessary short-term financing to individual entity cannot exceed \$2,031,906, which is 10% of the net worth. The maximum fund loaning cannot exceed \$5,079,764, which is 25% of the net worth to domestic subsidiaries and affiliated companies whose shares are 100% held directly or indirectly by Fina Finance & Trading Co., Ltd. The maximum fund loaning for business relationship cannot exceed the trading amount between Fina Finance & Trading Co., Ltd. and other companies during the latest operating cycle.

(3)Subsidiary— The maximum fund loaning provided by Chailase Consumer Finance Co., Ltd. for necessary short-term financing to individual entity cannot exceed \$610,573, which is 10% of the net worth. The maximum fund loaning cannot exceed \$1,526,433, which is 25% of the net worth to domestic subsidiaries and affiliated companies whose shares are 100% held directly or indirectly by Chailase Consumer Finance Co., Ltd. The maximum fund loaning for business relationship cannot exceed the trading amount between Chailase Consumer Finance Co., Ltd. and other companies during the latest operating cycle.

(4)Subsidiary— The maximum fund loaning provided by Chailase International Finance Corporation for individual entity cannot exceed \$1,961,278, which is 5% of the net worth. The maximum fund loaning cannot exceed \$9,806,392, which is 25% of the net worth to individual associate.

(5)Subsidiary— The maximum fund loaning provided by Chailase Specialty Finance Co., Ltd. for necessary short-term financing to individual entity cannot exceed \$667,002, which is 10% of the net worth. The maximum fund loaning for business relationship cannot exceed the trading amount between Chailase Specialty Finance Co., Ltd. and other firm during the latest operating cycle.

(6)Special purpose entities— The maximum fund loaning provided by Chailase Finance Securitization Trust 2019 for necessary short-term financing to an individual entity cannot exceed \$53,301, which is 1% of the securitized financial assets approved by the competent authority. The maximum fund loaning for business relationship cannot exceed the trading amount of Securitization Trust during the latest operating cycle.

(7)Subsidiary— The maximum fund loaning provided by Chailase International Corp. for individual entity cannot exceed \$159,309, which is 5% of the net worth. The maximum fund loaning cannot exceed \$796,545, which is 25% of the net worth to individual associate.

(8)Subsidiary— The maximum fund loaning provided by Chailase Finance International Corp. for individual entity cannot exceed \$250,703, which is 5% of the net worth. The maximum fund loaning cannot exceed \$1,253,515, which is 25% of the net worth to individual associate.

(9)Subsidiary— The maximum fund loaning provided by Chailase Auto Rental Co., Ltd. for necessary short-term financing to individual entity cannot exceed \$158,716, which is 10% of the net worth. The maximum fund loaning for business relationship cannot exceed the trading amount of Chailase Auto Rental Co., Ltd. and other firms during the latest operating cycle.

(10)Subsidiary— The maximum fund loaning provided by Chailase International Commercial Factoring Corporation for individual associate cannot exceed \$86,973, which is 40% of the net worth. The maximum fund loaning cannot exceed \$10,872, which is 5% of the net worth to individual entity.

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**Note 3: Limit on the amount for loaning fund**

- (0) The Company— The total amount of fund loaning provided by Chailease Holding Company Limited cannot exceed \$103,379,491, which is the net worth; the total amount of fund loaning for short-term financing cannot exceed \$41,351,796, which is 40% of the net worth of the most recent financial statement.
- (1) Subsidiary— The total amount of fund loaning provided by Chailease Finance Co., Ltd. for short-term financing cannot exceed \$45,734,339, which is the net worth of the most recent financial statement. The total amount of fund loaning for business relationship cannot exceed \$36,587,471, which is 80% of the net worth.
- (2) Subsidiary— The total amount of fund loaning provided by Fina Finance & Trading Co., Ltd. for short-term financing cannot exceed \$20,319,057, which is the net worth of the most recent financial statement. The total amount of fund loaning for business relationship cannot exceed \$12,191,434, which is 60% of the net worth.
- (3) Subsidiary— The total amount of fund loaning provided by Chailease Consumer Finance Co., Ltd. for short-term financing cannot exceed \$2,442,293, which is 40% of the net worth of the most recent financial statement. The total amount of fund loaning for business relationship cannot exceed \$3,663,439, which is 60% of the net worth.
- (4) Subsidiary— The total amount of fund loaning provided by Chailease International Finance Corporation cannot exceed \$15,690,227, which is 40% of the net worth of the most recent financial statement.
- (5) Subsidiary— The total amount of fund loaning provided by Chailease Specialty Finance Co., Ltd. for short-term financing cannot exceed \$2,668,007, which is 40% of the net worth of the most recent financial statement. The total amount of fund loaning for business relationship cannot exceed \$5,336,013, which is 80% of the net worth.
- (6) Special purpose entities— The total amount of fund loaning provided by Chailease Finance Securitization Trust 2019 cannot exceed \$1,045,149, which is the book value of the subordinated debt securities; the total amount of fund loaning for short-term financing cannot exceed \$533,015, which is 10% of the securitized financial assets approved by the competent authority. The total amount of fund loaning for business relationship cannot exceed \$512,134. Which is the book value mentioned above minus 10% of the securitized financial assets.
- (7) Subsidiary— The total amount of fund loaning provided by Chailease International Corp. cannot exceed \$1,274,472, which is 40% of the net worth of the most recent financial statement.
- (8) Subsidiary— The total amount of fund loaning provided by Chailease Finance International Corp. cannot exceed \$2,005,624, which is 40% of the net worth of the most recent financial statement.
- (9) Subsidiary— The total amount of fund loaning provided by Chailease Auto Rental Co., Ltd. for short-term financing cannot exceed \$634,865, which is 40% of the net worth of the most recent financial statement. The total amount of fund loaning for business relationship cannot exceed \$952,297, which is 60% of the net worth.
- (10) Subsidiary— The total amount of fund loaning provided by Chailease International Commercial Factoring Corporation cannot exceed \$86,973, which is 40% of the net worth of the most recent financial statement.

**Note 4: Counterparties**

- (1) Subsidiary— Chailease Finance Co., Ltd.: There are 6,232 counterparties altogether during the period, the above table only disclosed the related parties and the top 20 counterparties.
- (2) Subsidiary— Fina Finance & Trading Co., Ltd.: There are 943 counterparties altogether during the period, the above table only disclosed the related parties and the top 10 counterparties.
- (3) Subsidiary— Chailease Consumer Finance Co., Ltd.: There are 6 counterparties altogether during the period.
- (4) Subsidiary— Chailease International Finance Corporation: There are 239 counterparties altogether during the period, the above table only disclosed the related parties and the top 10 counterparties.
- (5) Subsidiary— Chailease Specialty Finance Co., Ltd.: There are 69 counterparties altogether during the period, the above table only disclosed the related parties and the top 10 counterparties.
- (6) Special purpose entities— Chailease Finance Securitization Trust 2019: There are 184 counterparties altogether during the period, the above table only disclosed the related parties and the top 10 counterparties.
- (7) Subsidiary— Chailease International Corp.: There are 2 counterparties during the period.
- (8) Subsidiary— Chailease Finance International Corp.: There are 2 counterparties during the period.
- (9) Subsidiary— Chailease Auto Rental Co., Ltd.: There are 31 counterparties during the period, the above table only disclosed the related parties and the top 10 counterparties.
- (10) Subsidiary— Chailease International Commercial Factoring Corporation: There is 1 counterparty during the period.
- (11) Chailease Consumer Finance Co., Ltd. is the limited partner of Chuang Ju Limited partnership.

**Note 5:** Subject to the contracts, we use letters instead of the real name of counterparties.

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**2. Guarantees and endorsements for other parties:**

(Amounts Expressed in Thousands of New Taiwan Dollars)

| No. | Endorsement/<br>guarantee<br>provider | Counter-party                                     |                                       | Limitation on<br>endorsement/<br>guarantee amount<br>provided to each<br>guaranteed party | Maximum balance<br>for the year | Ending balance | Amount actually<br>drawn | Amount of<br>endorsement/<br>guarantee<br>collateralized by<br>properties | Ratio of accumulated<br>endorsement/guarantee<br>to net equity per latest<br>financial statements | Maximum<br>endorsement<br>guarantee amount<br>allowance | Guarantee<br>provided by parent<br>company | Guarantee provided<br>by a subsidiary | Guarantee provided to<br>subsidiaries in<br>Mainland China |
|-----|---------------------------------------|---|---------------------------------------|---|---------------------------------|----------------|--------------------------|---|---|---|--|---------------------------------------|--|
|     |                                       | Name  | Nature of<br>relationship<br>(Note 1) |   |                                 |                |                          |   |   |   |  |                                       |  |
| 0   | The Company                           | Chailase International Finance Corporation        | 2                                     | 206,758,982   | 59,172,975                      | 59,172,975     | 40,280,336               | -   | 57.24 %   | 516,897,455   | Y  |                                       | Y  |
| "   | "                                     | Chailase International Company (Malaysia) Limited | 2                                     | 206,758,982   | 1,141,400                       | 1,114,000      | -                        | -   | 1.08 %  | 516,897,455   | Y  |                                       |  |
| "   | "                                     | Chailase Berjaya Credit Sdn. Bhd.                 | 2                                     | 51,689,746  | 11,324,480                      | 10,462,790     | 8,319,782                | -   | 10.12 %   | 516,897,455   | Y  |                                       |  |
| "   | "                                     | Chailase Royal Leasing Plc.                       | 2                                     | 51,689,746  | 3,994,900                       | 3,815,450      | 1,067,903                | -   | 3.69 %  | 516,897,455   | Y  |                                       |  |
| "   | "                                     | Chailase Royal Finance Plc.                       | 2                                     | 51,689,746  | 3,704,050                       | 3,704,050      | 1,817,634                | -   | 3.58 %  | 516,897,455   | Y  |                                       |  |
| "   | "                                     | Chailase Berjaya Finance Corporation              | 2                                     | 51,689,746  | 1,946,015                       | 1,805,650      | 327,173                  | -   | 1.75 %  | 516,897,455   | Y  |                                       |  |
| 1   | Chailase Finance Co., Ltd.            | Chailase Auto Rental Co., Ltd.                    | 2                                     | 91,468,678  | 5,838,800                       | 5,667,750      | 4,400,000                | -   | 12.39 %   | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Chailase Consumer Finance Co., Ltd.               | 2                                     | 91,468,678  | 5,695,000                       | 5,695,000      | 470,000                  | -   | 12.45 %   | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Chailase Specialty Finance Co., Ltd.              | 2                                     | 91,468,678  | 300,000                         | 300,000        | -                        | -   | 0.66 %  | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Chailase International Leasing Company Limited    | 2                                     | 91,468,678  | 15,970,649                      | 15,941,251     | 8,931,729                | -   | 34.86 %   | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Chailase International Trading Company Limited    | 2                                     | 91,468,678  | 1,113,258                       | 1,099,400      | 366,933                  | -   | 2.40 %  | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Yun Tang Inc.                                     | 2                                     | 91,468,678  | 1,333,541                       | 1,333,541      | 1,033,541                | -   | 2.92 %  | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Chailase Credit Services Co., Ltd.                | 2                                     | 91,468,678  | 36,000                          | 36,000         | 3                        | -   | 0.08 %  | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Chailase Energy Integration Co., Ltd.             | 2                                     | 91,468,678  | 780,000                         | 530,000        | 100,000                  | -   | 1.16 %  | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Chailase Power Technology Co., Ltd.               | 2                                     | 91,468,678  | 1,400,000                       | 1,200,000      | 470,850                  | -   | 2.62 %  | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Chung Ho Energy Integration Co., Ltd.             | 2                                     | 91,468,678  | 20,000                          | 20,000         | -                        | -   | 0.04 %  | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Chung Yen Energy Integration Co., Ltd.            | 2                                     | 91,468,678  | 270,000                         | 270,000        | 120,000                  | -   | 0.59 %  | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Chung Cheng Energy Integration Co., Ltd.          | 2                                     | 91,468,678  | 20,000                          | 20,000         | -                        | -   | 0.04 %  | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Ho Lien Energy Integration Co., Ltd.              | 2                                     | 91,468,678  | 20,000                          | 20,000         | -                        | -   | 0.04 %  | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Tai Yuan Energy Integration Co., Ltd.             | 2                                     | 91,468,678  | 150,000                         | 150,000        | -                        | -   | 0.33 %  | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Tien Sin Intelligent Green Energy Co., Ltd.       | 2                                     | 91,468,678  | 698,000                         | 413,776        | 13,776                   | -   | 0.90 %  | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Tien Jen Energy Co., Ltd.                         | 2                                     | 91,468,678  | 698,000                         | 571,585        | -                        | -   | 1.25 %  | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Tien Chu Energy Co., Ltd.                         | 2                                     | 91,468,678  | 698,000                         | 509,574        | 109,574                  | -   | 1.11 %  | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Tien Ying Energy Co., Ltd.                        | 2                                     | 91,468,678  | 1,498,000                       | 1,471,748      | 71,748                   | -   | 3.22 %  | 228,671,695   | Y  |                                       |  |
| "   | "                                     | Tien Jui Energy Co., Ltd.                         | 2                                     | 91,468,678  | 698,000                         | 523,316        | 123,316                  | -   | 1.14 %  | 228,671,695   | Y  |                                       |  |

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| No. | Endorsement/<br>guarantee<br>provider                 | Counter-party   |                                      | Limitation on<br>endorsement/<br>guarantee amount<br>provided to each<br>guaranteed party | Maximum balance<br>for the year | Ending balance | Amount actually<br>drawn | Amount of<br>endorsement/<br>guarantee<br>collateralized by<br>properties | Ratio of accumulated<br>endorsement/guarantee<br>to net equity per latest<br>financial statements | Maximum<br>endorsement<br>guarantee amount<br>allowance | Guarantee<br>provided by parent<br>company | Guarantee provided<br>by a subsidiary | Guarantee<br>provided to<br>subsidiaries in<br>Mainland China |
|-----|---|---|--------------------------------------|---|---------------------------------|----------------|--------------------------|---|---|---|--|---------------------------------------|---|
|     |   | Name  | Nature of<br>relationship<br>(Note1) |   |                                 |                |                          |   |   |   |  |                                       |   |
| 1   | Chaillease Finance<br>Co., Ltd.                       | Grand Pacific<br>Financing Corp.  | 2                                    | 103,379,491   | 3,081,780                       | 2,785,000      | 800,688                  | -   | 6.09 %  | 228,671,695   |  |                                       |   |
| "   | "   | Chaillease International<br>Financial Services Co.,<br>Ltd.             | 2                                    | 103,379,491   | 24,452,928                      | 13,773,496     | 8,273,104                | -   | 30.12 %   | 228,671,695   |  |                                       |   |
| "   | "   | Chaillease International<br>Financial Services<br>(Singapore) Pte. Ltd. | 2                                    | 103,379,491   | 23,143,875                      | 23,028,975     | 15,503,752               | -   | 50.35 %   | 228,671,695   |  |                                       |   |
| 2   | Asia Sermkij<br>Leasing Public<br>Co., Ltd.           | Bangkok Grand Pacific<br>Lease Public Company<br>Limited                | 2                                    | 14,768,823  | 238,900                         | -              | -                        | -   | %   | 36,922,058  | Y  |                                       |   |
| 3   | Chaillease<br>International<br>Finance<br>Corporation | Chaillease International<br>Corp.                                       | 2                                    | 78,451,134  | 12,943,082                      | 12,922,511     | 8,104,827                | -   | 32.94 %   | 196,127,836   | Y  |                                       | Y   |
| "   | "   | Chaillease Finance<br>International Corp.                               | 2                                    | 78,451,134  | 10,561,247                      | 10,211,820     | 5,283,889                | -   | 26.03 %   | 196,127,836   | Y  |                                       | Y   |
| 4   | Grand Pacific<br>Holding Corp.                        | Grand Pacific<br>Financing Corp.  | 2                                    | 1,072,295   | 85,605                          | 83,550         | -                        | -   | 3.90 %  | 1,072,295   | Y  |                                       |   |

Note 1: (1)The Company has business with the receiving parties.

(2)The Company holds directly or indirectly more than 50% of the common stock of the subsidiaries.

(3)The Company hold directly or indirectly more than 50% by the investee.

(4)The stockholders of the Company provide guarantee for the investee to their stockholding percentage.

(5)Others: According to the Regulations Governing Loaning of Funds and Making of guarantees and endorsements by Public Companies article 5, paragraph 2, guarantees made between companies in which the public company holds, directly or indirectly, 100% of the voting shares have no restriction on the guarantees amount.

Note 2: If the financial statements included contingent loss, the amount stated shall be indicated.

Note 3: The maximum guarantees and endorsements cannot exceed five times of net worth of the Company. The maximum guarantees and endorsements for individual counterparty cannot exceed 50% of net worth of the Company. The amount of guarantees and endorsements for the subsidiaries in which be hold more than 80% of its outstanding common shares cannot exceed twice of net worth of the Company.

Note 4: Subsidiary— The total amount of guarantees and endorsements provided by Chaillease Finance Co., Ltd.(CFC) cannot exceed five times of its net worth, and guarantees for a individual entity cannot exceed 50% of its net worth. The amount of guarantees and endorsements for subsidiaries in which be hold more than 80% of its outstanding common shares cannot exceed twice of its net worth; and if the guarantees and endorsements are for business purpose, the amount cannot exceed the transaction amount during the latest year. The total amount of guarantees and endorsements for the Company holds directly or indirectly 100% of the investee cannot exceed the net worth of the Company, the maximum guarantees and endorsements cannot exceed five times of net worth of CFC.

Note 5: Subsidiary— The total amount of guarantees and endorsements provided by Chaillease Finance Co., Ltd. for Chaillease International Financial Services Co., Ltd., Chaillease International Financial Services (Singapore) Pte. Ltd., Chaillease Specialty Finance Co., Ltd., Chaillease Auto Rental Co., Ltd., Chaillease Power Technology Co., Ltd., Chaillease Energy Integration Co., Ltd., Yun Tang Inc., Tai Yuan Energy Integration Co., Ltd., Chung Yen Energy Integration Co., Ltd., Tien Sin Intelligent Green Energy Co., Ltd., Tien Jen Energy Co., Ltd., Tien Chun Energy Co., Ltd., Tien Jui Energy Co., Ltd., and Tien Ying Energy Co., Ltd. is \$22,828,533. The total amount has been adjusted.

Note 6: Subsidiary— The maximum guarantees and endorsements provided by Asia Sermkij Leasing Public Company Limited cannot exceed five times of its net worth. The maximum of guarantees and endorsements for individual counterparty cannot exceed twice of its net worth.

Note 7: Subsidiary— The maximum and the total amount of guarantees and endorsements provided by Grand Pacific Holding Corp. cannot exceed five times of its capital.

Note 8: Subsidiary— The maximum guarantees and endorsements provided by Chaillease International Finance Corporation cannot exceed five times of net worth of the most recent financial statement. The maximum guarantees and endorsements for individual counterparty cannot exceed 50% of its net worth. The individual counterparty holding shares to the company are exceed 50% and the maximum guarantees and endorsements cannot exceed twice of its net worth.

Note 9: The total amount of guarantees and endorsements provided by the Company for Chaillease International Finance Corporation and Chaillease International Corp. is CNY110,000 thousand (\$473,550). The total amount has been disclosed in the balance of guarantees and endorsements for Chaillease International Corp.

Note 10: The total amount of guarantees and endorsements provided by the Company for Chaillease International Finance Corporation and Chaillease Finance International Corp. is CNY100,000 thousand (\$430,500). The total amount has been disclosed in the balance of guarantees and endorsements for Chaillease Finance International Corp.

Note 11: The total amount of guarantees and endorsements provided by the Company for Chaillease Royal Finance Plc. and Chaillease Royal Leasing Plc. is USD183,000 thousand (\$5,096,550). The total amount has been adjusted.

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**3. Securities held at the end of the period (excluding investment in subsidiaries, associates and joint ventures):**

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| Held company Name         | Marketable securities type and name                                  | Relationship with the company  | Financial statement account                                   | Ending balance              |                |                             |                     | Note   |
|---------------------------|--|--|---|-----------------------------|----------------|-----------------------------|---------------------|--|
|                           |  |  |   | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |  |
| Chalease Finance Co., Ltd | Forcera Materials Co., Ltd.(Former name : SIC Electronics Co., Ltd.) | Investee company accounted for under the financial assets at fair value through profit or loss | Current financial assets at fair value through profit or loss | 130                         | 480            | - %                         | 480                 |  |
| "                         | Webi & Net Internet Services Inc.                                    | "  | "   | 250                         | -              | 10.53 %                     | -                   | (Note 2)   |
| "                         | Sampotech Co., Ltd.  | "  | "   | 369                         | -              | 0.10 %                      | -                   | (Note 2)   |
| "                         | Skanhex Technology Inc.  | "  | "   | 5,273                       | -              | 4.53 %                      | -                   | (Note 2)   |
| "                         | Rosun Technologies, Inc.   | "  | "   | 182                         | -              | - %                         | -                   | Percentage of ownership less than 0.01% (Note 2) |
| "                         | EastWest Pharmaceuticals   | "  | "   | 242                         | -              | 5.84 %                      | -                   | (Note 2)   |
| "                         | Azanda Network Devices   | "  | "   | 714                         | -              | - %                         | -                   | Percentage of ownership less than 0.01% (Note 2) |
| "                         | Deerport   | "  | "   | -                           | -              | 10.48 %                     | -                   | Shareholding less than 1,000 shares (Note 2)     |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond                       | "  | "   | -                           | 25,903         | - %                         | 25,903              |  |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond                       | "  | "   | -                           | 20,066         | - %                         | 20,066              |  |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond                       | "  | "   | -                           | 10,104         | - %                         | 10,104              |  |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond                       | "  | "   | -                           | 13,043         | - %                         | 13,043              |  |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond                       | "  | "   | -                           | 16,098         | - %                         | 16,098              |  |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond                       | "  | "   | -                           | 35,220         | - %                         | 35,220              |  |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond                       | "  | "   | -                           | 2,812          | - %                         | 2,812               |  |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond                       | "  | "   | -                           | 3,007          | - %                         | 3,007               |  |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond                       | "  | "   | -                           | 39,746         | - %                         | 39,746              |  |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond                       | "  | "   | -                           | 24,076         | - %                         | 24,076              |  |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond                       | "  | "   | -                           | 22,193         | - %                         | 22,193              |  |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond                       | "  | "   | -                           | 4,332          | - %                         | 4,331               |  |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond                       | "  | "   | -                           | 35,094         | - %                         | 35,094              |  |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond                       | "  | "   | -                           | 28,558         | - %                         | 28,558              |  |

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| Held company Name         | Marketable securities type and name                  | Relationship with the company  | Financial statement account                                   | Ending balance              |                |                             |                     | Note |
|---------------------------|--|--|---|-----------------------------|----------------|-----------------------------|---------------------|------|
|                           |  |  |   | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |      |
| Chalease Finance Co., Ltd | Yuanta Securities Co., Ltd.'s Convertible Bond       | Investee company accounted for under the financial assets at fair value through profit or loss | Current financial assets at fair value through profit or loss | -                           | 18,941         | - %                         | 18,941              |      |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond       | "  | "   | -                           | 50,302         | - %                         | 50,302              |      |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond       | "  | "   | -                           | 15,147         | - %                         | 15,147              |      |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond       | "  | "   | -                           | 33,268         | - %                         | 33,268              |      |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond       | "  | "   | -                           | 18,037         | - %                         | 18,037              |      |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond       | "  | "   | -                           | 27,223         | - %                         | 27,223              |      |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond       | "  | "   | -                           | 10,484         | - %                         | 10,484              |      |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond       | "  | "   | -                           | 40,301         | - %                         | 40,301              |      |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond       | "  | "   | -                           | 15,095         | - %                         | 15,095              |      |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond       | "  | "   | -                           | 25,228         | - %                         | 25,228              |      |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond       | "  | "   | -                           | 1,309          | - %                         | 1,309               |      |
| "                         | Yuanta Securities Co., Ltd.'s Convertible Bond       | "  | "   | -                           | 17,402         | - %                         | 17,402              |      |
| "                         | MasterLink Securities Corporation's Convertible Bond | "  | "   | -                           | 60,549         | - %                         | 60,549              |      |
| "                         | MasterLink Securities Corporation's Convertible Bond | "  | "   | -                           | 13,107         | - %                         | 13,107              |      |
| "                         | MasterLink Securities Corporation's Convertible Bond | "  | "   | -                           | 20,208         | - %                         | 20,208              |      |
| "                         | MasterLink Securities Corporation's Convertible Bond | "  | "   | -                           | 13,910         | - %                         | 13,910              |      |
| "                         | MasterLink Securities Corporation's Convertible Bond | "  | "   | -                           | 35,165         | - %                         | 35,165              |      |
| "                         | MasterLink Securities Corporation's Convertible Bond | "  | "   | -                           | 2,012          | - %                         | 2,012               |      |
| "                         | MasterLink Securities Corporation's Convertible Bond | "  | "   | -                           | 35,212         | - %                         | 35,212              |      |
| "                         | MasterLink Securities Corporation's Convertible Bond | "  | "   | -                           | 20,225         | - %                         | 20,225              |      |
| "                         | MasterLink Securities Corporation's Convertible Bond | "  | "   | -                           | 7,079          | - %                         | 7,079               |      |



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|---------------------------|--|--|---|-----------------------------|----------------|-----------------------------|---------------------|------|
|                           |  |  |   | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |      |
| Chalease Finance Co., Ltd | MasterLink Securities Corporation's Convertible Bond | Investee company accounted for under the financial assets at fair value through profit or loss | Current financial assets at fair value through profit or loss | -                           | 57,542         | - %                         | 57,542              |      |
| "                         | MasterLink Securities Corporation's Convertible Bond | "  | "   | -                           | 21,652         | - %                         | 21,652              |      |
| "                         | MasterLink Securities Corporation's Convertible Bond | "  | "   | -                           | 9,094          | - %                         | 9,094               |      |
| "                         | MasterLink Securities Corporation's Convertible Bond | "  | "   | -                           | 6,044          | - %                         | 6,044               |      |
| "                         | SinoPac Securities Corporation's Convertible Bond    | "  | "   | -                           | 20,191         | - %                         | 20,191              |      |
| "                         | SinoPac Securities Corporation's Convertible Bond    | "  | "   | -                           | 15,112         | - %                         | 15,112              |      |
| "                         | SinoPac Securities Corporation's Convertible Bond    | "  | "   | -                           | 20,235         | - %                         | 20,235              |      |
| "                         | SinoPac Securities Corporation's Convertible Bond    | "  | "   | -                           | 25,144         | - %                         | 25,144              |      |
| "                         | SinoPac Securities Corporation's Convertible Bond    | "  | "   | -                           | 10,114         | - %                         | 10,114              |      |
| "                         | SinoPac Securities Corporation's Convertible Bond    | "  | "   | -                           | 5,049          | - %                         | 5,049               |      |
| "                         | SinoPac Securities Corporation's Convertible Bond    | "  | "   | -                           | 14,127         | - %                         | 14,127              |      |
| "                         | KGI Securities Co. LTD.'s Convertible Bond           | "  | "   | -                           | 34,483         | - %                         | 34,483              |      |
| "                         | KGI Securities Co. LTD.'s Convertible Bond           | "  | "   | -                           | 20,437         | - %                         | 20,437              |      |
| "                         | KGI Securities Co. LTD.'s Convertible Bond           | "  | "   | -                           | 30,129         | - %                         | 30,129              |      |
| "                         | KGI Securities Co. LTD.'s Convertible Bond           | "  | "   | -                           | 29,996         | - %                         | 29,996              |      |
| "                         | KGI Securities Co. LTD.'s Convertible Bond           | "  | "   | -                           | 15,134         | - %                         | 15,134              |      |
| "                         | KGI Securities Co. LTD.'s Convertible Bond           | "  | "   | -                           | 10,102         | - %                         | 10,102              |      |
| "                         | KGI Securities Co. LTD.'s Convertible Bond           | "  | "   | -                           | 20,065         | - %                         | 20,065              |      |
| "                         | KGI Securities Co. LTD.'s Convertible Bond           | "  | "   | -                           | 3,032          | - %                         | 3,032               |      |
| "                         | KGI Securities Co. LTD.'s Convertible Bond           | "  | "   | -                           | 9,088          | - %                         | 9,088               |      |
| "                         | KGI Securities Co. LTD.'s Convertible Bond           | "  | "   | -                           | 12,633         | - %                         | 12,633              |      |

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|---------------------------|---|--|---|-----------------------------|----------------|-----------------------------|---------------------|------|
|                           |   |  |   | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |      |
| Chalease Finance Co., Ltd | KGI Securities Co. LTD.'s Convertible Bond  | Investee company accounted for under the financial assets at fair value through profit or loss | Current financial assets at fair value through profit or loss | -                           | 5,034          | - %                         | 5,034               |      |
| "                         | KGI Securities Co. LTD.'s Convertible Bond  | "  | "   | -                           | 6,110          | - %                         | 6,110               |      |
| "                         | KGI Securities Co. LTD.'s Convertible Bond  | "  | "   | -                           | 13,233         | - %                         | 13,233              |      |
| "                         | KGI Securities Co. LTD.'s Convertible Bond  | "  | "   | -                           | 20,387         | - %                         | 20,387              |      |
| "                         | KGI Securities Co. LTD.'s Convertible Bond  | "  | "   | -                           | 25,203         | - %                         | 25,203              |      |
| "                         | KGI Securities Co. LTD.'s Convertible Bond  | "  | "   | -                           | 3,825          | - %                         | 3,825               |      |
| "                         | KGI Securities Co. LTD.'s Convertible Bond  | "  | "   | -                           | 5,166          | - %                         | 5,166               |      |
| "                         | Fubon Securities Co., Ltd. Convertible Bond   | "  | "   | -                           | 10,150         | - %                         | 10,150              |      |
| "                         | Bank of Yuanta's Beneficial Right of the Real Estate Trust                                | —  | Current financial assets at amortized cost                    | -                           | 48,500         | - %                         | 48,500              |      |
| "                         | Bank of Yuanta's Beneficial Right of the Real Estate Trust                                | —  | "   | -                           | 10,000         | - %                         | 10,000              |      |
| "                         | Bank of Yuanta's Beneficial Right of the Real Estate Trust                                | —  | "   | -                           | 8,840          | - %                         | 8,840               |      |
| "                         | Bank of Yuanta's Beneficial Right of the Real Estate Trust                                | —  | "   | -                           | 256,906        | - %                         | 256,906             |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —  | "   | -                           | 20,500         | - %                         | 20,500              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —  | "   | -                           | 19,400         | - %                         | 19,400              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —  | "   | -                           | 50,000         | - %                         | 50,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —  | "   | -                           | 18,000         | - %                         | 18,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —  | "   | -                           | 38,250         | - %                         | 38,250              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —  | "   | -                           | 88,500         | - %                         | 88,500              |      |

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|---------------------------|---|-------------------------------|--|-----------------------------|----------------|-----------------------------|---------------------|------|
|                           |   |                               |  | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |      |
| Chalease Finance Co., Ltd | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | Current financial assets at amortized cost | -                           | 115,000        | - %                         | 115,000             |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 80,000         | - %                         | 80,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 53,000         | - %                         | 53,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 24,000         | - %                         | 24,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 44,500         | - %                         | 44,500              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 62,000         | - %                         | 62,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 27,500         | - %                         | 27,500              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 31,000         | - %                         | 31,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 66,000         | - %                         | 66,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 84,000         | - %                         | 84,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 39,500         | - %                         | 39,500              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 45,200         | - %                         | 45,200              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 24,700         | - %                         | 24,700              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 49,200         | - %                         | 49,200              |      |

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|---------------------------|---|-------------------------------|--|-----------------------------|----------------|-----------------------------|---------------------|------|
|                           |   |                               |  | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |      |
| Chalease Finance Co., Ltd | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | Current financial assets at amortized cost | -                           | 71,000         | - %                         | 71,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 19,000         | - %                         | 19,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 21,000         | - %                         | 21,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 15,600         | - %                         | 15,600              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 35,500         | - %                         | 35,500              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 60,000         | - %                         | 60,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 24,500         | - %                         | 24,500              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 3,000          | - %                         | 3,000               |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 430,030        | - %                         | 430,030             |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 42,000         | - %                         | 42,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 57,000         | - %                         | 57,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 45,000         | - %                         | 45,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 26,300         | - %                         | 26,300              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 54,000         | - %                         | 54,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 90,700         | - %                         | 90,700              |      |

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|---------------------------|---|-------------------------------|--|-----------------------------|----------------|-----------------------------|---------------------|------|
|                           |   |                               |  | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |      |
| Chalease Finance Co., Ltd | Chung Ho Real Estate Management Co., Ltd. | —                             | Current financial assets at amortized cost | -                           | 1,582,480      | - %                         | 1,582,480           |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 20,000         | - %                         | 20,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 68,000         | - %                         | 68,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 35,500         | - %                         | 35,500              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 20,900         | - %                         | 20,900              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 50,000         | - %                         | 50,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 104,000        | - %                         | 104,000             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 70,000         | - %                         | 70,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 8,100          | - %                         | 8,100               |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 45,000         | - %                         | 45,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 143,000        | - %                         | 143,000             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 136,780        | - %                         | 136,780             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 260,000        | - %                         | 260,000             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 118,000        | - %                         | 118,000             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 109,000        | - %                         | 109,000             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 26,387         | - %                         | 26,387              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 89,030         | - %                         | 89,030              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 10,000         | - %                         | 10,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 63,000         | - %                         | 63,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 30,480         | - %                         | 30,480              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 25,000         | - %                         | 25,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 235,000        | - %                         | 235,000             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 17,200         | - %                         | 17,200              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 286,090        | - %                         | 286,090             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 6,800          | - %                         | 6,800               |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 127,000        | - %                         | 127,000             |      |

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|                           |   |                               |  | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |      |
| Chalease Finance Co., Ltd | Chung Ho Real Estate Management Co., Ltd. | —                             | Current financial assets at amortized cost | -                           | 490,000        | - %                         | 490,000             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 67,000         | - %                         | 67,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 200,000        | - %                         | 200,000             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 19,000         | - %                         | 19,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 40,780         | - %                         | 40,780              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 61,000         | - %                         | 61,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 96,000         | - %                         | 96,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 127,000        | - %                         | 127,000             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 53,500         | - %                         | 53,500              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 149,000        | - %                         | 149,000             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 12,000         | - %                         | 12,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 720,000        | - %                         | 720,000             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 80,000         | - %                         | 80,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 75,000         | - %                         | 75,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 170,000        | - %                         | 170,000             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 90,000         | - %                         | 90,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd. | —                             | "  | -                           | 102,000        | - %                         | 102,000             |      |
| "                         | United Real Estate management Co., Ltd.   | —                             | "  | -                           | 333,000        | - %                         | 333,000             |      |
| "                         | United Real Estate management Co., Ltd.   | —                             | "  | -                           | 24,800         | - %                         | 24,800              |      |
| "                         | United Real Estate management Co., Ltd.   | —                             | "  | -                           | 149,000        | - %                         | 149,000             |      |
| "                         | United Real Estate management Co., Ltd.   | —                             | "  | -                           | 471,380        | - %                         | 471,380             |      |
| "                         | United Real Estate management Co., Ltd.   | —                             | "  | -                           | 30,000         | - %                         | 30,000              |      |
| "                         | United Real Estate management Co., Ltd.   | —                             | "  | -                           | 65,800         | - %                         | 65,800              |      |
| "                         | United Real Estate management Co., Ltd.   | —                             | "  | -                           | 64,000         | - %                         | 64,000              |      |
| "                         | United Real Estate management Co., Ltd.   | —                             | "  | -                           | 93,630         | - %                         | 93,630              |      |
| "                         | United Real Estate management Co., Ltd.   | —                             | "  | -                           | 63,300         | - %                         | 63,300              |      |

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|---------------------------|---|-------------------------------|--|-----------------------------|----------------|-----------------------------|---------------------|------|
|                           |   |                               |  | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |      |
| Chalease Finance Co., Ltd | United Real Estate management Co., Ltd.   | —                             | Current financial assets at amortized cost | -                           | 360,000        | - %                         | 360,000             |      |
| "                         | Bank of Shin Kong's Beneficial Right of the Real Estate Trust                       | —                             | "  | -                           | 8,480          | - %                         | 8,480               |      |
| "                         | Bank of Shin Kong's Beneficial Right of the Real Estate Trust                       | —                             | "  | -                           | 110,640        | - %                         | 110,640             |      |
| "                         | Bank of Shin Kong's Beneficial Right of the Real Estate Trust                       | —                             | "  | -                           | 28,950         | - %                         | 28,950              |      |
| "                         | Bank of Shin Kong's Beneficial Right of the Real Estate Trust                       | —                             | "  | -                           | 120,900        | - %                         | 120,900             |      |
| "                         | Bank of Shin Kong's Beneficial Right of the Real Estate Trust                       | —                             | "  | -                           | 573,000        | - %                         | 573,000             |      |
| "                         | Bank of Shin Kong's Beneficial Right of the Real Estate Trust                       | —                             | "  | -                           | 32,960         | - %                         | 32,960              |      |
| "                         | Bank of Taipei Star's Beneficial Right of the Real Estate Trust                     | —                             | "  | -                           | 19,809         | - %                         | 19,810              |      |
| "                         | Bank of Taipei Star's Beneficial Right of the Real Estate Trust                     | —                             | "  | -                           | 147,639        | - %                         | 147,639             |      |
| "                         | Bank of Taipei Star's Beneficial Right of the Real Estate Trust                     | —                             | "  | -                           | 10,000         | - %                         | 10,000              |      |
| "                         | Bank of Taipei Star's Beneficial Right of the Real Estate Trust                     | —                             | "  | -                           | 67,980         | - %                         | 67,980              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 111,600        | - %                         | 111,600             |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 128,800        | - %                         | 128,800             |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 160,000        | - %                         | 160,000             |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 68,000         | - %                         | 68,000              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 93,675         | - %                         | 93,675              |      |

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|---------------------------|---|-------------------------------|--|-----------------------------|----------------|-----------------------------|---------------------|------|
|                           |   |                               |  | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |      |
| Chalease Finance Co., Ltd | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | Current financial assets at amortized cost | -                           | 173,000        | - %                         | 173,000             |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 11,000         | - %                         | 11,000              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 97,300         | - %                         | 97,300              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 61,450         | - %                         | 61,450              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 63,000         | - %                         | 63,000              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 73,500         | - %                         | 73,500              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 60,600         | - %                         | 60,600              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 100,000        | - %                         | 100,000             |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 71,000         | - %                         | 71,000              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 72,522         | - %                         | 72,522              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 275,500        | - %                         | 275,500             |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 131,500        | - %                         | 131,500             |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 45,400         | - %                         | 45,400              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 735,847        | - %                         | 735,847             |      |



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|---------------------------|---|-------------------------------|--|-----------------------------|----------------|-----------------------------|---------------------|------|
|                           |   |                               |  | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |      |
| Chalease Finance Co., Ltd | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | Current financial assets at amortized cost | -                           | 197,580        | - %                         | 197,580             |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 47,920         | - %                         | 47,920              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 22,980         | - %                         | 22,980              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 55,300         | - %                         | 55,300              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 408,000        | - %                         | 408,000             |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 7,370          | - %                         | 7,370               |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 33,800         | - %                         | 33,800              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 45,221         | - %                         | 45,221              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 81,780         | - %                         | 81,780              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 78,612         | - %                         | 78,612              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 295,100        | - %                         | 295,100             |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 30,000         | - %                         | 30,000              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 15,430         | - %                         | 15,430              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 10,900         | - %                         | 10,900              |      |

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|---------------------------|---|-------------------------------|--|-----------------------------|----------------|-----------------------------|---------------------|------|
|                           |   |                               |  | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |      |
| Chalease Finance Co., Ltd | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | Current financial assets at amortized cost | -                           | 76,680         | - %                         | 76,680              |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | —                             | "  | -                           | 27,000         | - %                         | 27,000              |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | —                             | "  | -                           | 139,200        | - %                         | 139,200             |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | —                             | "  | -                           | 84,950         | - %                         | 84,950              |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | —                             | "  | -                           | 320,000        | - %                         | 320,000             |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | —                             | "  | -                           | 75,253         | - %                         | 75,253              |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | —                             | "  | -                           | 37,916         | - %                         | 37,916              |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | —                             | "  | -                           | 141,135        | - %                         | 141,135             |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | —                             | "  | -                           | 70,000         | - %                         | 70,000              |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | —                             | "  | -                           | 113,000        | - %                         | 113,000             |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | —                             | "  | -                           | 315,955        | - %                         | 315,955             |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | —                             | "  | -                           | 364,625        | - %                         | 364,625             |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | —                             | "  | -                           | 107,069        | - %                         | 107,069             |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | —                             | "  | -                           | 26,000         | - %                         | 26,000              |      |

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|---------------------------|--|-------------------------------|--|-----------------------------|----------------|-----------------------------|---------------------|------|
|                           |  |                               |  | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |      |
| Chalease Finance Co., Ltd | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | Current financial assets at amortized cost | -                           | 83,000         | - %                         | 83,000              |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 273,000        | - %                         | 273,000             |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 192,000        | - %                         | 192,000             |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 22,911         | - %                         | 22,911              |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 35,900         | - %                         | 35,900              |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 123,000        | - %                         | 123,000             |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 36,086         | - %                         | 36,086              |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 70,880         | - %                         | 70,880              |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 67,208         | - %                         | 67,208              |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 141,000        | - %                         | 141,000             |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 15,000         | - %                         | 15,000              |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 240,320        | - %                         | 240,320             |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 77,234         | - %                         | 77,234              |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 347,000        | - %                         | 347,000             |      |

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|---------------------------|---|-------------------------------|--|-----------------------------|----------------|-----------------------------|---------------------|------|
|                           |   |                               |  | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |      |
| Chalease Finance Co., Ltd | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust        | —                             | Current financial assets at amortized cost     | -                           | 169,000        | - %                         | 169,000             |      |
| "                         | HSIN BA BA Corporation Bond   | —                             | "  | -                           | 40,000         | - %                         | 40,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | Non-current financial assets at amortized cost | -                           | 61,000         | - %                         | 61,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 280,000        | - %                         | 280,000             |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 2,750          | - %                         | 2,750               |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 180,000        | - %                         | 180,000             |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 12,000         | - %                         | 12,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 35,460         | - %                         | 35,460              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 26,500         | - %                         | 26,500              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 15,405         | - %                         | 15,405              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 73,000         | - %                         | 73,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 56,000         | - %                         | 56,000              |      |
| "                         | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 13,750         | - %                         | 13,750              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 1,560,000      | - %                         | 1,560,000           |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 516,260        | - %                         | 516,260             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 35,000         | - %                         | 35,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 34,000         | - %                         | 34,000              |      |

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|---------------------------|---|-------------------------------|--|-----------------------------|----------------|-----------------------------|---------------------|------|
|                           |   |                               |  | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |      |
| Chalease Finance Co., Ltd | Chung Ho Real Estate Management Co., Ltd.   | —                             | Non-current financial assets at amortized cost | -                           | 10,000         | - %                         | 10,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 28,000         | - %                         | 28,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 16,500         | - %                         | 16,500              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 84,000         | - %                         | 84,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 669,000        | - %                         | 669,000             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 1,124,236      | - %                         | 1,124,236           |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 25,000         | - %                         | 25,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 143,000        | - %                         | 143,000             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 15,000         | - %                         | 15,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 36,000         | - %                         | 36,000              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 117,400        | - %                         | 117,400             |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 21,500         | - %                         | 21,500              |      |
| "                         | Chung Ho Real Estate Management Co., Ltd.   | —                             | "  | -                           | 161,600        | - %                         | 161,600             |      |
| "                         | United Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 9,000          | - %                         | 9,000               |      |
| "                         | United Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 244,550        | - %                         | 244,550             |      |
| "                         | Bank of Shin Kong's Beneficial Right of the Real Estate Trust                       | —                             | "  | -                           | 25,300         | - %                         | 25,300              |      |
| "                         | Bank of Shin Kong's Beneficial Right of the Real Estate Trust                       | —                             | "  | -                           | 11,880         | - %                         | 11,880              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 176,100        | - %                         | 176,100             |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 29,700         | - %                         | 29,700              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "  | -                           | 28,380         | - %                         | 28,380              |      |

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|---------------------------|---|-------------------------------|---|-----------------------------|----------------|-----------------------------|---------------------|------|
|                           |   |                               |   | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |      |
| Chalease Finance Co., Ltd | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | Non-current financial assets at amortized cost                                | -                           | 36,000         | - %                         | 36,000              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "   | -                           | 120,000        | - %                         | 120,000             |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "   | -                           | 7,500          | - %                         | 7,500               |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "   | -                           | 363,000        | - %                         | 363,000             |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "   | -                           | 86,795         | - %                         | 86,795              |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "   | -                           | 116,050        | - %                         | 116,050             |      |
| "                         | Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | —                             | "   | -                           | 45,588         | - %                         | 45,588              |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | —                             | "   | -                           | 385,015        | - %                         | 385,015             |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | —                             | "   | -                           | 102,800        | - %                         | 102,800             |      |
| "                         | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | —                             | "   | -                           | 13,750         | - %                         | 13,750              |      |
| "                         | HSIN BA BA Corporation Bond   | —                             | "   | -                           | 960,000        | - %                         | 960,000             |      |
| "                         | CTCI Corp.  | Investee at fair value        | Non-current financial assets at fair value through other comprehensive income | 770                         | 27,605         | 0.10 %                      | 27,604              |      |
| "                         | Chin Poon   | "                             | "   | 380                         | 11,077         | 0.10 %                      | 11,077              |      |
| "                         | O-Bank  | "                             | "   | 92,694                      | 705,402        | 3.06 %                      | 705,402             |      |
| "                         | Subton Technology Co., Ltd.   | "                             | "   | 288                         | 9,213          | 0.10 %                      | 9,213               |      |
| "                         | Kingmax Technology Inc.   | "                             | "   | 2,081                       | 21,043         | 4.73 %                      | 21,043              |      |
| "                         | Spring House Entertainment Tech Inc.  | "                             | "   | 688                         | 10,296         | 4.67 %                      | 10,296              |      |
| "                         | Everterminal Co., Ltd.  | "                             | "   | 245                         | 3,091          | 0.50 %                      | 3,091               |      |

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|--|---|--|---|-----------------------------|----------------|-----------------------------|---------------------|--|
|  |   |  |   | Shares/Units in (thousands) | Carrying value | Percentage of ownership (%) | Fair value (Note 1) |  |
| Chailease Finance Co., Ltd                         | Tekcon Electronics Corp.                                      | Investee at fair value   | Non-current financial assets at fair value through other comprehensive income | 137                         | 1,176          | 0.52 %                      | 1,176               |  |
| "  | Ecomsoftware Inc.   | "  | "   | 130                         | 2,621          | 2.60 %                      | 2,621               |  |
| "  | Crownpo Technology Inc.(former name:SMTEK INC. )              | "  | "   | 57                          | 1,147          | 0.51 %                      | 1,147               |  |
| "  | Book4u Co., Ltd.  | "  | "   | 9                           | -              | 0.19 %                      | -                   | (Note 2)   |
| "  | Phoenix Innovation Technology Venture Capital Corporation     | "  | "   | 1,000                       | 11,585         | 2.34 %                      | 11,585              |  |
| Chailease Specialty Finance Co., Ltd.              | Linkou amusement Co., Ltd.(Stock)                             | "  | "   | -                           | 36,708         | - %                         | 36,708              | Shareholding less than 1,000 shares              |
| "  | Bank of Shin Kong's Beneficial Right of the Real Estate Trust | —  | Current financial assets at amortized cost                                    | -                           | 58,900         | - %                         | 58,900              |  |
| "  | Agora Garden Taipei   | —  | "   | -                           | 1,240,000      | - %                         | 1,240,000           |  |
| Chailease Energy Integration Inc. Co.              | International Ocean Vessel Technical Consultant Co., LTD.     | Investee at fair value   | Non-current financial assets at fair value through other comprehensive income | 1,137                       | 28,954         | 9.01 %                      | 28,954              |  |
| Bangkok Grand Pacific Lease Public Company Limited | Bangkok Club Co., Ltd.(stock)                                 | "  | "   | 64                          | 174            | 0.14 %                      | 174                 |  |
| Asia Sermkij Leasing Public Co., Ltd.              | Swe Trans Group Co., Ltd.                                     | "  | "   | 10                          | 5,370          | 19.00 %                     | 5,370               |  |
| "  | Bumrungrad Hospital(stock)                                    | Investee company accounted for under the financial assets at fair value through profit or loss | Current financial assets at fair value through profit or loss                 | 59                          | 6,857          | 0.10 %                      | 6,857               |  |
| Grand Pacific Holdings Corp.                       | Mobileshift, Inc.   | Investee at fair value   | Non-current financial assets at fair value through other comprehensive income | 359                         | 6,963          | 3.45 %                      | 6,963               |  |
| "  | Stemcyte Inc.   | "  | "   | 38                          | 1,393          | 0.15 %                      | 1,393               |  |
| Grand Pacific Financing Corp.                      | Swabplus Inc.   | "  | "   | 10                          | -              | - %                         | -                   | Percentage of ownership less than 0.01% (Note 2) |
| "  | Mobileshift, Inc.   | "  | "   | 358                         | 6,962          | 3.45 %                      | 6,962               |  |
| "  | Stemcyte Inc.   | "  | "   | 38                          | 1,393          | 0.15 %                      | 1,393               |  |
| Chailease International Company (Malaysia) Limited | Anywhere 2 GO Co. Ltd CB                                      | Investee company accounted for under the financial assets at fair value through profit or loss | Current financial assets at fair value through profit or loss                 | -                           | 68,832         | - %                         | 68,832              |  |
| "  | Logicsnesia PTE LTD   | "  | "   | -                           | 9,186          | - %                         | 9,186               |  |
| "  | The Future Commerce Sdn. Bhd                                  | "  | Non-current financial assets at fair value through profit or loss             | -                           | 18,599         | - %                         | 18,599              |  |

Note 1: Listed companies use price in the open market, and non-listed companies use its net worth. The aforementioned net worths were calculated in financial statements audit by accountants.

Note 2: The chance of recovery of the decrease in net worth and continuous losses is insignificant; therefore, they belong to permanent reduction.

Note 3: The aforementioned inter-company transactions have been eliminated upon the consolidation.

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4. Aggregate purchases or sales of the same securities reaching NT\$300 million or 20 percent of paid-in capital or more:

(Amounts Expressed in Thousands of New Taiwan Dollars)

| Company name                                      | Marketable securities type and name   | Financial statement account                   | Counter-party (Note 1) | Nature of relationship (Note 1) | Beginning Balance     |         | Acquisition           |           | Disposal              |        |                |                         | Ending Balance        |           |
|---|---|---|------------------------|---------------------------------|-----------------------|---------|-----------------------|-----------|-----------------------|--------|----------------|-------------------------|-----------------------|-----------|
|   |   |   |                        |                                 | Shares (In thousands) | Amount  | Shares (In thousands) | Amount    | Shares (In thousands) | Amount | Carrying value | Gain (loss) on disposal | Shares (In thousands) | Amount    |
| The Company                                       | Chalease International Company (Malaysia) Limited                                   | Investments accounted for using equity method | Subsidiaries           | Subsidiaries                    | -                     | -       | -                     | -         | -                     | -      | -              | -                       | -                     | -         |
| Chalease International Company (Malaysia) Limited | Asia Sermkij Leasing Public Company Limited   | "   | "                      | "                               | -                     | -       | -                     | -         | -                     | -      | -              | -                       | -                     | -         |
| Chalease Finance Co., Ltd.                        | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | Financial assets at amortized cost            | -                      | -                               | -                     | -       | -                     | 320,000   | -                     | -      | -              | -                       | -                     | 320,000   |
| "   | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | "   | -                      | -                               | -                     | 141,135 | -                     | 385,015   | -                     | -      | -              | -                       | -                     | 526,150   |
| "   | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | "   | -                      | -                               | -                     | 663,000 | -                     | 130,800   | -                     | -      | 793,800        | -                       | -                     | -         |
| "   | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | "   | -                      | -                               | -                     | 370,625 | -                     | 309,955   | -                     | -      | -              | -                       | -                     | 680,580   |
| "   | Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust  | "   | -                      | -                               | -                     | -       | -                     | 347,000   | -                     | -      | -              | -                       | -                     | 347,000   |
| "   | Chaofu real estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | "   | -                      | -                               | -                     | 612,910 | -                     | 233,890   | -                     | -      | 715,300        | -                       | -                     | 131,500   |
| "   | Chaofu real estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | "   | -                      | -                               | -                     | -       | -                     | 363,000   | -                     | -      | -              | -                       | -                     | 363,000   |
| "   | Chaofu real estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust | "   | -                      | -                               | -                     | -       | -                     | 817,040   | -                     | -      | 81,193         | -                       | -                     | 735,847   |
| "   | United Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | "   | -                      | -                               | -                     | 796,412 | -                     | 456,968   | -                     | -      | 782,000        | -                       | -                     | 471,380   |
| "   | Chung Ho Real Estate Management Co., Ltd.   | "   | -                      | -                               | -                     | -       | -                     | 1,582,480 | -                     | -      | -              | -                       | -                     | 1,582,480 |
| "   | Chung Ho Real Estate Management Co., Ltd.   | "   | -                      | -                               | -                     | -       | -                     | 516,260   | -                     | -      | -              | -                       | -                     | 516,260   |
| "   | Chung Ho Real Estate Management Co., Ltd.   | "   | -                      | -                               | -                     | -       | -                     | 669,000   | -                     | -      | -              | -                       | -                     | 669,000   |
| "   | Chung Ho Real Estate Management Co., Ltd.   | "   | -                      | -                               | -                     | -       | -                     | 1,179,170 | -                     | -      | 54,934         | -                       | -                     | 1,124,236 |



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| Company name                                       | Marketable securities type and name   | Financial statement account                   | Counter-party (Note 1) | Nature of relationship (Note 1) | Beginning Balance     |         | Acquisition           |           | Disposal              |        |                |                         | Ending Balance        |           |
|--|---|---|------------------------|---------------------------------|-----------------------|---------|-----------------------|-----------|-----------------------|--------|----------------|-------------------------|-----------------------|-----------|
|  |   |   |                        |                                 | Shares (In thousands) | Amount  | Shares (In thousands) | Amount    | Shares (In thousands) | Amount | Carrying value | Gain (loss) on disposal | Shares (In thousands) | Amount    |
| Chailase Finance Co., Ltd.                         | Chung Ho Real Estate Management Co., Ltd.   | Financial assets at amortized cost            | -                      | -                               | -                     | -       | -                     | 720,000   | -                     | -      | -              | -                       | -                     | 720,000   |
| "  | Chung Ho Real Estate Management Co., Ltd.   | "   | -                      | -                               | -                     | -       | -                     | 490,000   | -                     | -      | -              | -                       | -                     | 490,000   |
| "  | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | "   | -                      | -                               | -                     | 275,790 | -                     | 344,240   | -                     | -      | 190,000        | -                       | -                     | 430,030   |
| "  | Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust | "   | -                      | -                               | -                     | 613,450 | -                     | 72,540    | -                     | -      | 685,990        | -                       | -                     | -         |
| "  | HSIN BA BA CORPORATION Bond   | "   | -                      | -                               | -                     | -       | -                     | 1,000,000 | -                     | -      | -              | -                       | -                     | 1,000,000 |
| "  | Asia Sermkij Leasing Public Company Limited   | Investments accounted for using equity method | Associates             | Associates                      | -                     | -       | -                     | -         | -                     | -      | -              | -                       | -                     | -         |
| "  | Chailase Specialty Finance Co., Ltd.  | "   | Subsidiaries           | Subsidiaries                    | -                     | -       | -                     | -         | -                     | -      | -              | -                       | -                     | -         |
| "  | Chailase Power Technology Co., Ltd.   | "   | "                      | "                               | -                     | -       | -                     | -         | -                     | -      | -              | -                       | -                     | -         |
| "  | Tai Yuan Energy Intergration Co., Ltd.  | "   | "                      | "                               | -                     | -       | -                     | -         | -                     | -      | -              | -                       | -                     | -         |
| "  | Chung Ho Energy Integration Co., Ltd.   | "   | "                      | "                               | -                     | -       | -                     | -         | -                     | -      | -              | -                       | -                     | -         |
| "  | Chung Yen Energy Integration Co., Ltd.  | "   | "                      | "                               | -                     | -       | -                     | -         | -                     | -      | -              | -                       | -                     | -         |
| "  | Jung Yu Energy Integration Co., Ltd.  | "   | "                      | "                               | -                     | -       | -                     | -         | -                     | -      | -              | -                       | -                     | -         |
| Chailase Specialty Finance Co., Ltd.               | Sing Chuang Limited Partnership   | "   | "                      | "                               | -                     | -       | -                     | -         | -                     | -      | -              | -                       | -                     | -         |
| Chailase International Company (Hong Kong) Limited | PT Chailase Finance Indonesia   | "   | "                      | "                               | -                     | -       | -                     | -         | -                     | -      | -              | -                       | -                     | -         |
| Ho Lien Energy Integration Co., Ltd.               | Tien Sin Intelligent Green Energy Co., Ltd.   | "   | "                      | "                               | -                     | -       | -                     | -         | -                     | -      | -              | -                       | -                     | -         |
| "  | Tien Jen Energy Co., Ltd.   | "   | "                      | "                               | -                     | -       | -                     | -         | -                     | -      | -              | -                       | -                     | -         |
| "  | Tien Chu Energy Co., Ltd.   | "   | "                      | "                               | -                     | -       | -                     | -         | -                     | -      | -              | -                       | -                     | -         |
| "  | Tien Jui Energy Co., Ltd.   | "   | "                      | "                               | -                     | -       | -                     | -         | -                     | -      | -              | -                       | -                     | -         |

Note 1: Securities accounted under equity method only need to fill in the first two columns.

Note 2: The aforementioned inter-company transactions have been eliminated upon consolidation.

5.Acquisition of real estate reaching NT\$300 million or 20 percent of paid-in capital or more: None.

6.Disposal of real estate reaching NT\$300 million or 20 percent of paid-in capital or more: None.

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7. Purchases or sales of goods from or to related parties reaching NT\$100 million or 20 percent of paid-in capital or more: None.

8. Accounts receivable from related parties reaching NT\$100 million or 20 percent of paid-in capital or more:

(Amounts Expressed in Thousands of New Taiwan Dollars)

| Company name  | Related party   | Nature of relationship | Ending balance | Turnover days | Overdue |              | Amounts received in subsequent period | Allowance for bad debts |
|---|---|------------------------|----------------|---------------|---------|--------------|---------------------------------------|-------------------------|
|   |   |                        |                |               | Amount  | Action taken |                                       |                         |
| Chalease International Financial Services Co., Ltd. | Chalease International Financial Services (Liberia) Corp.       | Associates             | 418,686        | -             | -       |              | -                                     | -                       |
| "   | Chalease International Fortune Corp (Liberia)                   | Associates             | 223,575        | -             | -       |              | -                                     | -                       |
| "   | Chalease International Company(Malaysia) Limited                | Associates             | 1,706,496      | -             | -       |              | -                                     | -                       |
| "   | Chalease International Financial Services (Labuan) Co., Ltd.    | Associates             | 1,145,878      | -             | -       |              | -                                     | -                       |
| "   | Chalease International Financial Services (Singapore) Pte. Ltd. | Associates             | 4,674,910      | -             | -       |              | -                                     | -                       |
| Chalease International Company (Malaysia) Limited   | Chalease International Company (UK) Limited                     | Subsidiaries           | 1,707,590      | -             | -       |              | -                                     | -                       |
| Chalease International Company (UK) Limited         | C&E Engine Leasing Limited                                      | Associates             | 1,401,730      | -             | -       |              | -                                     | -                       |
| My Leasing (Mauritius) Corp.                        | Chalease International Finance Corporation                      | Subsidiaries           | 3,498,311      | -             | -       |              | -                                     | -                       |
| Chalease Finance Co., Ltd.                          | Chalease International Finance Corporation                      | Associates             | 117,750        | -             | -       |              | -                                     | -                       |
| "   | Chalease Berjaya Credit Sdn. Bhd.                               | Associates             | 105,952        | -             | -       |              | -                                     | -                       |
| "   | Chuang Ju Limited Partnership                                   | Subsidiaries           | 511,009        | -             | -       |              | -                                     | -                       |
| "   | Tien Ying Energy Co., Ltd.                                      | Subsidiaries           | 151,038        | -             | -       |              | -                                     | -                       |
| "   | Tien Jui Energy Co., Ltd.                                       | Subsidiaries           | 214,474        | -             | -       |              | -                                     | -                       |
| "   | Tien Hsing Integration Co., Ltd                                 | Subsidiaries           | 1,476,505      | -             | -       |              | -                                     | -                       |

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| Company name                            | Related party                                       | Nature of relationship | Ending balance | Turnover days | Overdue |              | Amounts received in subsequent period | Allowance for bad debts |
|---|---|------------------------|----------------|---------------|---------|--------------|---------------------------------------|-------------------------|
|   |   |                        |                |               | Amount  | Action taken |                                       |                         |
| Fina Finance & Trading Co., Ltd         | Chailase Consumer Finance Co., Ltd.                 | Subsidiaries           | 315,216        | -             | -       |              | -                                     | -                       |
| "                                       | Chuang Ju Limited Partnership                       | Subsidiaries           | 3,423,115      | -             | -       |              | -                                     | -                       |
| Chailase Finance (B.V.I.) Company, Ltd. | Chailase International Financial Services Co., Ltd. | Associates             | 503,401        | -             | -       |              | -                                     | -                       |
| Asia Sermkij Leasing Public Co., Ltd.   | Bangkok Grand Pacific Lease Public company Limited. | Subsidiaries           | 4,634,898      | -             | -       |              | -                                     | -                       |
| Chailase Consumer Finance Co., Ltd.     | Chuang Ju Limited Partnership                       | Subsidiaries           | 421,177        | -             | -       |              | -                                     | -                       |

Note: The aforementioned inter-company transactions have been eliminated upon consolidation.

9.Trading in derivative instruments: Please reference to Note (6)(b).

10.Others: The business relationship between the parent and the subsidiaries and between each subsidiary, and the circumstances and amounts of any significant transactions between them:

| No. | Company name  | Counter-party  | Nature of relationship | Intercompany transactions                   |           |                             |  |
|-----|---|--|------------------------|---|-----------|-----------------------------|--|
|     |   |  |                        | Financial statements item                   | Amount    | Terms                       | Percentage of the consolidated net revenue or total assets |
| 1   | Chailase Finance Co., Ltd                                 | Chailase International Finance Corporation 、Chailase Berjaya Credit Sdn. Bhd.  | 3                      | Other financial assets-current              | 223,702   | Same as normal transactions | 0.03 %   |
| "   | "   | Chuang Ju Limited Partnership 、Tien Hsing Integration Co., Ltd. 、Tien Ying Energy Co., Ltd. 、Tien Jui Energy Co., Ltd.   | 3                      | Financing and interest receivable           | 2,352,205 | "                           | 0.35 %   |
| "   | Chailase Finance Co., Ltd                                 | Chailase International Finance Corporation 、Chailase Berjaya Credit Sdn. Bhd. 、Fina Finance & Trading Co., Ltd.  | 3                      | Operating revenues and non-operating income | 428,261   | "                           | 0.81 %   |
| 2   | Chailase Finance (B.V.I.) Company, Ltd.                   | Chailase International Financial Services Co., Ltd.  | 3                      | Financing and interest receivable           | 503,401   | "                           | 0.08 %   |
| 3   | Chailase International Finance Corporation                | Chailase Finance Co., Ltd.   | 3                      | Operating cost and expenses                 | 111,220   | "                           | 0.21 %   |
| "   | "   | Chailase Finance Co., Ltd. 、My Leasing (Mauritius) Corp.   | 3                      | Other financial liabilities-current         | 3,616,061 | "                           | 0.54 %   |
| 4   | Chailase International Company (UK) Limited               | Chailase International Company (Malaysia) Limited  | 3                      | Borrowings and interest payable             | 1,707,590 | "                           | 0.26 %   |
| 5   | Chailase International Financial Services Co., Ltd.       | Chailase International Financial Services (Liberia) Corp. 、Chailase International Fortune Corp (Liberia) 、Chailase International Company (Malaysia) Limited 、Chailase International Financial Services (Singapore) Pte. Ltd. | 3                      | Financing and interest receivable           | 7,023,666 | "                           | 1.06 %   |
| "   | "   | Chailase International Financial Services (Labuan) Co., Ltd.   | 3                      | Capital leases receivable                   | 1,139,681 | "                           | 0.17 %   |
| "   | "   | Chailase Finance (B.V.I) Company, Ltd.   | 3                      | Borrowings and interest payable             | 503,401   | "                           | 0.08 %   |
| 6   | Chailase International Financial Services (Liberia) Corp. | Chailase International Financial Services Co., Ltd.  | 3                      | Borrowings and interest payable             | 418,686   | "                           | 0.06 %   |

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| No. | Company name   | Counter-party   | Nature of relationship | Intercompany transactions                   |           |                             |  |
|-----|--|---|------------------------|---|-----------|-----------------------------|--|
|     |  |   |                        | Financial statements item                   | Amount    | Terms                       | Percentage of the consolidated net revenue or total assets |
| 7   | Chailease International Fortune Corp (Liberia)                   | Chailease International Financial Services Co., Ltd.  | 3                      | Borrowings and interest payable             | 223,575   | Same as normal transactions | 0.03 %   |
| 8   | My Leasing (Mauritius) Corp.                                     | Chailease International Finance Corporation   | 3                      | Other financial assets-current              | 3,498,311 | "                           | 0.53 %   |
| 9   | Chailease International Company (Malaysia) Limited               | Chailease International Company (UK) Limited  | 3                      | Financing and interest receivable           | 1,707,590 | "                           | 0.26 %   |
| "   | "  | Chailease International Financial Services Co., Ltd.  | 3                      | Borrowings and interest payable             | 1,706,496 | "                           | 0.26 %   |
| 10  | Chailease Berjaya Credit Sdn. Bhd.                               | Chailease Finance Co., Ltd.   | 3                      | Operating cost and expenses                 | 107,995   | "                           | 0.20 %   |
| "   | "  | Chailease Finance Co., Ltd.   | 3                      | Other financial liabilities-current         | 105,952   | "                           | 0.02 %   |
| 11  | Chailease International Financial Services (Labuan) Co., Ltd.    | Chailease International Financial Services Co., Ltd.  | 3                      | Borrowings and interest payable             | 1,145,878 | "                           | 0.17 %   |
| 12  | Chailease International Financial Services (Singapore) Pte. Ltd. | Chailease International Financial Services Co., Ltd.  | 3                      | Borrowings and interest payable             | 4,674,910 | "                           | 0.70 %   |
| 13  | Asia Sermkij leasing public Co, Ltd.                             | Bangkok Grand Pacific Lease Public Company Limited  | 3                      | Other financial assets-current              | 4,634,898 | "                           | 0.70 %   |
| "   | "  | SK Insurance Broker Co., Ltd.   | 3                      | Operating revenues and non-operating income | 143,877   | "                           | 0.27 %   |
| 14  | Bangkok Grand Pacific Lease Public Company Limited               | Asia Sermkij Leasing Public Co., Ltd.   | 3                      | Borrowings and interest payable             | 4,634,898 | "                           | 0.70 %   |
| 15  | SK Insurance Broker Co., Ltd.                                    | Asia Sermkij Leasing Public Co., Ltd.   | 3                      | Operating cost and expenses                 | 143,877   | "                           | 0.27 %   |
| 16  | Fina Finance & Trading Co., Ltd.                                 | Chuang Ju Limited Partnership   | 3                      | Financing and interest receivable           | 3,423,115 | "                           | 0.51 %   |
| "   | "  | Chailease Finance Co., Ltd.   | 3                      | Operating cost and expenses                 | 209,046   | "                           | 0.40 %   |
| "   | "  | Chailease Consumer Finance Co., Ltd.  | 3                      | Other financial assets-current              | 315,216   | "                           | 0.05 %   |
| 17  | Chailease Consumer Finance Co., Ltd.                             | Chuang Ju Limited Partnership   | 3                      | Financing and interest receivable           | 407,538   | "                           | 0.06 %   |
| "   | "  | Chuang Ju Limited Partnership   | 3                      | Operating revenues and non-operating income | 122,848   | "                           | 0.23 %   |
| "   | "  | Fina Finance & Trading Co., Ltd.  | 3                      | Other financial liabilities-current         | 315,216   | "                           | 0.05 %   |
| 18  | Chuang Ju Limited Partnership                                    | Chailease Finance Co., Ltd. · Fina Finance & Trading Co., Ltd. · Chailease Consumer Finance Co., Ltd. | 3                      | Borrowings and interest payable             | 4,340,844 | "                           | 0.65 %   |
| "   | "  | Chailease Consumer Finance Co., Ltd.  | 3                      | Operating cost and expenses                 | 122,848   | "                           | 0.23 %   |
| 19  | Tien Ying Energy Co., Ltd.                                       | Chailease Finance Co., Ltd.   | 3                      | Borrowings and interest payable             | 151,038   | "                           | 0.02 %   |
| 20  | Tien Jui Energy Co., Ltd.  | Chailease Finance Co., Ltd.   | 3                      | Borrowings and interest payable             | 214,474   | "                           | 0.03 %   |
| 21  | Tien Hsing Integration Co., Ltd.                                 | Chailease Finance Co., Ltd.   | 3                      | Borrowings and interest payable             | 1,476,502 | "                           | 0.22 %   |

Note 1: Descriptions of numbers are as follows:

- 1.Parent company is coded "0".
- 2.The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.

Note 2: Nature of relationship is categorized as follows:

- 1.Transactions from parent company to subsidiary.
- 2.Transactions from subsidiary to parent company.
- 3.Transactions from subsidiary to subsidiary.

Note 3: Business transaction less than 100 million is not required to be disclosed.

Note 4: The aforementioned inter-company transactions have been eliminated upon consolidation.

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**(b) Information on investees:**

The information on investees of the Group for the nine months ended September 30, 2021 is as follows (excluding information on investment in Mainland China):

| Investor company                                   | Investee company   | Location               | Main businesses and products                                 | Original investment amount |                   | Balance as of September 30, 2021 |                         |                | Net income (losses) of the investee | Share of profits/losses of investee | Note                                 |
|--|--|------------------------|--|----------------------------|-------------------|----------------------------------|-------------------------|----------------|-------------------------------------|-------------------------------------|--------------------------------------|
|  |  |                        |  | September 30, 2021         | December 31, 2020 | Shares/Units (In thousands)      | Percentage of ownership | Carrying value |                                     |                                     |                                      |
| The Company  | Chailease International Company (Malaysia) Limited                   | Malaysia               | Investment   | 24,566,906                 | 24,009,906        | 1,414,372                        | 100.00 %                | 52,531,614     | 8,279,095                           | 8,279,095                           |                                      |
| "  | Chailease International Financial Services Co., Ltd.                 | British Virgin Islands | Installment sales, leasing overseas and financial consulting | 2,701,450                  | 2,701,450         | 97,000                           | 100.00 %                | 5,592,414      | 271,130                             | 271,130                             |                                      |
| "  | Grand Pacific Holdings Corp. and its subsidiaries                    | U.S.                   | Financing leasing, real estate, and mortgage                 | 136,222                    | 136,222           | 3,927                            | 51.00 %                 | 2,258,187      | 116,328                             | 59,327                              |                                      |
| "  | Golden Bridge (B.V.I.) Corp. and its subsidiaries                    | British Virgin Islands | Investment   | 16,164,406                 | 16,164,406        | 506,150                          | 100.00 %                | 48,880,973     | 8,694,921                           | 8,694,921                           |                                      |
| "  | Chailease International Company (Hong Kong) Limited                  | Hong Kong              | Investment   | 476,235                    | 239,510           | 17,100                           | 100.00 %                | 468,342        | (8,949)                             | (8,949)                             |                                      |
| "  | Chailease International Financial Services (Liberia) Corp.           | Liberia                | Leasing  | 164,993                    | 164,993           | -                                | 100.00 %                | 92,165         | 33,290                              | 33,290                              | share holding less than 1,000 shares |
| "  | Chailease International Financial Services (Labuan) Co., Ltd.        | Malaysia               | Leasing  | 6,554                      | 6,554             | 30                               | 100.00 %                | 4,272          | 2,798                               | 2,798                               |                                      |
| "  | Chailease International Fortune Corp (Liberia)                       | Liberia                | Leasing  | 279                        | 279               | -                                | 100.00 %                | 8,724          | 6,696                               | 6,696                               | share holding less than 1,000 shares |
| "  | Chailease International Financial Services Co. (Singapore) Pte. Ltd. | Singapore              | Financing  | 3,154,064                  | 3,154,064         | 109,000                          | 100.00 %                | 3,714,512      | 464,496                             | 464,496                             |                                      |
| Chailease International Company (Malaysia) Limited | Asia Sermkij Leasing Public Co., Ltd. and its subsidiaries           | Thailand               | Installment sales of automobiles                             | 748,863                    | 432,729           | 62,699                           | 11.88 %                 | 877,268        | 769,013                             | 91,359                              |                                      |
| "  | Chailease International Company (UK) Limited                         | U.K.                   | Consulting, aircraft leasing and investment                  | 27,465,646                 | 27,465,646        | 567,087                          | 100.00 %                | 48,509,605     | 7,808,860                           | 7,808,860                           |                                      |
| "  | Chailease Berjaya Credit Sdn. Bhd.                                   | Malaysia               | Installment sales  | 669,690                    | 558,075           | 105,000                          | 70.00 %                 | 1,331,939      | 439,035                             | 307,325                             |                                      |
| "  | Chailease Royal Leasing Plc.   | Cambodia               | Leasing  | 83,550                     | 83,550            | 3,000                            | 60.00 %                 | 245,987        | 65,934                              | 39,560                              |                                      |

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|--|--|------------------------|--|----------------------------|-------------------|----------------------------------|-------------------------|----------------|-------------------------------------|-------------------------------------|------|
|  |  |                        |  | September 30, 2021         | December 31, 2020 | Shares/Units (In thousands)      | Percentage of ownership | Carrying value |                                     |                                     |      |
| Chailease International Company (Malaysia) Limited         | Chailease Royal Finance Plc.                               | Cambodia               | Financing                                | 166,877                    | 166,877           | 6,312                            | 60.00 %                 | 227,503        | 75,568                              | 45,341                              |      |
| "  | Yellowstone Holding AG                                     | Swiss                  | Investment                               | 187,835                    | 187,835           | 630,000                          | 35.00 %                 | 145,818        | (13,917)                            | (4,871)                             |      |
| "  | Chailease Berjaya Finance Corporation                      | Philippines            | Leasing and financing                    | 220,990                    | 220,990           | 410,000                          | 63.08 %                 | 111,880        | 374                                 | 236                                 |      |
| "  | CL Capital Management Company Limited                      | Cayman Islands         | Investment consultant                    | -                          | -                 | -                                | 48.00 %                 | -              | 628                                 | -                                   |      |
| "  | CL Investment Partners Company Limited                     | Cayman Islands         | Investment consultant                    | 3,912                      | 3,912             | -                                | 48.00 %                 | 3,829          | (53)                                | (26)                                |      |
| "  | Chailease Greater China SME Fund, L.P.                     | Cayman Islands         | Investment funds                         | 390,420                    | 387,177           | -                                | 48.00 %                 | 339,091        | (7,638)                             | (3,666)                             |      |
| "  | Diamond Rain Group Limited                                 | British Virgin Islands | Investment                               | 615,841                    | 615,841           | 18,212                           | 35.28 %                 | 574,174        | (75,462)                            | (26,623)                            |      |
| "  | Chailease Capital (Thailand) Co., Ltd.                     | Thailand               | Investment                               | 52,769                     | 52,769            | 19,600                           | 49.00 %                 | 53,650         | 8,164                               | 4,000                               |      |
| "  | Chailease Royal Insurance Broker Plc.                      | Cambodia               | Insurance Brokers                        | 2,507                      | -                 | 90                               | 60.00 %                 | 1,570          | (1,573)                             | (944)                               |      |
| Chailease International Financial Services (Liberia) Corp. | Chailease Bright Co., Ltd.                                 | Liberia                | Ship leasing business                    | 279                        | -                 | 1                                | 100.00 %                | 263            | (16)                                | (16)                                |      |
| "  | Chailease Virtue Co., Ltd.                                 | Liberia                | Ship leasing business                    | 279                        | -                 | 1                                | 100.00 %                | 279            | -                                   | -                                   |      |
| Chailease Berjaya Credits Sdn. Bhd.                        | Chailease Agency Sdn. Bhd.                                 | Malaysia               | Insurance Brokers                        | 638                        | 638               | 100                              | 100.00 %                | 7,780          | 3,506                               | 3,506                               |      |
| "  | Chailease Services Sdn. Bhd.                               | Malaysia               | Insurance Brokers                        | 638                        | 638               | 100                              | 100.00 %                | 1,734          | (359)                               | (359)                               |      |
| Chailease International Company (UK) Limited               | Chailease Finance Co., Ltd.                                | Taiwan                 | Installment sales, leasing and factoring | 24,800,474                 | 24,800,474        | 2,318,750                        | 100.00 %                | 48,606,880     | 8,576,422                           | 8,576,422                           |      |
| "  | C&E Engine Leasing Limited                                 | Ireland                | Leasing                                  | 627,141                    | 627,141           | 22,519                           | 50.00 %                 | 636,348        | 18,572                              | 9,286                               |      |
| Chailease Finance Co., Ltd.                                | Fina Finance & Trading Co., Ltd.                           | Taiwan                 | Installment sales, trading and factoring | 9,991,242                  | 9,991,242         | 1,016,300                        | 100.00 %                | 21,501,627     | 3,151,194                           | 3,151,194                           |      |
| "  | Chailease Specialty Finance Co., Ltd.                      | Taiwan                 | Installment sales                        | 6,337,496                  | 5,137,496         | 249,561                          | 100.00 %                | 6,577,582      | 217,454                             | 217,454                             |      |
| "  | Asia Sermkij Leasing Public Co., Ltd. and its subsidiaries | Thailand               | Installment sales of automobiles         | 1,603,968                  | 696,771           | 193,256                          | 36.61 %                 | 2,703,433      | 769,013                             | 281,536                             |      |

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|-----------------------------|---|------------------------|--|----------------------------|-------------------|----------------------------------|-------------------------|----------------|-------------------------------------|-------------------------------------|------|
|                             |   |                        |  | September 30, 2021         | December 31, 2020 | Shares/Units (In thousands)      | Percentage of ownership | Carrying value |                                     |                                     |      |
| Chailease Finance Co., Ltd. | Chailease Finance (B.V.I.) Company, Ltd.                  | British Virgin Islands | Installment sales, leasing overseas and financial consulting | 1,139,344                  | 1,139,344         | 40,910                           | 100.00 %                | 1,194,273      | (13,459)                            | (13,459)                            |      |
| "                           | Chailease International Leasing Company Limited (Vietnam) | Vietnam                | Leasing  | 685,417                    | 685,417           | -                                | 100.00 %                | 1,961,801      | 289,758                             | 289,758                             |      |
| "                           | Chailease Auto Rental Co., Ltd.                           | Taiwan                 | Leasing  | 1,352,227                  | 1,352,227         | 155,983                          | 100.00 %                | 1,666,303      | 75,934                              | 75,934                              |      |
| "                           | Chailease Insurance Brokers Co., Ltd.                     | Taiwan                 | Personal and property insurance brokers                      | 8,000                      | 8,000             | 800                              | 100.00 %                | 64,967         | 48,715                              | 48,715                              |      |
| "                           | Grand Pacific Holdings Corp. and its subsidiaries         | U.S.                   | Financing leasing, real estate, and mortgage                 | 114,428                    | 114,428           | 3,773                            | 49.00 %                 | 1,106,512      | 116,328                             | 57,001                              |      |
| "                           | Chailease Cloud Service Co., Ltd.                         | Taiwan                 | Software of cloud products, leasing and installment sales    | 25,000                     | 10,000            | 2,500                            | 100.00 %                | 21,661         | 627                                 | 627                                 |      |
| "                           | Yun Tang Inc.   | Taiwan                 | Solar power business   | 465,000                    | 445,000           | -                                | 100.00 %                | 571,299        | 43,995                              | 43,995                              |      |
| "                           | Chailease Energy Integration Co., Ltd.                    | Taiwan                 | Solar power business   | 50,000                     | 50,000            | 5,000                            | 100.00 %                | 514,757        | 412,996                             | 412,996                             |      |
| "                           | Chailease Power Technology Co., Ltd.                      | Taiwan                 | Solar power business   | 770,000                    | 250,000           | 77,000                           | 100.00 %                | 784,971        | 12,820                              | 12,820                              |      |
| "                           | Chailease International Trading Company Limited (Vietnam) | Vietnam                | Trading  | 139,250                    | 139,250           | -                                | 100.00 %                | 222,778        | 29,235                              | 29,235                              |      |
| "                           | Chung Cheng Energy Integration Co., Ltd.                  | Taiwan                 | Solar power business   | 303,400                    | 303,400           | 30,340                           | 100.00 %                | 303,671        | 522                                 | 522                                 |      |
| "                           | Ho Lien Energy Integration Co., Ltd.                      | Taiwan                 | Solar power business   | 2,660,588                  | 2,660,588         | 266,059                          | 100.00 %                | 2,654,951      | (4,196)                             | (4,196)                             |      |
| "                           | Chailease Finance Securitization Trust 2019               | Taiwan                 | Special purpose entity                                       | 1,045,149                  | 1,045,149         | -                                | 100.00 %                | 997,616        | 225,518                             | 225,518                             |      |
| "                           | Tai Yuan Energy Intergration Co., Ltd.                    | Taiwan                 | Solar power business   | 1,170,050                  | 180,050           | 117,005                          | 100.00 %                | 1,169,077      | (115)                               | (115)                               |      |
| "                           | Chung Ho Energy Intergration Co., Ltd.                    | Taiwan                 | Solar power business   | 2,792,124                  | 1,612,124         | 279,212                          | 100.00 %                | 2,792,300      | 671                                 | 671                                 |      |
| "                           | Chung Yen Energy Intergration Co., Ltd.                   | Taiwan                 | Solar power business   | 775,400                    | 302,900           | 77,540                           | 100.00 %                | 777,385        | 2,421                               | 2,421                               |      |
| "                           | TUNG FENG INC.  | Taiwan                 | Solar power business   | 34,010                     | 34,010            | -                                | 100.00 %                | 33,833         | (56)                                | (56)                                |      |
| "                           | He To Energy Intergration Co., Ltd.                       | Taiwan                 | Solar power business   | 500                        | 500               | 50                               | 100.00 %                | 359            | (64)                                | (64)                                |      |

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|--|---|-----------|--|----------------------------|-------------------|----------------------------------|-------------------------|----------------|-------------------------------------|-------------------------------------|----------|
|  |   |           |  | September 30, 2021         | December 31, 2020 | Shares/Units (In thousands)      | Percentage of ownership | Carrying value |                                     |                                     |          |
| Chailase Finance Co., Ltd.                         | Chung Yu Energy Integration Co., Ltd.                     | Taiwan    | Solar power business   | 500                        | 500               | 50                               | 100.00 %                | 359            | (64)                                | (64)                                |          |
| "  | Jung Yu Energy Integration Co., Ltd.                      | Taiwan    | Solar power business   | 2,282,208                  | 500               | 228,221                          | 100.00 %                | 2,281,902      | (229)                               | (229)                               |          |
| "  | Chung Wei Energy Integration Co., Ltd.                    | Taiwan    | Solar power business   | 500                        | 500               | 50                               | 100.00 %                | 359            | (64)                                | (64)                                |          |
| "  | Tung Ching Energy Technology Inc.                         | Taiwan    | Solar power business   | 201,000                    | -                 | -                                | 100.00 %                | 199,665        | (365)                               | (365)                               |          |
| Fina Finance & Trading Co., Ltd.                   | Chailase Consumer Finance Co., Ltd.                       | Taiwan    | Factoring, trading-in, management, and valuation on accounts receivable; installment sales; financial instrument | 4,152,436                  | 4,152,436         | 345,304                          | 100.00 %                | 6,387,504      | 756,826                             | 756,826                             |          |
| "  | Chailase Credit Services Co., Ltd.                        | Taiwan    | Installment sales and leasing  | 10,101                     | 10,101            | 1,000                            | 100.00 %                | 10,623         | 465                                 | 465                                 |          |
| Chailase Consumer Finance Co., Ltd.                | Chuang Ju Limited Partnership                             | Taiwan    | Installment sales and leasing  | 3,300,000                  | 3,300,000         | -                                | 99.99 %                 | 3,746,240      | 446,240                             | 446,240                             | (Note 2) |
| Chailase Specialty Finance Co., Ltd.               | Sing Chuang Limited Partnership                           | Taiwan    | Installment sales and leasing  | 1,800,000                  | 1,500,000         | -                                | 99.99 %                 | 1,944,831      | 144,831                             | 144,831                             | (Note 3) |
| Chailase Credit Services Co., Ltd.                 | Chuang Ju Limited Partnership                             | Taiwan    | Installment sales and leasing  | 10                         | 10                | -                                | 0.01 %                  | 10             | -                                   | -                                   | (Note 2) |
| Chailase Cloud Service Co., Ltd.                   | Sing Chuang Limited Partnership                           | Taiwan    | Installment sales and leasing  | 10                         | 10                | -                                | 0.01 %                  | 10             | -                                   | -                                   | (Note 3) |
| Chailase International Company (Hong Kong) Limited | PT Chailase Indonesia Finance                             | Indonesia | Financing  | 19,305                     | 222,750           | 97,500                           | 75.00 %                 | 4,708          | (13,209)                            | (9,907)                             |          |
| "  | PT Chailase Finance Indonesia                             | Indonesia | Financing  | 420,750                    | -                 | 2,125,000                        | 85.00 %                 | 421,160        | (635)                               | (540)                               |          |
| "  | Chailase Management Consulting Co., Limited               | Hong Kong | Consulting   | 1,788                      | 1,788             | 500                              | 100.00 %                | 1,752          | (721)                               | (721)                               |          |
| Chailase Capital (Taiwan) Co., Ltd.                | Asia Sermkij Leasing Public Co., Ltd and its subsidiaries | Thailand  | Installment sales of automobiles   | 160,038                    | 81,262            | 10,128                           | 1.92 %                  | 141,781        | 769,013                             | 14,765                              |          |
| Chailase Power Technology Co., Ltd.                | CHU CHIANG SOLAR ENERGY INC.                              | Taiwan    | Solar power business   | 50                         | -                 | -                                | 100.00 %                | 18             | (32)                                | (32)                                |          |
| Ho Lien Energy Integration Co., Ltd.               | Tien Sin Intelligent Green Energy Co., Ltd.               | Taiwan    | Solar power business   | 494,687                    | -                 | 49,469                           | 100.00 %                | 494,128        | (559)                               | (559)                               |          |
| "  | Tien Jen Energy Co., Ltd.                                 | Taiwan    | Solar power business   | 418,938                    | -                 | 41,894                           | 100.00 %                | 418,479        | (459)                               | (459)                               |          |
| "  | Tien Chu Energy Co., Ltd.                                 | Taiwan    | Solar power business   | 657,800                    | -                 | 65,780                           | 100.00 %                | 656,689        | (1,111)                             | (1,111)                             |          |
| "  | Tien Ying Energy Co., Ltd.                                | Taiwan    | Solar power business   | 801,563                    | -                 | 80,156                           | 100.00 %                | 799,986        | (1,577)                             | (1,577)                             |          |
| "  | Tien Jui Energy Co., Ltd.                                 | Taiwan    | Solar power business   | 286,600                    | -                 | 28,660                           | 100.00 %                | 284,850        | (1,750)                             | (1,750)                             |          |



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|---------------------------------------|----------------------------------|----------|------------------------------|----------------------------|-------------------|----------------------------------|-------------------------|----------------|-------------------------------------|-------------------------------------|------|
|                                       |                                  |          |                              | September 30, 2021         | December 31, 2020 | Shares/Units (In thousands)      | Percentage of ownership | Carrying value |                                     |                                     |      |
| Jung Yu Energy Integration Co., Ltd.  | Chung Ming Co., Ltd.             | Taiwan   | Solar power business         | 50                         | -                 | 5                                | 100.00 %                | 13             | (37)                                | (37)                                |      |
| "                                     | Chung Yao Co., Ltd.              | Taiwan   | Solar power business         | 50                         | -                 | 5                                | 100.00 %                | 13             | (37)                                | (37)                                |      |
| "                                     | Yao Jih Co., Ltd.                | Taiwan   | Solar power business         | 50                         | -                 | 5                                | 100.00 %                | 20             | (30)                                | (30)                                |      |
| "                                     | Ho Hsuan Co., Ltd.               | Taiwan   | Solar power business         | 50                         | -                 | 5                                | 100.00 %                | 19             | (31)                                | (31)                                |      |
| "                                     | Hsia Ching Co., Ltd.             | Taiwan   | Solar power business         | 50                         | -                 | 5                                | 100.00 %                | 21             | (29)                                | (29)                                |      |
| Chung Ho Energy Integration Co., Ltd. | Tien Hsing Integration Co., Ltd. | Taiwan   | Solar power business         | 1,000                      | -                 | 100                              | 100.00 %                | 894            | (106)                               | (106)                               |      |

Note 1: The aforementioned inter-company transactions have been eliminated upon consolidation.

Note 2: Chailease Consumer Financial Co., Ltd. is the limited partner, and Chailease Credit Services Co., Ltd. is the general partner.

Note 3: Chailease Specialty Financial Co., Ltd. is the limited partner, and Chailease Cloud Services Co., Ltd. is the general partner.

**(c) Information on investment in Mainland China:**

**1.Related information on investment in Mainland China:**

| Name of the Investee Company                             | Principal Business Activities         | Total Amount of Paid-in Capital | Method of Investment (Note 1) | Accumulated Outflow of Investment from Taiwan as of January 1, 2021 | Investment Flows |         | Accumulated Outflow of Investment from Taiwan as of September 30, 2021 | Net Income (Losses) of the Investee | Percentage of Ownership | Share of profits/losses (Note 2) | Carrying Amount as of September 30, 2021 | Accumulated Inward Remittance of Earnings as of September 30, 2021 |
|--|---------------------------------------|---------------------------------|-------------------------------|---|------------------|---------|--|-------------------------------------|-------------------------|----------------------------------|--|--|
|  |                                       |                                 |                               |   | Outflow          | Inflow  |  |                                     |                         |                                  |  |  |
| Chailease International Finance Corporation              | Leasing                               | 10,638,123                      | (2)                           | -   | -                | -       | -  | 9,343,007                           | 97.89 %                 | 9,145,870                        | 45,347,945                               | 2,868,550  |
| Chailease Finance International Corp.                    | Leasing                               | 3,899,000                       | (2)                           | -   | -                | -       | -  | 606,723                             | 98.41 %                 | 597,076                          | 5,527,170                                | -  |
| Chailease International Corp.                            | Trading                               | 2,324,700                       | (2)                           | -   | -                | -       | -  | 747,548                             | 97.89 %                 | 731,775                          | 3,845,529                                | -  |
| Jirong Real Estate Co., Ltd.                             | House property leasing and management | 731,850                         | (2)                           | -   | -                | -       | -  | 10,883                              | 97.89 %                 | 10,653                           | 745,461                                  | -  |
| DMC Energy Management Services (Shenzhen) Co., Ltd.      | Environmental business                | -                               | (2)                           | -   | -                | 107,625 | -  | (1,329)                             | 19.57 %                 | (260)                            | -  | -  |
| Chailease International Commercial Factoring Corporation | Factoring                             | 215,250                         | (2)                           | -   | -                | -       | -  | 2,354                               | 97.89 %                 | 2,304                            | 215,133                                  | -  |

Note 1: The methods for engaging in investment in Mainland China include the following:

- 1.Direct investment in China companies.
- 2.Indirectly invested in China company through third region.
- 3.Others.

Note 2: Investment gains and losses were recognized based on the financial reports reviewed by the Taiwan Parent Company's certified public accountants.

Note 3: The limit is not calculated because the Company is foreign company.

Note 4: All numbers are disclosed in NT dollars. The amounts involved with foreign currency are converted to NT dollars by using exchange rates on the financial report date.

Note 5: Current investment gains and losses and book values at the end of the period are included the amounts of direct and indirect investments.

Note 6: The aforementioned inter-company transactions have been eliminated upon consolidation.

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2. Limit on the amount of investment in Mainland China area: None.

3. Significant transactions:

The aforementioned intercompany transaction have been eliminated upon consolidation for the nine months ended September 30, 2021, please refer to Note (13) (a).

(d) Major shareholders: There were no shareholders whose shareholding ratio exceeded 5%.

**(14) Segment Information**

(a) Operating segment financial information:

|  | For the three months ended September 30, 2021 |                  |                  |               |                  |                   |
|--|---|------------------|------------------|---------------|------------------|-------------------|
|  | Taiwan  | China            | ASEAN            | Others        | Elimination      | Total             |
| <b>Revenue</b>                           |   |                  |                  |               |                  |                   |
| Revenue from external customers          | \$ 9,262,470                                  | 6,985,565        | 1,967,661        | 95,168        | -                | 18,310,864        |
| Intersegment revenue                     | 399,582                                       | 19,748           | 85,580           | -             | (504,910)        | -                 |
| <b>Total revenue</b>                     | <b>\$ 9,662,052</b>                           | <b>7,005,313</b> | <b>2,053,241</b> | <b>95,168</b> | <b>(504,910)</b> | <b>18,310,864</b> |
| <b>Reportable segment profit or loss</b> | <b>\$ 3,043,952</b>                           | <b>3,288,579</b> | <b>598,649</b>   | <b>20,579</b> | <b>-</b>         | <b>6,951,759</b>  |

|  | For the three months ended September 30, 2020 |                  |                  |                 |                  |                   |
|--|---|------------------|------------------|-----------------|------------------|-------------------|
|  | Taiwan  | China            | ASEAN            | Others          | Elimination      | Total             |
| <b>Revenue</b>                           |   |                  |                  |                 |                  |                   |
| Revenue from external customers          | \$ 7,790,113                                  | 5,803,097        | 1,682,901        | 82,173          | -                | 15,358,284        |
| Intersegment revenue                     | 332,117                                       | 27,644           | 43,576           | -               | (403,337)        | -                 |
| <b>Total revenue</b>                     | <b>\$ 8,122,230</b>                           | <b>5,830,741</b> | <b>1,726,477</b> | <b>82,173</b>   | <b>(403,337)</b> | <b>15,358,284</b> |
| <b>Reportable segment profit or loss</b> | <b>\$ 2,605,835</b>                           | <b>2,235,932</b> | <b>339,560</b>   | <b>(32,679)</b> | <b>-</b>         | <b>5,148,648</b>  |

|  | For the nine months ended September 30, 2021 |                   |                  |                |                    |                   |
|--|--|-------------------|------------------|----------------|--------------------|-------------------|
|  | Taiwan                                       | China             | ASEAN            | Others         | Elimination        | Total             |
| <b>Revenue</b>                           |  |                   |                  |                |                    |                   |
| Revenue from external customers          | \$ 26,446,903                                | 20,280,291        | 5,729,392        | 312,417        | -                  | 52,769,003        |
| Intersegment revenue                     | 1,158,665                                    | 58,568            | 372,602          | -              | (1,589,835)        | -                 |
| <b>Total revenue</b>                     | <b>\$ 27,605,568</b>                         | <b>20,338,859</b> | <b>6,101,994</b> | <b>312,417</b> | <b>(1,589,835)</b> | <b>52,769,003</b> |
| <b>Reportable segment profit or loss</b> | <b>\$ 8,828,088</b>                          | <b>9,488,510</b>  | <b>1,647,172</b> | <b>170,112</b> | <b>-</b>           | <b>20,133,882</b> |

|  | For the nine months ended September 30, 2020 |                   |                  |                |                    |                   |
|--|--|-------------------|------------------|----------------|--------------------|-------------------|
|  | Taiwan                                       | China             | ASEAN            | Others         | Elimination        | Total             |
| <b>Revenue</b>                           |  |                   |                  |                |                    |                   |
| Revenue from external customers          | \$ 22,163,758                                | 16,261,898        | 4,905,706        | 268,359        | -                  | 43,599,721        |
| Intersegment revenue                     | 1,043,791                                    | 91,646            | 229,572          | -              | (1,365,009)        | -                 |
| <b>Total revenue</b>                     | <b>\$ 23,207,549</b>                         | <b>16,353,544</b> | <b>5,135,278</b> | <b>268,359</b> | <b>(1,365,009)</b> | <b>43,599,721</b> |
| <b>Reportable segment profit or loss</b> | <b>\$ 7,106,865</b>                          | <b>6,410,203</b>  | <b>1,017,844</b> | <b>53,343</b>  | <b>-</b>           | <b>14,588,255</b> |

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**REVIEWED ONLY, NOT AUDITED IN ACCORDANCE WITH GENERALLY ACCEPTED AUDITING STANDARDS**  
**CHAILEASE HOLDING COMPANY LIMITED AND SUBSIDIARIES**

**Notes to Consolidated Financial Statements**

**September 30, 2021 and 2020**

**(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)**

- (b) The revenue from external customers reported to the chief operating decision-maker is measured in a manner consistent with that of the statement of comprehensive income. A reconciliation of reportable segment income and profit for the three months and the nine months ended September 30, 2021 and 2020 is provided as follows:

|                           | For the three months ended<br>September 30, |                  | For the nine months ended<br>September 30, |                   |
|---------------------------|---|------------------|--|-------------------|
|                           | 2021  | 2020             | 2021                                       | 2020              |
| Reportable segment income | \$ 6,951,759                                | 5,148,648        | 20,133,882                                 | 14,588,255        |
| Management segment loss   | (1,143,763)                                 | (510,286)        | (3,337,751)                                | (1,713,997)       |
| Profit for the period     | <u>\$ 5,807,996</u>                         | <u>4,638,362</u> | <u>16,796,131</u>                          | <u>12,874,258</u> |