Stock Code:1218

TAISUN ENTERPRISE CO., LTD.
AND SUBSIDIARIES

Consolidated Financial Statements

With Independent Auditors' Review Report
For the Nine Months Ended September 30, 2022 and 2021

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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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Independent Auditors' Review Report

To the Board of Directors of Taisun Enterprise Co., Ltd.:

Introduction

We have reviewed the accompanying consolidated balance sheets of Taisun Enterprise Co., Ltd. and its subsidiaries as of September 30, 2022 and 2021, and the related consolidated statements of comprehensive income for the three months and nine months ended September 30, 2022 and 2021, as well as the changes in equity and cash flows for the nine months ended September 30, 2022 and 2021, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

Except as explained in the Basis for Qualified Conclusion paragraph, 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.

Basis for Qualified Conclusion

As stated in Note 4(b), the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect total assets amounting to $186,397 thousand and $192,359 thousand, constituting 1.74% and 1.96% of consolidated total assets as of September 30, 2022 and 2021, respectively, total liabilities amounting to $83,123 thousand and $80,179 thousand, constituting 2.19% and 2.64% of consolidated total liabilities as of September 30, 2022 and 2021, respectively, and total comprehensive income amounting to $401 thousand, $633 thousand, $(795) thousand and $3,524 thousand, constituting 0.26%, 0.50%, (0.18)% and 0.77% of consolidated total comprehensive income for the three months and nine months ended September 30, 2022 and 2021, respectively.

Furthermore, as stated in Note 6(g), the other equity accounted investments of Taisun Enterprise Co., Ltd. and its subsidiaries in its investee companies of $290,279 thousand and $274,526 thousand as of September 30, 2022 and 2021, respectively, and its equity in net earnings on these investee companies of $10,086 thousand, $4,482 thousand, $43,553 thousand and $29,046 thousand for the three months and nine months ended September 30, 2022 and 2021, respectively, were recognized solely on the financial statements prepared by these investee companies, but not reviewed by independent auditors.

Qualified Conclusion

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries and equity accounted investee companies described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, based on our reviews and the review reports of other auditors (please refer to Other Matters paragraph), 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 Taisun Enterprise Co., Ltd. and its subsidiaries as of September 30, 2022 and 2021, and of its consolidated financial performance for the three months and nine months ended September 30, 2022 and 2021, and its consolidated cash flows for the nine months ended September 30, 2022 and 2021 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.

Other Matters

We did not review the financial statements of associates, which represented investments in other entities accounted for using the equity method. Those financial statements were reviewed by other auditors, whose review reports have been furnished to us, and our conclusion, insofar as it relates to the amounts included for associates, is based solely on the review reports of other auditors. The investments in associates accounted for using the equity method amounting to $3,023,230 thousand and $2,927,226 thousand, constituting 28.15% and 29.75% of consolidated total assets as of September 30, 2022 and 2021, respectively, and the related share of profit of associates accounted for using the equity method amounting to $115,066 thousand, $63,624 thousand, $232,921 thousand and $214,538 thousand, constituting 72.51%, 43.36%, 51.42% and 45.76% of consolidated total profit before tax for the three months and nine months ended September 30, 2022 and 2021, respectively.

The engagement partners on the reviews resulting in this independent auditors' review report are Hsin-Ting Huang and Kuo-Yang Tseng.

KPMG

Taipei, Taiwan (Republic of China)
November 10, 2022

Notes to Readers

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

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

Reviewed only, not audited in accordance with the generally accepted auditing standards as of September 30, 2022 and 2021

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES

Consolidated Balance Sheets

September 30, 2022, December 31, 2021, and September 30, 2021

(Expressed in Thousands of New Taiwan Dollars)

	Assets	September 30, 2022 Amount	%	December 31, 2021 Amount	%	September 30, 2021 Amount	%
	Current assets:						
1100	Cash and cash equivalents (Note 6(a))	$ 1,139,999	11	1,664,560	16	812,630	8
1110	Current financial assets at fair value through profit or loss (Note 6(b))	102,667	1	93,798	1	99,323	1
1150	Notes receivable, net (Note 6(d))	179,411	2	163,881	2	170,374	2
1170	Accounts receivable, net (Note 6(d))	1,137,747	10	769,031	7	1,026,310	10
1180	Accounts receivable due from related parties, net (Notes 6(d) and 7)	473,476	4	452,151	4	362,115	4
1200	Other receivables, net (Note 6(e))	10,181	-	22,380	-	9,512	-
1220	Total current tax assets	-	-	1,502	-	1,502	-
1310	Inventories, manufacturing business (Note 6(f))	1,158,674	11	711,566	7	981,494	10
1400	Current biological assets	21,237	-	26,023	-	24,718	-
1421	Prepayments to suppliers	411,620	4	609,887	6	44,433	1
1429	Other prepayments	23,359	-	47,834	-	30,968	1
1476	Other current financial assets (Notes 6(a) and 8)	57,613	1	12,254	-	224,176	2
1479	Other current assets, others	5,735	-	6,177	-	15,371	-
		4,721,719	44	4,581,044	43	3,802,926	39
	Non-current assets:						
1517	Non-current financial assets at fair value through other comprehensive income (Note 6(c))	115,337	1	120,701	1	189,475	2
1550	Investments accounted for using equity method (Notes 6(g) and 8)	3,313,509	31	3,313,918	32	3,201,752	33
1600	Property, plant and equipment (Note 6(h))	1,913,415	18	1,947,298	18	1,917,301	19
1755	Right-of-use assets (Note 6(i))	12,685	-	14,496	-	15,276	-
1760	Investment property, net (Note 6(j))	613,603	6	614,900	6	615,372	6
1780	Intangible assets	897	-	1,869	-	2,505	-
1830	Non-current biological assets	7,137	-	7,326	-	7,730	-
1840	Deferred tax assets	3,057	-	3,059	-	3,057	-
1915	Prepayments for business facilities	1,254	-	1,242	-	1,975	-
1975	Net defined benefit asset, non-current (Note 6(q))	23,019	-	19,850	-	24,577	-
1980	Other non-current financial assets	14,593	-	12,573	-	55,893	1
		6,018,506	56	6,057,232	57	6,034,913	61
	Total assets	**$ 10,740,225**	**100**	**10,638,276**	**100**	**9,837,839**	**100**

	Liabilities and Equity	September 30, 2022 Amount	%	December 31, 2021 Amount	%	September 30, 2021 Amount	%
	Current liabilities:						
2100	Short-term borrowings (Note 6(k))	$ 1,011,642	10	516,312	5	100,000	1
2110	Short-term notes and bills payable (Note 6(l))	230,000	2	520,000	5	20,000	-
2120	Current financial liabilities at fair value through profit or loss (Note 6(b))	-	-	1,481	-	31	-
2130	Current contract liabilities (Note 6(u))	47,116	-	47,351	-	43,385	1
2150	Notes payable	990	-	719	-	2,480	-
2170	Accounts payable (Notes 6(m) and 7)	724,423	7	577,337	5	647,811	7
2200	Other payables (Notes 6(q), (s) and (v))	508,327	5	467,193	4	1,118,499	11
2230	Current tax liabilities (Note 6(r))	43,247	-	64,864	1	44,896	1
2280	Current lease liabilities (Note 6(o))	1,787	-	2,498	-	2,633	-
2322	Long-term borrowings, current portion (Note 6(n))	240,000	2	-	-	-	-
2399	Other current liabilities, others (Note 7)	210,825	2	164,163	2	218,375	2
		3,018,357	28	2,361,918	22	2,198,110	23
	Non-Current liabilities:						
2540	Long-term borrowings (Note 6(n))	550,000	5	1,050,000	10	600,000	6
2570	Deferred tax liabilities	222,537	2	222,537	2	222,537	2
2580	Non-current lease liabilities (Note 6(o))	-	-	977	-	1,605	-
2640	Net defined benefit liability, non-current (Note 6(q))	4,287	-	5,119	-	4,844	-
2670	Other non-current liabilities, others	6,590	-	6,598	-	5,434	-
		783,414	7	1,285,231	12	834,420	8
	Total liabilities	3,801,771	35	3,647,149	34	3,032,530	31
	Equity (Notes 6(c) and (s)):						
3110	Ordinary share	4,999,990	47	4,999,990	47	4,999,990	51
3200	Capital surplus	1,006,742	9	993,134	10	993,134	10
	Retained earnings:						
3310	Legal reserve	276,984	3	209,930	2	209,930	2
3320	Special reserve	240,776	2	240,776	2	240,776	3
3350	Unappropriated retained earnings	705,082	7	851,981	8	624,508	6
3400	Other equity interest	(92,435)	(1)	(105,953)	(1)	(64,279)	(1)
3500	Treasury stock	(203,876)	(2)	(203,876)	(2)	(203,876)	(2)
	Total equity attributable to owners of parent:	6,933,263	65	6,985,982	66	6,800,183	69
36XX	Non-controlling interests	5,191	-	5,145	-	5,126	-
	Total equity	6,938,454	65	6,991,127	66	6,805,309	69
	Total liabilities and equity	**$ 10,740,225**	**100**	**10,638,276**	**100**	**9,837,839**	**100**

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

Reviewed only, not audited in accordance with generally accepted auditing standards

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES

Consolidated Statement of Comprehensive Income

For the three months and nine months ended September 30, 2022 and 2021

(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Common Share)

		For the three months ended September 30				For the nine months ended September 30			
		2022		2021		2022		2021	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	**Operating revenue (Notes 6(u) and 7)**	$ 3,135,476	100	2,745,795	100	8,450,224	100	7,422,702	100
5000	**Operating costs (Notes 6(f) and 7)**	2,680,738	86	2,318,777	84	7,203,720	85	6,254,519	84
5910	Less: Unrealized profit (loss) from sales	134	-	654	-	134	-	654	-
5920	Add: Realized profit (loss) on from sales	2,140	-	2,180	-	231	-	702	-
	Gross profit from operations	456,744	14	428,544	16	1,246,601	15	1,168,231	16
	Operating expenses (Notes 6(d), (f), (o), (q), (v) and 7):								
6100	Selling expenses	314,676	10	282,610	11	777,551	9	725,062	10
6200	Administrative expenses	127,342	4	83,332	3	332,567	4	274,065	4
6450	Expected credit loss	2,010	-	1,451	-	4,018	-	3,370	-
	Total operating expenses	444,028	14	367,393	14	1,114,136	13	1,002,497	14
	Net operating income	12,716	-	61,151	2	132,465	2	165,734	2
	Non-operating income and expenses :								
7020	Other gains and losses, net (Note 6(w))	26,536	1	20,058	1	58,487	1	65,767	1
7050	Finance costs, net (Note 6(w))	(7,155)	-	(3,039)	-	(18,445)	-	(8,780)	-
7060	Shares of profit of associates and joint ventures accounted for using equity method, net (Note 6(g))	125,152	4	68,106	2	276,474	3	243,584	3
7100	Total interest income	1,441	-	457	-	3,987	-	2,479	-
	Total non-operating income and expenses	145,974	5	85,582	3	320,503	4	303,050	4
7900	**Profit from continuing operations before tax**	158,690	5	146,733	5	452,968	6	468,784	6
7950	**Less: Income tax expenses (Note 6(r))**	1,891	-	4,601	-	23,150	1	25,523	-
	Profit	156,799	5	142,132	5	429,818	5	443,261	6
8300	**Other comprehensive income (Note 6(s)):**								
8310	**Components of other comprehensive income that will not be reclassified to profit or loss**								
8316	Unrealized gains from investments in equity instruments measured at fair value through other comprehensive income	(6,222)	-	(13,257)	-	(7,005)	-	17,301	-
8320	Shares of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will not be reclassified to profit or loss	(378)	-	(1,207)	-	(5,244)	-	(2,347)	-
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-	-	-	-	-
		(6,600)	-	(14,464)	-	(12,249)	-	14,954	-
8360	**Components of other comprehensive income (loss) that will be reclassified to profit or loss**								
8361	Exchange differences on translation of foreign financial statements	7,006	-	(87)	-	16,149	-	(3,355)	-
8370	Shares 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	-	-	-	-	-	-	2	-
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-	-	-	-	-
		7,006	-	(87)	-	16,149	-	(3,353)	-
8300	**Other comprehensive income, net**	406	-	(14,551)	-	3,900	-	11,601	-
8500	**Total comprehensive income**	**$ 157,205**	**5**	**127,581**	**5**	**433,718**	**5**	**454,862**	**6**
	Profit, attributable to:								
8610	Owners of parent	$ 156,761	5	142,005	5	429,724	5	443,068	6
8620	Non-controlling interests	38	-	127	-	94	-	193	-
	Profit	**$ 156,799**	**5**	**142,132**	**5**	**429,818**	**5**	**443,261**	**6**
	Comprehensive income attributable to:								
8710	Owners of parent	$ 157,184	5	127,461	5	433,672	5	454,666	6
8720	Non-controlling interests	21	-	120	-	46	-	196	-
	Total comprehensive income	$ 157,205	5	127,581	5	**433,718**	**5**	**454,862**	**6**
	Basic earnings per share (Note 6(t))								
9750	**Basic earnings per share**	**$**	**0.32**		**0.29**		**0.88**		**0.91**
9850	**Diluted earnings per share**	**$**	**0.32**		**0.29**		**0.88**		**0.91**

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

Reviewed only, not audited in accordance with generally accepted auditing standards

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES

Consolidated Statement of Changes in Equity

For the nine months ended September 30, 2022 and 2021

(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of the parent company												
	Share capital		Retained earnings				Total other equity interest						
	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Total retained earnings	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income	Total other equity interest	Treasury stock	Total equity attributable to owners of the parent company	Non-controlling interests	Total equity
Balance at January 1, 2021	$ 4,999,990	974,083	126,621	240,776	964,748	1,332,145	(31,870)	(44,007)	(75,877)	(203,876)	7,026,465	5,137	7,031,602
Profit	-	-	-	-	443,068	443,068	-	-	-	-	443,068	193	443,261
Other comprehensive income	-	-	-	-	-	-	(3,353)	14,951	11,598	-	11,598	3	11,601
Total comprehensive income	-	-	-	-	443,068	443,068	(3,353)	14,951	11,598	-	454,666	196	454,862
Appropriation and distribution of retained earnings:													
Legal reserve appropriated	-	-	83,309	-	(83,309)	-	-	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(699,999)	(699,999)	-	-	-	-	(699,999)	-	(699,999)
Adjustments of capital surplus for the Company's cash dividends received by subsidiaries	-	19,051	-	-	-	-	-	-	-	-	19,051	-	19,051
Cash dividends contributed to non-controlling interests by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(207)	(207)
Balance at September 30, 2021	**$ 4,999,990**	**993,134**	**209,930**	**240,776**	**624,508**	**1,075,214**	**(35,223)**	**(29,056)**	**(64,279)**	**(203,876)**	**6,800,183**	**5,126**	**6,805,309**
Balance at January 1,2022	$ 4,999,990	993,134	209,930	240,776	851,981	1,302,687	(34,553)	(71,400)	(105,953)	(203,876)	6,985,982	5,145	6,991,127
Profit	-	-	-	-	429,724	429,724	-	-	-	-	429,724	94	429,818
Other comprehensive income	-	-	-	-	-	-	16,149	(12,201)	3,948	-	3,948	(48)	3,900
Total comprehensive income	-	-	-	-	429,724	429,724	16,149	(12,201)	3,948	-	433,672	46	433,718
Appropriation and distribution of retained earnings:													
Legal reserve appropriated	-	-	67,054	-	(67,054)	-	-	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(499,999)	(499,999)	-	-	-	-	(499,999)	-	(499,999)
Adjustments of capital surplus for company's cash dividends received by subsidiaries	-	13,608	-	-	-	-	-	-	-	-	13,608	-	13,608
Disposal of investments in equity instruments designated at fair value through other comprehensive income by associates accounted for using equity method	-	-	-	-	(9,570)	(9,570)	-	9,570	9,570	-	-	-	-
Balance at September 30, 2022	**$ 4,999,990**	**1,006,742**	**276,984**	**240,776**	**705,082**	**1,222,842**	**(18,404)**	**(74,031)**	**(92,435)**	**(203,876)**	**6,933,263**	**5,191**	**6,938,454**

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

Reviewed only, not audited in accordance with generally accepted auditing standards

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the nine months ended September 30, 2022 and 2021

(Expressed in Thousands of New Taiwan Dollars)

	For the nine months ended September 30	
	2022	2021
Cash flows from (used in) operating activities:		
Profit before tax	$ 452,968	468,784
Adjustments:		
Adjustments to reconcile profit (loss):		
Depreciation expense	77,342	76,723
Amortization expense	972	1,906
Expected credit losses	4,018	3,370
Net (gains) losses on financial assets or liabilities at fair value through profit or loss	9,575	(7,280)
Interest expense	18,445	8,780
Interest income	(3,987)	(2,479)
Dividend income	(8,740)	(9,251)
Shares of profit of associates and joint ventures accounted for using equity method	(276,474)	(243,584)
Gains on disposal of property, plant and equipment	(862)	(303)
Unrealized profit from sales	134	654
Realized profit on from sales	(231)	(702)
Total adjustments to reconcile profit (loss)	(179,808)	(172,166)
Changes in operating assets and liabilities:		
Increase in current financial assets at fair value through profit or loss	(9,898)	(12,702)
Increase in notes receivable	(15,530)	(33,176)
Decrease in notes receivable due from related parties	-	2,700
Increase in accounts receivable	(372,677)	(375,673)
(Increase) decrease in accounts receivable due from related parties	(21,325)	5,209
Decrease (increase) in other receivables	2,211	(2,563)
Increase in inventories	(446,248)	(409,259)
Decrease (increase) in biological assets	3,113	(5,627)
Decrease in prepayments	222,889	244,218
Decrease (increase) in other current assets	481	(9,048)
Increase in defined benefit assets - non-current	(3,169)	(2,817)
Increase in financial liabilities at fair value through profit or loss	-	2,613
(Decrease) increase in contract liabilities	(1,688)	4,042
Increase in notes payable	271	623
Increase in accounts payable	146,250	122,022
Increase (decrease) in other payables	45,146	(28,160)
Increase in other current liabilities	45,977	77,006
Decrease in net defined benefit liabilities	(832)	(732)
Total changes in operating assets and liabilities, net	(405,029)	(421,324)
Total adjustments	(584,837)	(593,490)
Cash outflow generated from operations	(131,869)	(124,706)
Interest received	3,987	2,479
Interest paid	(18,445)	(8,780)
Income taxes paid	(43,264)	(5,205)
Net cash flows from (used in) operating activities	(189,591)	(136,212)

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

Reviewed only, not audited in accordance with generally accepted auditing standards

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Cash Flows (CONT'D)

For the nine months ended September 30, 2022 and 2021

(Expressed in Thousands of New Taiwan Dollars)

	For the nine months ended September 30	
	2022	**2021**
Cash flows from (used in) investing activities:		
Acquisition of property, plant and equipment	(39,099)	(194,784)
Proceeds from disposal of property, plant and equipment	4,626	4,014
Increase in other financial assets	(419,067)	(52,760)
Decrease in other financial assets	372,086	55,692
Decrease (increase) in prepayments for business facilities	26	(1,988)
Dividends received	280,475	417,424
Net cash flows used in investing activities	199,047	227,598
Cash flows from (used in) financing activities:		
Increase in short-term borrowings	6,772,378	4,504,958
Decrease in short-term borrowings	(6,277,048)	(4,552,985)
Increase in short-term notes and bills payable	1,648,000	2,259,000
Decrease in short-term notes and bills payable	(1,938,000)	(2,259,000)
Repayments of long-term debt	(260,000)	-
Payment of lease liabilities	(2,104)	(1,944)
(Decrease) increase in other non-current liabilities	(45)	142
Cash dividends paid	(486,391)	-
Net cash flows from (used in) financing activities	(543,210)	(49,829)
Effect of exchange rate changes on cash and cash equivalents	9,193	(1,381)
Net (decrease) increase in cash and cash equivalents	(524,561)	40,176
Cash and cash equivalents, beginning of the period	1,664,560	772,454
Cash and cash equivalents, end of the period	$ **1,139,999**	**812,630**

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)
Reviewed only, not audited in accordance with generally accepted auditing standards

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

September 30, 2022 and 2021

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

(1) Company history

Taisun Enterprise Corporation (the "Company") was established on October 21, 1960 in Taiwan, the Republic of China, with the approval of the Ministry of Economic Affairs. Its registered office is located at No. 6, Xinggong Rd., Tianzhong Township, Changhua County.

The consolidated financial statements of the Company as of September 30, 2022 and 2021 comprised the Company and its subsidiaries (together referred to as "the Group").

The major business activities of the Company and its subsidiaries (the "Group") are the manufacturing and sales of cooking oil, food, beverages and aquafeeds.

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

The consolidated financial statements were authorized for issuance by the Board of Directors on November 10, 2022.

(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, 2022:

- 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"

(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, 2023, would not have a significant impact on its consolidated financial statements:

- Amendments to IAS 1 "Disclosure of Accounting Policies"
- Amendments to IAS 8 "Definition of Accounting Estimates"
- Amendments to IAS 12 "Deferred Tax related to Assets and Liabilities arising from a Single Transaction"

(Continued)

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

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

The Group does not expect the following 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 "Classification of Liabilities as Current or Non-current"
- Amendments to IFRS 17 "Initial Application of IFRS 17 and IFRS 9 – Comparative Information "
- IFRS16 "Requirements for Sale and Leaseback Transactions"
- Amendments to IAS 1 "Non-current Liabilities with Covenants"

(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, 2021. For the related information, please refer to Note 4 of the consolidated financial statements for the year ended December 31, 2021.

(b) Basis of consolidation

(i) List of subsidiaries included in the consolidated financial statements

Investor Company	Subsidiary	Nature of business	Shareholding ratio September 30, 2022	Shareholding ratio December 31, 2021	Shareholding ratio September 30, 2021	Notes
The Company	PIN-TAI DISTRIBUTION, ENTERPRISE CO., LTD.	Wholesaler of cooking oil and food	99.93 %	99.93 %	99.93 %	A subsidiary that the Company directly holds more than 50% of its shares.
The Group	TAIWAN NIKOMART CO., LTD.	Operating Chained Convenience Stores	98.12 %	98.12 %	98.12 %	A subsidiary that the Group directly (indirectly) holds more than 50% of its shares.

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Investor Company	Subsidiary	Nature of business	Shareholding ratio September 30, 2022	Shareholding ratio December 31, 2021	Shareholding ratio September 30, 2021	Notes
The Group	CHUANG SHIN TRAFFIC CO., LTD.	Logistics	97.42 %	97.42 %	97.42 %	A subsidiary that the Group directly holds more than 50% of its shares. (Note)
The Company	TAISUN YUAN CO., LTD.	Investment Management	100.00 %	100.00 %	100.00 %	A subsidiary that the Company directly holds more than 50% of its shares.
The Company	TAISUN (CAYMAN) INVESTMENT LTD.	Investment	100.00 %	100.00 %	100.00 %	A subsidiary that the Company directly holds more than 50% of its shares.
TAISUN (CAYMAN) INVESTMENT LTD.	TAISUN ENTERPRISE (ZHANGZHOU) FOODS LTD.	Produce and sell food, beverage, snacks and canned products	100.00 %	100.00 %	100.00 %	A subsidiary that TAISUN (CAYMAN) INVESTMENT LTD. directly holds more than 50% of its shares.

Note: CHUANG SHIN TRAFFIC CO., LTD. is a non-significant subsidiary for the nine months ended September 30, 2022 and 2021, its financial statements have not been reviewed.

(ii) Subsidiaries excluded from consolidation：None.

(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 which is 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.

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(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 financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which is in conformity with the consolidated financial statements for the year ended December 31, 2021. For the related information, please refer to Note 5 of the consolidated financial statements for the year ended December 31, 2021.

(6) Explanation of significant accounts:

Except for the following disclosures, there were no material differences in the disclosures of significant accounts between the consolidated interim financial statements for the current period and the consolidated financial statements for the year ended December 31, 2021. Please refer to Note 6 of the consolidated financial statements for the year ended December 31, 2021.

(a) Cash and cash equivalents

	September 30, 2022	December 31, 2021	September 30, 2021
Cash on hand and petty cash	$ 1,460	1,206	1,349
Check deposits	23,153	22,503	21,580
Cash in banks	791,923	1,437,007	711,744
Time deposits	191,538	191,855	65,972
Cash equivalents	131,925	11,989	11,985
Cash and cash equivalents	**$ 1,139,999**	**1,664,560**	**812,630**

The deposit accounts of $44,752 thousand, $0 and $115,128 thousand, which did not meet the definition of cash and cash equivalents and were not restricted, were classified as other financial assets-current on the September 30, 2022, December 31, 2021 and September 30, 2021.

Please refer to Note 6(x) for the fair value sensitivity analysis and interest rate risk of the financial assets and liabilities.

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(b) Financial assets and liabilities at fair value through profit or loss

	September 30, 2022	December 31, 2021	September 30, 2021
Assets mandatorily measured at fair value through profit or loss:			
Derivative instruments not used for hedging			
Forward exchange contracts	$ -	712	1,276
Non-derivative financial assets			
Stocks listed on domestic markets	55,451	59,896	56,958
Beneficiary certificates open-end funds	47,216	33,190	41,089
Total	$ 102,667	93,798	99,323

	September 30, 2022	December 31, 2021	September 30, 2021
Liabilities mandatorily measured at fair value through profit or loss:			
Non-derivative financial liabilities			
Forward exchange contracts	$ -	1,481	31

(i) Please refer to Note 6(x) for disclosure on financial instrument related credit, exchange rate and interest rate risk.

(ii) The aforesaid financial assets were not pledged as collateral.

(iii) Derivative instruments not used for hedging

The Group holds derivative financial instruments to hedge certain foreign exchange and interest risk the Group is exposed to, arising from its operating, financing and investing activities. The following derivative instruments, without the application of hedge accounting, were classified as mandatorily measured at fair value through profit or loss and held-for-trading financial liabilities:

Forward exchange contracts:

	December 31, 2021		
	Contract amount (In thousands)	Exercise price	Exercise date
Buy option	USD 4,000	27.49~27.78(USD/NTD)	2022.02.22~2022.05.12
Sell option	USD 4,000	27.49~27.78(USD/NTD)	2022.02.22~2022.05.12

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	September 30, 2021			
	Contract amount (In thousands)		Exercise price	Exercise date
Buy option	USD	2,000	27.09~27.25(USD/NTD)	2021.10.18~2021.12.16
Sell option	USD	2,000	27.09~27.25(USD/NTD)	2021.10.18~2021.12.16

(c) Non-current financial assets at fair value through other comprehensive income

		September 30, 2022	December 31, 2021	September 30, 2021
Equity instruments at fair value through other comprehensive income-non current:				
Shares of stock of listed companies	$	101,324	108,329	168,588
Shares of stock of unlisted companies		1,155	1,155	3,172
Shares of stock of overseas unlisted companies		12,858	11,217	17,715
Total	$	115,337	120,701	189,475

(i) The Group intends to hold its equity investments for long-term strategic purposes, rather than for transaction purposes. Therefore, the investments are measured at FVOCI.

(ii) The aforesaid strategic investments were not disposed or transferred.

(iii) Please refer to Note 6(x) for credit risk and market risk.

(iv) The aforesaid financial assets were not pledged as collateral.

(d) Notes and accounts receivable

		September 30, 2022	December 31, 2021	September 30, 2021
Notes receivable	$	179,411	163,881	170,374
Accounts receivable		1,172,655	800,311	1,060,646
Accounts receivable from related parties		473,476	452,151	362,115
Overdue receivables		11,795	11,378	11,454
Less：Allowance for impairment		(46,703)	(42,658)	(45,790)
	$	1,790,634	1,385,063	1,558,799

The Group applies the simplified approach to provide for the loss allowance used for expected credit losses, which permit the use of lifetime expected loss provision for all receivables. To measure the expected credit losses, notes and accounts receivable have been grouped based on shared credit risk characteristics and the days past due, as well as forward looking information, including overall economic environment and related industrial information.

(Continued)

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The loss allowance provision in food, logistics and bulk materials segments was determined as follow:

	September 30, 2022		
	Gross carrying amount	Expected loss rate	Loss allowance provision
Current	$ 1,641,079	0~2.16%	34,024
Overdue 0 to 90 days	59,751	1.531%	915
Overdue 91 to 180 days	26	0~8.33%	1
Overdue 181 to 270 days	6	5~11.42%	1
Overdue 271 to 360 days	-	10~25%	-
Over 365 days past due	881	100%	881
Total	**$ 1,701,743**		**35,822**

	December 31, 2021		
	Gross carrying amount	Expected loss rate	Loss allowance provision
Current	$ 1,289,229	0~2.42%	31,114
Overdue 0 to 90 days	31,534	0~0.9%	3
Overdue 91 to 180 days	-	1.38~8.33%	-
Overdue 181 to 270 days	-	5.73~11.42%	-
Overdue 271 to 360 days	-	13.04~33.33%	-
Over 365 days past due	844	100%	844
Total	**$ 1,321,607**		**31,961**

	September 30, 2021		
	Gross carrying amount	Expected loss rate	Loss allowance provision
Current	$ 1,398,284	0~0.77%	10,484
Overdue 0 to 90 days	43,450	0~0.85%	4
Overdue 91 to 180 days	52	0~1.92%	1
Overdue 181 to 270 days	-	6.27~8.33%	-
Overdue 271 to 360 days	-	15.79~41.67%	-
Over 365 days past due	844	100%	844
Total	**$ 1,442,630**		**11,333**

(Continued)

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The loss allowance provision in aquafeed segment was determined as follow:

	September 30, 2022		
	Gross carrying amount	Expected loss rate	Loss allowance provision
Current	$ 115,843	0.12%	138
Overdue 0 to 90 days	8,995	2.57%	231
Overdue 91 to 180 days	130	10.15%	13
Overdue 181 to 270 days	-	10.28%	15
Overdue 271 to 360 days	-	25%	-
Over 365 days past due	9,824	100%	9,824
Total	**$ 134,934**		**10,221**

	December 31, 2021		
	Gross carrying amount	Expected loss rate	Loss allowance provision
Current	$ 93,144	0.11%	97
Overdue 0 to 90 days	2,305	2.23%	51
Overdue 91 to 180 days	131	11.40%	15
Overdue 181 to 270 days	-	13.29%	-
Overdue 271 to 360 days	-	30.43%	-
Over 365 days past due	9,797	100%	9,797
Total	**$ 105,377**		**9,960**

	September 30, 2021		
	Gross carrying amount	Expected loss rate	Loss allowance provision
Current	$ 119,186	0.11%	135
Overdue 0 to 90 days	8,533	2.44%	209
Overdue 91 to 180 days	145	12.41%	18
Overdue 181 to 270 days	-	14.55%	-
Overdue 271 to 360 days	-	33.33%	-
Over 365 days past due	10,648	100%	10,648
Total	**$ 138,512**		**11,010**

(Continued)

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Other than note receivables and account receivables mentioned above, the loss allowance provision at 100% expected loss rate was determined as follow:

	September 30, 2022		
	Gross carrying amount	Expected loss rate	Loss allowance provision
Over 365 days past due	$ 660	100%	660

	December 31, 2021		
	Gross carrying amount	Expected loss rate	Loss allowance provision
Over 365 days past due	$ 737	100%	737

	September 30, 2021		
	Gross carrying amount	Expected loss rate	Loss allowance provision
Over 365 days past due	$ 637	100%	637

The movements in the allowance for notes and accounts receivable were as follow:

	For the nine months ended September 30	
	2022	2021
Balance on January 1	$ 42,658	42,428
Impairment losses recognized	4,018	3,370
Foreign exchange losses (gains)	27	(8)
Balance on September 30	$ 46,703	45,790

As of September 30, 2022, December 31, 2021 and September 30, 2021, the financial assets mentioned above were not pledged as collateral.

(e) Other receivables

	September 30, 2022	December 31, 2021	September 30, 2021
Other receivables	$ 15,581	27,780	14,912
Less: allowance for impairment	(5,400)	(5,400)	(5,400)
	$ 10,181	22,380	9,512

As of September 30, 2022, December 31, 2021 and September 30, 2021, there were no other receivables that were past due but not impaired.

Please refer to Note 6(x) for the Group's notes and accounts receivable exposed to credit risk and currency risk.

As of September 30, 2022, December 31, 2021 and September 30, 2021, the aforesaid financial assets were not pledged as collateral.

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(f) Inventories

	September 30, 2022	December 31, 2021	September 30, 2021
Raw materials	$ 450,638	159,560	458,958
Materials	28,493	26,542	28,211
Work in process	243,501	173,563	205,903
Finished goods	382,001	300,391	247,342
Merchandise	54,041	51,510	41,080
	$ 1,158,674	711,566	981,494

Other gains or losses from inventories except for cost of goods sold recognized as expenses in the current period:

	For the three months ended September 30		For the nine months ended September 30	
	2022	2021	2022	2021
Operating cost				
Inventory price losses (gains) from price recovery of inventory	$ 546	(34)	486	(393)
Revenue from sale of scraps	(154)	(219)	(1,532)	(1,239)
Gains (losses) on physical inventory	2,467	(2,145)	3,836	(3,326)
Losses on disposal	1,690	1,105	4,121	3,649
Operating expenses	4,551	5,435	16,258	15,410
	$ 9,100	4,142	23,169	14,101

For the three months and nine months ended September 30,2022, the price loss for the write down of inventories to the net realizable value resulted in the Group to recognize a loss; and for the three months and nine months ended September 30,2021, the Group recognized a gain from the reversal of allowance for inventory valuation loss resulting from destocking. Such gain was deducted from cost of goods sold.

As of September 30, 2022, December 31, 2021 and September 30, 2021, the aforesaid inventories were not pledged as collateral.

(g) Investments accounted for using equity method

(i) Subsidiaries that have material non-controlling interest were as follows:

			Proportion of shareholding and voting rights		
Name of Affiliates	Nature of relationship with the Group	Main operation location	September 30, 2022	December 31, 2021	September 30, 2021
TAIWAN FAMILYMART CO., LTD.	Operate chained convenience stores, explore selling points for the Group	Taiwan	22.47 %	22.47 %	22.47 %

(Continued)

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

TAIWAN FAMILYMART CO., LTD. is one of the listed companies in Taiwan, with its fair value reflected as below:

	September 30, 2022	December 31, 2021	September 30, 2021
	$ 9,479,563	12,413,713	13,065,747

The following information of the aforementioned subsidiaries have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers. Included in these information is the fair value adjustment made during the acquisition and relevant differences in accounting principles between the Company and its subsidiaries as at the acquisition date. The intra-group transactions were not eliminated in this information.

Information regarding TAIWAN FAMILYMART CO., LTD. and its subsidiaries

	September 30, 2022	December 31, 2021	September 30, 2021
Current assets	$ 14,593,134	17,134,275	15,068,282
Non-current assets	53,515,604	50,472,010	49,702,941
Current liabilities	(32,678,653)	(33,982,369)	(32,079,864)
Non-current liabilities	(28,471,117)	(26,628,080)	(26,428,634)
Net assets	$ 6,958,968	6,995,836	6,262,725
Net assets attributable to non-controlling interests	$ 656,332	657,346	387,347
Net assets attributable to investee	$ 6,302,636	6,338,490	5,875,378

	For the three months ended September 30		For the nine months ended September 30	
	2022	2021	2022	2021
Operating revenue	$ 24,012,529	20,662,242	67,200,010	62,005,183
Net income	$ 529,797	302,142	1,078,312	1,015,460
Other comprehensive income	(1,685)	(5,376)	(23,339)	(10,470)
Total comprehensive income	$ 528,112	296,766	1,054,973	1,004,990
Comprehensive income attributable to non-controlling interests	$ 17,697	18,982	41,693	60,662
Comprehensive income attributable to investee	$ 510,415	277,784	1,013,280	944,328

(Continued)

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	For the three months ended September 30		For the nine months ended September 30	
	2022	2021	2022	2021
Shares of net assets attributable to investee on January 1	$ 1,537,219	1,633,921	1,424,230	1,484,149
Changes in equity of associates and joint ventures accounted for using equity method	-	2	-	-
Comprehensive income attributable to the Group	114,688	62,418	227,677	212,192
Dividends from associates and joint ventures	(235,735)	(376,173)	(235,735)	(376,173)
subtotal	1,416,172	1,320,168	1,416,172	1,320,168
Add: investment property	20,000	20,000	20,000	20,000
Add: trademark	129,713	129,713	129,713	129,713
Add: goodwill	1,457,345	1,457,345	1,457,345	1,457,345
Book value of net equity of associates attributable to the Group on September 30	**$ 3,023,230**	**2,927,226**	**3,023,230**	**2,927,226**

(ii) Associates

The Group's financial information about investments accounted for using the equity method that are individually insignificant was as follows:

	September 30, 2022	December 31, 2021	September 30, 2021
Carry amounts of individually insignificant associates' equity	**$ 290,279**	**282,630**	**274,526**

	For the three months ended September 30		For the nine months ended September 30	
	2022	2021	2022	2021
Attributable to the Group:				
Net gain	$ 10,086	4,482	43,553	29,046
Other comprehensive (loss) income	-	-	-	-
Comprehensive income	**$ 10,086**	**4,482**	**43,553**	**29,046**

(iii) Pledge to secure

As of September 30, 2022, December 31, 2021 and September 30, 2021, the deals of the investment accounted for using equity method were pledged as collateral for long-term borrowings and credit lines, please refer to Note 8.

(iv) Investments were accounted for by using the equity method, and the share of profit or loss and other comprehensive income of those investments were calculated based on the financial statement that have been reviewed.

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(h) Property, plant and equipment

The movement in the cost, depreciation, and impairment loss of the property, plant and equipment of the Group as of September 30, 2022 and 2021 were as follows:

	Land	Buildings	Machinery equipment	Transportation equipment	Other facilities	Construction in progress	Total
Cost or deemed cost:							
Balance on January 1, 2022	$ 1,151,899	961,734	1,099,225	115,970	120,510	234,028	3,683,366
Additions	-	-	5,094	5,782	1,921	26,302	39,099
Disposals	-	-	(58,330)	(7,177)	(260)	-	(65,767)
Transfer in	-	-	58,678	-	18,810	-	77,488
Transfer out	-	-	-	-	-	(77,488)	(77,488)
Effect of movement in exchange rate	-	4,228	8,267	304	443	-	13,242
Balance on September 30, 2022	**$ 1,151,899**	**965,962**	**1,112,934**	**114,879**	**141,424**	**182,842**	**3,669,940**
Balance on January 1, 2021	$ 1,151,899	949,120	1,004,424	106,091	114,835	128,393	3,454,762
Additions	-	997	16,607	13,803	2,131	161,246	194,784
Disposals	-	-	(5,114)	(7,648)	(45)	-	(12,807)
Transfer in	-	9,280	85,520	-	3,275	-	98,075
Transfer out	-	-	-	-	-	(98,075)	(98,075)
Effect of movement in exchange rate	-	(1,486)	(2,897)	(102)	(154)	-	(4,639)
Balance on September 30, 2021	**$ 1,151,899**	**957,911**	**1,098,540**	**112,144**	**120,042**	**191,564**	**3,632,100**
Depreciation and impairment loss:							
Balance on January 1, 2022	$ -	703,756	868,460	68,771	95,081	-	1,736,068
Depreciation for the period	-	20,727	36,472	8,208	6,183	-	71,590
Disposals	-	-	(56,872)	(4,878)	(253)	-	(62,003)
Effect of movement in exchange rate	-	3,031	7,155	261	423	-	10,870
Balance on September 30, 2022	**$ -**	**727,514**	**855,215**	**72,362**	**101,434**	**-**	**1,756,525**
Balance on January 1, 2021	$ -	675,406	828,773	63,709	88,457	-	1,656,345
Depreciation for the period	-	21,421	36,721	7,927	5,259	-	71,328
Disposals	-	-	(4,792)	(4,245)	(59)	-	(9,096)
Effect of movement in exchange rate	-	(1,028)	(2,510)	(93)	(147)	-	(3,778)
Balance on September 30, 2021	**$ -**	**695,799**	**858,192**	**67,298**	**93,510**	**-**	**1,714,799**
Carrying amounts:							
Balance on January 1, 2022	**$ 1,151,899**	**257,978**	**230,765**	**47,199**	**25,429**	**234,028**	**1,947,298**
Balance on September 30, 2022	**$ 1,151,899**	**238,448**	**257,719**	**42,517**	**39,990**	**182,842**	**1,913,415**
Balance on January 1, 2021	**$ 1,151,899**	**273,714**	**175,651**	**42,382**	**26,378**	**128,393**	**1,798,417**
Balance on September 30, 2021	**$ 1,151,899**	**262,112**	**240,348**	**44,846**	**26,532**	**191,564**	**1,917,301**

(i) Since the law in Taiwan does not allow a legal person or an entity to acquire any agricultural land beginning 2016, the title deed of the 15 pieces of agricultural land, amounting to $50,749 thousand, located at parcel no.185 and 186 in the Daxin Section of Beidou Township, Changhua County, had been transferred to a natural person. However, the Group still keeps the original certificate of ownership of the real estate for security purpose.

(ii) Please refer to Note 6(w) for the disposal of profit and loss.

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
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(iii) As of September 30, 2022, December 31, 2021 and September 30, 2021, the aforementioned land, houses and buildings were not provided as collateral guarantees.

(i) Right-of-use assets

The movements in the cost and depreciation of the leased land and buildings were as follows:

	Land	Buildings	Total
Cost:			
Balance on January 1, 2022	$ 21,683	10,470	32,153
Additions	-	947	947
Reductions	-	(1,151)	(1,151)
Effect of movement in exchange rate	673	-	673
Balance on September 30, 2022	**$ 22,356**	**10,266**	**32,622**
Balance on January 1, 2021	$ 21,776	5,922	27,698
Additions	-	4,548	4,548
Effect of movement in exchange rate	(236)	-	(236)
Balance on September 30, 2021	**$ 21,540**	**10,470**	**32,010**
Accumulated depreciation:			
Balance on January 1, 2022	$ 10,695	6,962	17,657
Depreciation for the period	337	2,231	2,568
Reductions	-	(623)	(623)
Effect of movement in exchange rate	335	-	335
Balance on September 30, 2022	**$ 11,367**	**8,570**	**19,937**
Balance on January 1, 2021	$ 10,299	4,308	14,607
Depreciation for the period	330	1,911	2,241
Effect of movement in exchange rate	(114)	-	(114)
Balance on September 30, 2021	**$ 10,515**	**6,219**	**16,734**
Carrying amounts:			
Balance on September 30, 2022	**$ 10,989**	**1,696**	**12,685**
Balance on September 30, 2021	**$ 11,025**	**4,251**	**15,276**

As of September 30, 2022, December 31, 2021 and September 30, 2021, the investment properties were not pledged as collateral.

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TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
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(j) Investment property

The following are the investment property, including properties, owned by the Group, with leases containing an initial noncancellable lease term of 1 to 2 years. Some leases provide the lessees with options to extend at the end of the term.

The rental revenue of investment property is a fixed amount.

The Group's investment properties were subsequently measured at cost after the initial recognition, the details were as follows:

	Self-owned property		
	Land and improvements	**Buildings**	**Total**
Carrying amounts:			
Balance on January 1, 2022	**$ 566,062**	**48,838**	**614,900**
Balance on September 30, 2022	**$ 566,062**	**47,541**	**613,603**
Balance on January 1, 2021	**$ 566,062**	**50,756**	**616,818**
Balance on September 30, 2021	**$ 566,062**	**49,310**	**615,372**

(i) There were no significant additions, disposal, or recognition and reversal of impairment losses of investment property for the nine months ended September 30, 2022 and 2021. Information on depreciation for the period is discussed in Note 12. Please refer to Note 6(j) of the 2021 annual consolidated financial statements for other related information.

(ii) The fair value of investment property was not significantly different from those disclosed in Note 6(j) of the annual consolidated financial statements for the year ended December 31, 2021.

(iii) As of September 30, 2022, December 31, 2021 and September 30, 2021, the investment properties were not pledged as collateral.

(k) Short-term borrowings

	September 30, 2022	**December 31, 2021**	**September 30, 2021**
Letter of credit	$ 136,642	54,312	-
Unsecured bank loans	875,000	462,000	100,000
Total	**$ 1,011,642**	**516,312**	**100,000**
Unused credit lines	**$ 2,337,162**	**2,998,312**	**3,127,134**
Interest rates	**0.95%~4.46%**	**0.66%~1.53%**	**0.80%~0.84%**

For the nine months ended September 30, 2022 and 2021, the Group obtained from short-term borrowings amounting to $6,772,378 thousand and $4,504,958 thousand, the repayment amounting to $6,277,048 thousand and $4,552,985 thousand, respectively.

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TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
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Please refer to Note 8 for details on pledged assets for bank loans.

Please refer to Note 6(x) for details on financial risk.

(l) Short-term notes and bills

The short-term notes and bills payable were summarized as follows:

	September 30, 2022			
	Guarantee or acceptance institution	**Range of interest rates (%)**	**Amount**	**Unused credit lines**
Commercial paper payable	China Bills Finance Corporation, Ta Ching Bills Finance Corporation, Taiwan Cooperative Bills Finance Corporation, Taiwan Finance Corporation	1.538%~1.875%	$ 230,000	990,000

	December 31, 2021			
	Guarantee or acceptance institution	**Range of interest rates (%)**	**Amount**	**Unused credit lines**
Commercial paper payable	China Bills Finance Corporation, International Bills Finance Corporation, Taiwan Cooperative Bills Finance Corporation, Grand Bills Finance Corporation, Ta Ching Bills Finance Corporation	0.89%~1.30%	$ 520,000	720,000

	September 30, 2021			
	Guarantee or acceptance institution	**Range of interest rates (%)**	**Amount**	**Unused credit lines**
Commercial paper payable	China Bills Finance Corporation, Ta Ching Bills Finance Corporation	1.3%	$ 20,000	1,170,000

For the nine months ended September 30, 2022 and 2021, the Group obtained from short-term notes and bills amounting to $1,648,000 thousand and $2,259,000 thousand, the repayment amounting to $1,938,000 thousand and $2,259,000 thousand, respectively. As of September 30, 2022 and 2021, the Group did not pledged assets to provide collateral for commercial paper payable.

Please refer to Note 6(x) for details on financial risk.

(m) Account payable

	September 30, 2022	**December 31, 2021**	**September 30, 2021**
Payables to suppliers	$ 724,423	577,337	647,811

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(n) Long-term borrowings

	September 30, 2022			
	Currency	Interest rate	Year due	Amount
Secured bank loans	NTD	1.39%~1.41%	2023	$ 590,000
Unsecured bank loans	NTD	1.67%	2024	200,000
Less: Current portion	NTD	1.39%	2023	(240,000)
Total				$ 550,000
Unused credit line				$ 810,000

	December 31, 2021			
	Currency	Interest rate	Year due	Amount
Secured bank loans	NTD	1%~1.06%	2023	$ 750,000
Unsecured bank loans	NTD	1.26%	2024	300,000
Less: Current portion				-
Total				$ 1,050,000
Unused credit line				$ 708,972

	September 30, 2021			
	Currency	Interest rate	Year due	Amount
Secured bank loans	NTD	1%	2023	$ 600,000
Less: Current portion				-
Total				$ 600,000
Unused credit line				$ 1,200,000

(i) Collateral for bank loans

Please refer to Note 8 for details on related assets pledged as collateral.

(ii) Please refer to Note 6(y) for details on financial risk.

(iii) For the nine months ended September 30, 2022 and 2021, the Group obtained from long-term borrowings both amounting to $0, the repayment amounting to $260,000 thousand and $0 thousand, respectively.

(o) Lease liabilities

The Group’s lease liabilities were as follows：

	September 30, 2022	December 31, 2021	September 30, 2021
Current	$ 1,787	2,498	2,633
Non-current	$ -	977	1,605

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
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Please refer to Note 6(x) for maturity analysis.

The amounts recognized in profit or loss were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2022	2021	2022	2021
Interest on lease liabilities	$ 5	12	24	29
Expenses relating to short-term leases	$ 122	158	406	425
Expenses relating to leases of low-value, excluding short-term leases of low-value assets	$ 8	38	56	83

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

	For the nine months ended September 30	
	2022	2021
Total cash outflow for leases	$ 2,590	2,481

(i) Real estate leases

The Group leases house and buildings for its warehouses. The leases of warehouses typically run for a period of 1 to 3 years.

(ii) Other leases

The Group also leases office equipment with contract terms of one year, and these leases are short-term and/or leases of low-value items. The Group has elected not to recognize its right-of-use assets and lease liabilities for these leases.

(p) Operating leases

There were no significant changes in operating lease for the nine months ended September 30, 2022 and 2021. Please refer to Note 6(p) of the consolidated financial statements for the year ended December 31, 2021 for other related information.

(q) Employee benefits

(i) Defined benefit plans

Management believes that there was no material volatility of the market, no material reimbursement and settlement or no other material onetime events since prior fiscal year. As a result, the pension cost in the accompanying interim period was measured and disclosed according to the actuarial report as of December 31, 2021 and 2020.

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The expenses recognized in profit or loss for the Group are as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2022	2021	2022	2021
Operating cost	$ 108	165	352	522
Selling expenses	57	84	184	260
Administration expenses	137	128	375	348
Total	$ 302	377	911	1,130

(ii) Defined contribution plans

For the three months and nine months ended September 30, 2022 and 2021, the Group’s employee benefits retirement expenses amounted to $5,684 thousand, $5,370 thousand, $16,760 thousand and $15,693 thousand, respectively.

(r) Income tax

Tax expense in the interim financial statements is measured at net income multiplied by management’s best estimation on year end effective tax rate.

(i) The income tax expenses were as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2022	2021	2022	2021
Current income tax expense				
Current period incurred	$ 1,891	-	18,650	20,857
Undistributed earnings additional tax	-	-	-	65
Prior years income tax adjustment	-	-	4,500	-
Deferred tax expense				
Origin and reversal of temporary difference	-	4,601	-	4,601
Income tax expense from continuing operations	$ 1,891	4,601	23,150	25,523

(ii) Status of approval of income tax

Company	Year
The Company	2019
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	2019
TAIWAN NIKOMART CO., LTD.	2020
CHUANG SHIN TRAFFIC CO., LTD.	2020
TAISUN YUAN CO., LTD.	2020

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(s) Share capital and other equity

As of September 30, 2022, December 31, 2021 and September 30, 2021, the authorized capital of the Company consisted of 1,000,000 thousand shares, respectively, at a par value of $10 per share, amounting to $10,000,000 thousand, respectively, with the outstanding shares amounting to $4,999,990 thousand.

(i) Capital surplus

The components of the capital surplus were as follows:

	September 30, 2022	December 31, 2021	September 30, 2021
Treasury shares transactions	$ 71,496	57,888	57,888
Changes in equity of associates accounted for using equity method	17	17	17
Surplus from issuance of ordinary shares	915,977	915,977	915,977
Surplus from issuance of ordinary shares-employee stock options	4,132	4,132	4,132
Expired employee stock options	1,561	1,561	1,561
Other	13,559	13,559	13,559
	$ 1,006,742	**993,134**	**993,134**

According to the R.O.C. Company Act, capital surplus can only be used to offset a deficit, and only the realized capital surplus can be used to increase the common stock or be distributed as cash dividends. The aforementioned realized capital surplus includes capital surplus resulting from premium on issuance of capital stock and earnings from donated assets received. According to the Regulations Governing the Offering and Issuance of Securities by Securities Issuers, capital increases by transferring capital surplus in excess of the par value should not exceed 10% of the total common stock outstanding.

(ii) Retained earnings

The Company is in its mature stage of business cycle and its annual earnings and future cash flow are stable while the Company still have significant expansion of production capacity and vertical development plans in the next few years. The Company’s Articles of Incorporation stipulate that the Company's net earnings should first be used to offset the prior years' deficits, if any, after paying any income taxes. Of the remaining balance, 10% is to be appropriated as legal reserve, and then at least 50% of the remaining profit, together with any undistributed retained earnings, shall be distributed according to the distribution plan proposed by the Board of Directors and submitted to the stockholders’ meeting for approval. However, more than 30% of the total dividend distribution in the current year shall be distributed in cash dividends, and the rest shall be distributed in the form of stock dividends.

If the common stock dividends per share is less than NTD 0.1, the Board of Directors have the right not to distribute it.

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TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
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A resolution was approved during the shareholders’ meeting on December 26, 2021 for the amendments of the Company’s articles of association as follows:

The Company is in its mature stage of business cycle and its annual earnings and future cash flow are stable while it still have significant expansion of production capacity and development plans in the next few years. Therefore, the distribution of surplus earnings should first be used to offset any deficit after the end of each quarter. If the surplus earnings are to be distributed in cash, it should be reported during the stockholder's meeting, without needing of approval, in accordance with Article 228-1 and 240-5 of Company Act. The Company's articles of incorporation stipulate that the Company's net earnings should first be used to offset the prior quarter’s deficits, if any, after paying any income taxes. The appropriation for legal reserve is discontinued when the balance of the legal reserve equals the total authorized capital. Aside from the aforesaid legal reserve, the Company may, under its Articles of Incorporation or as required by the government, appropriate the earnings for special reserve. Of the remaining balance, 10% is to be appropriated as legal reserve, and the proportion of cash dividend shall not be less than 30% of the total dividend distribution.

If the cash dividend is less than NTD 0.1, the Board of Directors have the right not to distribute it.

1) Legal reserve

When a company incurs profit, the shareholders shall decide on the distribution of the statutory earnings reserve either by issuing new shares or by paying cash of up to 25% of the actual share capital.

2) Special reserve

The Company applied for exemptions during its first-time adoption of IFRSs, resulting in its retained earnings to increase by $240,776 thousand, incurred from unrealized revaluation increments, exchange differences on translation of foreign financial statements, and fair value of investment property being used as the cost on initial recognition at the transition date. In accordance with rules as issued by the Financial Supervisory Commission on April 6, 2012, a special reverse equals to the contra account of other shareholders' equity is appropriated from current and prior period earnings. The aforementioned special reserve may be reversed in proportion with the usage, disposal, or reclassification of the related assets, and then, be distributed afterwards. As of September 30, 2022, December 31, 2021, and September 30, 2021, the Company recognized the special reserve related to all IFRSs adjustments amounting to $240,776 thousand.

When the debit balance of any of the contra accounts in the shareholders’ equity is reversed, the related special reserve can be reversed. The subsequent reversals of the contra accounts in shareholders’ equity shall qualify for additional distributions.

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The special reserve that was calculated at the end of the period through the difference between the market price and the book value of the parent company's shares held by its subsidiaries based on their shareholding percentage shall not be distributed. However, if the market price rebounds, the special reserve shall be reversed according to their shareholding percentage.

3) Earnings distribution

The amounts of cash dividends of appropriations of earnings for 2021 and 2020 had been approved in the Board of Directors' meetings on March 25, 2022 and in the shareholders' meeting on August 18, 2021, respectively. These earnings were appropriated as follows:

	2021	2020
Common stock dividends per share		
Cash	$ 499,999	699,999
Dividends per share	$ 1	1.4

For information on earnings distribution, which was approved during the shareholders' meeting, please visit the public information observatory for further information.

There will be no earnings distribution for the third quarter of the year based on the resolution approved during the Board meeting held on November 10, 2022.

(iii) Treasury stock (held by the subsidiaries)

Before the amendment of the Company Law in 2001, the Company's subsidiaries purchased the Company's stock in the open market for investment purposes. Stock held by subsidiaries are deemed as treasury stocks.

The numbers of shares, book value and market price held by the Company's subsidiaries are as follows:

Subsidiaries	Beginning shares	Add	Less	Ending shares
For the nine months ended September 30, 2022				
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	10,351	-	-	10,351
TAIWAN NIKOMART CO., LTD.	2,960	-	-	2,960
CHUANG SHIN TRAFFIC CO., LTD.	368	-	-	368
	13,679	**-**	**-**	**13,679**
For the nine months ended September 30, 2021				
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	10,351	-	-	10,351
TAIWAN NIKOMART CO., LTD.	2,960	-	-	2,960
CHUANG SHIN TRAFFIC CO., LTD.	368	-	-	368
	13,679	**-**	**-**	**13,679**

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TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
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	September 30, 2022	December 31, 2021	September 30, 2021
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	$ 154,637	154,637	154,637
TAIWAN NIKOMART CO., LTD.	44,880	44,880	44,880
CHUANG SHIN TRAFFIC CO., LTD.	4,359	4,359	4,359
	$ 203,876	**203,876**	**203,876**

The stock prices of the Company as of September 30, 2022, December 31, 2021 and September 30, 2021, were NTD 35.55、NTD 27.30 and NTD 27.00 respectively.

(iv) Other equity interest (net of tax)

	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) from financial assets measured at FVOCI	Total
Balance on January 1, 2022	$ (34,553)	(71,400)	(105,953)
Exchange differences on foreign operation	16,149	-	16,149
Unrealized gain from financial assets measured at fair value through other comprehensive income	-	(6,957)	(6,957)
Changes in other comprehensive income (loss) of associates accounted for using equity methods	-	(5,244)	(5,244)
Disposal of investments in equity instruments designated at fair value through other comprehensive income of associates accounted for using equity method	-	9,570	9,570
Balance on September 30, 2022	**$ (18,404)**	**(74,031)**	**(92,435)**
Balance on January 1, 2021	$ (31,870)	(44,007)	(75,877)
Exchange differences on foreign operation	(3,355)	-	(3,355)
Unrealized gain from financial assets measured at fair value through other comprehensive income	-	17,298	17,298
Changes in other comprehensive income (loss) of associates accounted for using equity methods	2	(2,347)	(2,345)
Balance on September 30, 2021	**$ (35,223)**	**(29,056)**	**(64,279)**

(t) Earnings per share

The Group's basic earnings per share and diluted earnings for per share were calculated as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2022	2021	2022	2021
Basic earnings per share				
Profit from continuing operation attributable to the Company	**$ 156,761**	**142,005**	**429,724**	**443,068**
Weighted average number of ordinary shares	499,999	499,999	499,999	499,999
Less: impact of treasury stock	13,606	13,606	13,606	13,606
Adjusted weighted average number of ordinary shares	**486,393**	**486,393**	**486,393**	**486,393**
Earnings per share	**$ 0.32**	**0.29**	**0.88**	**0.91**

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	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2022	2021	2022	2021
Diluted earnings per share				
Profit from continuing operation attributable to the Company (after adjusting the effect of diluted ordinary shares)	$ 156,761	142,005	429,724	443,068
Adjusted weighted-average number of ordinary shares	486,393	486,393	486,393	486,393
The impact of employee stock compensation	235	936	1,060	1,443
Adjusted weighted-average number of ordinary shares (after adjusting the effect of diluted ordinary shares)	486,628	487,329	487,453	487,836
Earnings per share	$ 0.32	0.29	0.88	0.91

(u) Revenue from contracts with customers

(i) Disaggregation of revenue

	For the Three Months Ended September 30, 2022				
	Consumption division	Commodity division	Foreign division	Other	Total
Main product/service					
Consumer food	$ 1,762,878	-	234,174	-	1,997,052
Bulk materials and aquafeeds	-	1,026,552	-	-	1,026,552
Service revenue	-	-	-	108,871	108,871
Revenue from investment properties	-	-	-	3,001	3,001
	$ 1,762,878	1,026,552	234,174	111,872	3,135,476

	For the Three Months Ended September 30, 2021				
	Consumption division	Commodity division	Foreign division	Other	Total
Main product/service					
Consumer food	$ 1,589,549	-	199,932	-	1,789,481
Bulk materials and aquafeeds	-	848,721	-	-	848,721
Service revenue	-	-	-	105,671	105,671
Revenue from investment properties	-	-	-	1,922	1,922
	$ 1,589,549	848,721	199,932	107,593	2,745,795

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	For the Nine Months Ended September 30, 2022				
	Consumption division	Commodity division	Foreign division	Other	Total
Main product/service					
Consumer food	$ 4,653,237	-	571,437	-	5,224,674
Bulk materials and aquafeeds	-	2,902,622	-	-	2,902,622
Service revenue	-	-	-	313,777	313,777
Rental revenue from investment properties	-	-	-	9,151	9,151
	$ 4,653,237	2,902,622	571,437	322,928	8,450,224

	For the Nine Months Ended September 30, 2021				
	Consumption division	Commodity division	Foreign division	Other	Total
Main product/service					
Consumer food	$ 4,017,409	-	502,421	-	4,519,830
Bulk materials and aquafeeds	-	2,587,976	-	-	2,587,976
Service revenue	-	-	-	308,862	308,862
Rental revenue from investment properties	-	-	-	6,034	6,034
	$ 4,017,409	2,587,976	502,421	314,896	7,422,702

(ii) Contract balances

	September 30, 2022	December 31, 2021	September 30, 2021
Notes receivable	$ 179,411	163,881	170,374
Accounts receivable	1,172,655	800,311	1,060,646
Accounts receivable-related parties	473,476	452,151	362,115
Overdue receivable	11,795	11,378	11,454
Less: loss allowance	(46,703)	(42,658)	(45,790)
Total	$ 1,790,634	1,385,063	1,558,799
Contract liabilities-sales	$ 47,116	47,351	43,385

For details on notes receivable, accounts receivable and loss allowance, please refer to Note 6(d).

The amount of revenue recognized for the three months and nine months ended September 30, 2022 and 2021, which were included in the contract liabilities balance at the beginning of the period, were $4,952 thousand, $6,375 thousand, $35,150 thousand and $25,044 thousand, respectively.

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The major change in the balance of contract liabilities is the difference between the time frame in the performance obligation to be satisfied by transferring ownership to the customer and the payment to be received.

(v) Remunerations to employees and directors

The Company’ s Articles of Incorporation require that earnings shall first be offset against any deficit, then, a minimum of 2% will be distributed as employee remuneration, and a maximum of 5% will be allocated as remuneration to directors. Employees who are entitled to receive the above-mentioned employee remuneration, in share or cash, include the employees of the Company’ s subsidiaries who meet certain specific requirements.

For the three months and the nine months ended September 30, 2022 and 2021, remuneration of employees of $8,337 thousand, $8,302 thousand, $24,281 thousand and $25,273 thousand, respectively, and remuneration of directors of $6,669 thousand, $5,811 thousand, $19,424 thousand and $17,691 thousand, respectively, were estimated on the basis of the Company’s net profit before tax, excluding the remuneration of employees and directors of each period, multiplied by the percentage of remuneration of employees and directors as specified in the Company’s articles of incorporation. Such amounts were recognized as operating expenses for the three months and the nine months ended September 30, 2022 and 2021, Management is expecting that the differences, if any, between the actual distributed amounts and estimated amounts will be treated as changes in accounting estimates and will be charged to profit or loss. The number of shares to be distributed was calculated based on the closing price of the Company’s ordinary shares, one day prior to Board of Directors meeting.

For the years ended December 31, 2022 and 2021, the Company had accrued remuneration of employees of $34,500 thousand and $49,188 thousand, respectively, and remuneration of directors of $27,000 thousand and $34,431 thousand, respectively. There was no difference between the amounts approved in the Board of Directors meeting and the amounts distributed. For further information, please refer to Market Observation Post System website.

(w) Non-operating income and expenses

(i) Other gains and losses

The details of other gain and losses were as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2022	2021	2022	2021
Rental revenue	$ 1,008	1,077	2,952	3,423
Dividend income	8,161	6,278	8,740	9,251
Foreign exchange gains	9,591	3,261	25,864	9,669
Gains on disposal of property, plant and equipment	127	50	862	303
Gains on financial assets at FVTPL	(1,453)	(3,671)	(9,575)	7,280
Directors' remunerations	536	507	7,943	7,307
Delivery service income	4,121	3,470	9,535	9,707
Other gains and losses	4,445	9,086	12,166	18,827
	$ 26,536	**20,058**	**58,487**	**65,767**

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(ii) Finance costs

The details of finance costs were as follows:

		For the Three Months Ended September 30		For the Nine Months Ended September 30	
		2022	**2021**	**2022**	**2021**
Interest expense					
Bank loans	$	7,150	3,027	18,421	8,751
Lease liability		5	12	24	29
	$	**7,155**	**3,039**	**18,445**	**8,780**

(x) Financial instruments

Except for the contention mentioned below, there was no significant change in the fair value of the Group's financial instruments and degree of exposure to credit risk, liquidity risk and market risk arising from financial instruments. For related information, please refer to Note 6(y) of the consolidated financial statements for the year ended December 31, 2021.

(i) Credit risk

1) Credit risk exposure

The carrying amount of financial assets represents the maximum amount exposed to credit risk.

2) Concentration of credit risk

Except for the Group's largest client, CENTRAL UNION OIL CORP., the Group did not have any major credit risk exposure to any individual counterparty or any "counterparties that have similar traits" (referred to by the Group as its "associates").

As of September 30, 2022, December 31, 2021 and September 30, 2021, the Group reviewed the concentrations of credit risk arising from its biggest customer-CENTRAL UNION OIL CORP., and it was below 20.16%, 26% and 16.72%, respectively, of the accounts receivable.

3) Accounts receivable of credit risk

For credit risk exposure of notes and accounts receivables, please refer to note 6(d). Other financial assets at amortized cost includes other receivables and time deposits, etc. All of these financial assets are considered to be low risk, and thus, the impairment provision recognized during the period was limited to 12 months expected losses. Please refer to Note 6(e) for the movement of allowance for loss.

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(ii) Liquidity risk

The following table shows the contractual maturities of financial liabilities, including the estimated interest payments but excluding the impact of netting agreements.

	Carrying amount	Contractual cash flows	Within 6 months	6-12 months	1-2 years	2-5 years
September 30, 2022						
Non-derivative financial liabilities						
Lease liabilities	$ 1,787	1,795	1,131	664	-	-
Unsecured bank loans (NTD)	1,075,000	1,090,258	881,918	1,668	3,336	203,336
Unsecured bank loans (USD)	136,642	139,576	139,576	-	-	-
Secured bank loans (NTD)	590,000	599,369	24,138	223,997	351,234	-
Short-term notes and bills payable	230,000	231,962	231,962	-	-	-
Non-interest bearing liabilities	1,240,330	1,240,330	1,240,330	-	-	-
	$ 3,273,759	**3,303,290**	**2,519,055**	**226,329**	**354,570**	**203,336**
December 31, 2021						
Non-derivative financial liabilities						
Lease liabilities	$ 3,475	3,506	1,263	1,263	980	-
Unsecured bank loans (NTD)	462,000	464,864	464,864	-	-	-
Unsecured bank loans (USD)	54,312	54,504	54,504	-	-	-
Secured bank loans (NTD)	1,050,000	1,069,098	5,751	5,751	755,708	301,888
Short-term notes and bills payable	520,000	520,000	520,000	-	-	-
Non-interest bearing liabilities	1,051,847	1,051,847	1,051,847	-	-	-
	$ 3,141,634	**3,163,819**	**2,098,229**	**7,014**	**756,688**	**301,888**
September 30, 2021						
Non-derivative financial liabilities						
Lease liabilities	$ 4,238	4,280	1,406	1,263	1,611	-
Unsecured bank loans (NTD)	100,000	100,410	100,410	-	-	-
Secured bank loans (NTD)	600,000	607,500	1,500	1,500	303,000	301,500
Short-term notes and bills payable	20,000	20,130	20,130	-	-	-
Non-interest bearing liabilities	1,768,790	1,768,790	1,768,790	-	-	-
	$ 2,493,028	**2,501,110**	**1,892,236**	**2,763**	**304,611**	**301,500**

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(iii) Currency risk

1) Exposure of foreign currency risk

The Group's significant exposure to foreign currency risk is as follows:

		September 30, 2022			December 31, 2021			September 30, 2021	
	Foreign Currency	Exchange Rate	NTD	Foreign Currency	Exchange Rate	NTD	Foreign Currency	Exchange Rate	NTD
Financial assets									
Monetary items									
USD : NTD	$ 8,858	31.743	272,803	15,045	27.690	415,578	16,626	27.866	463,629
USD : CNY	-	-	-	24	6.379	662	-	-	-
CNY : NTD	5,037	4.4752	22,540	5,010	4.341	21,745	-	-	-
CNY : USD	13,000	7.0931	58,178	13,000	0.157	56,428	13,000	0.155	56,075
JPY : NTD	42,106	0.2199	9,259	-	-	-	-	-	-
Financial liabilities									
Monetary items									
USD : NTD	4,297	31.743	136,642	1,961	27.690	54,312	-	-	-

2) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, other financial assets-current, accounts receivable, other receivables and borrowings that are denominated in foreign currency. A 1% appreciation or depreciation of US dollar against New Taiwan dollar as of September 30, 2022 and 2021 would have increased (decreased) the pre-tax net income for the nine months ended September 30, 2022 and 2021 by $1,809 thousand and $4,158 thousand, respectively. The analysis assumes that all other variables remain constant. The analysis is performed on the same basis for both periods.

3) Foreign exchange gains or losses on monetary item

Since the Group has various kinds of functional currency, the information on foreign exchange gain (loss) on monetary items is disclosed by the total amount. For the three months and nine months ended September 30, 2022 and 2021, the foreign exchange (loss) gain (including realized and unrealized portions) amounted to $9,591 thousand, $3,261 thousand, $25,864 thousand and $9,669 thousand, respectively.

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(iv) Interest rate analysis

Please refer to the notes on liquidity risk management and interest rate exposure of the Group's financial assets and liabilities.

	Book value		
	September 30, 2022	**December 31, 2021**	**September 30, 2021**
Fixed rate instruments:			
Financial assets	$ 189,538	24,243	199,171
Financial liabilities	230,000	520,000	20,000
	$ (40,462)	**(495,757)**	**179,171**
Variable rate instruments:			
Financial assets	$ 983,461	1,628,862	857,825
Financial liabilities	1,801,642	1,566,312	700,000
	$ (818,181)	**62,550**	**157,825**

The following sensitivity analysis is based on the risk exposure to interest rate risk of 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 at the reporting date. The report of the Group' s internal management on the increases/decreases in the interest rates and the exposure to changes in interest rates of 0.5% is considered by the management to be a reasonable change of interest rate.

If the interest rate increases / decreases by 0.5%, the Group' s net income will decrease /increase by $2,455 thousand and $473 thousand for the nine months ended September 30, 2022 and 2021, respectively, assuming all other variable factors remaining constant. This is mainly due to the Group's floating interest rate of cash in bank and borrowing factoring.

(v) Other market price risk

If the equity price changes, the impact of equity price change to other comprehensive income will be as follows; assuming the analysis is based on the same basis for both years and assuming that all other variables considered in the analysis remain constant:

	For the nine months ended September 30			
	2022		2021	
Equity price on reporting date	**Comprehensive Income (Loss) (net of tax)**	**Net Income (Loss) (net of tax)**	**Comprehensive Income (Loss) (net of tax)**	**Net Income (Loss) (net of tax)**
Increase 5%	$ 4,613	4,107	7,579	3,922
Decrease 5%	$ (4,613)	(4,107)	(7,579)	(3,922)

(Continued)

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(vi) Fair value of financial instruments

1) Categories of financial instruments and fair value hierarchy

The Group measured its financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income on a recurring basis. The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows；however, except as described in the following paragraphs, for financial instruments not measured at fair value whose carrying amount is reasonably close to the fair value, and lease liabilities, disclosure of fair value information is not required:

	September 30, 2022				
		Fair value			
	Book value	**Level 1**	**Level 2**	**Level 3**	**Total**
Financial assets at fair value through profit or loss					
Non derivative financial assets					
Listed Stocks	$ 55,451	55,451	-	-	55,451
Beneficiary Certificate-Open-end Funds	47,216	47,216	-	-	47,216
Subtotal	102,667	102,667	-	-	102,667
Financial assets at fair value through other comprehensive income					
Shares of stock listed on domestic markets	$ 101,324	101,324	-	-	101,324
Shares of stock unlisted on domestic markets	1,155	-	-	1,155	1,155
Shares of stock unlisted on foreign markets	12,858	-	-	12,858	12,858
Subtotal	115,337	101,324	-	14,013	115,337
Financial assets at amortized cost					
Cash and cash equivalents	$ 1,139,999	-	-	-	-
Notes and accounts receivables (including related parties)	1,790,634	-	-	-	-
Other receivables (including related parties)	10,181	-	-	-	-
Other financial asset-current	57,613	-	-	-	-
Other financial asset-non current	14,593	-	-	-	-
Subtotal	3,013,020	-	-	-	-
Total	**$ 3,231,024**	**203,991**	**-**	**14,013**	**218,004**
Financial liabilities at amortized cost					
Short term borrowings	$ 1,011,642	-	-	-	-
Short term notes and bills payable	230,000	-	-	-	-
Notes and accounts payable (including related parties)	725,413	-	-	-	-
Other payables (including related parties)	508,327	-	-	-	-
lease liabilities (including non-current)	1,787	-	-	-	-
Long term borrowings (including current portion)	790,000	-	-	-	-
Deposits received (recognized in the balance sheet as other non-current liabilities, others)	6,590	-	-	-	-
Subtotal	3,273,759	-	-	-	-
Total	**$ 3,273,759**	**-**	**-**	**-**	**-**

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	December 31, 2021				
		Fair value			
	Book value	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss					
Derivative financial assets					
Foreign exchange option	$ 712	-	712	-	712
Non derivative financial assets					
Listed Stocks	59,896	59,896	-	-	59,896
Beneficiary Certificate-Open-end Funds	33,190	33,190	-	-	33,190
Subtotal	93,798	93,086	712	-	93,798
Financial assets at fair value through other comprehensive income					
Shares of stock listed on domestic markets	$ 108,329	108,329	-	-	108,329
Shares of stock unlisted on domestic markets	1,155	-	-	1,155	1,155
Shares of stock unlisted on foreign markets	11,217	-	-	11,217	11,217
Subtotal	120,701	108,329	-	12,372	120,701
Financial assets at amortized cost					
Cash and cash equivalents	$ 1,664,560	-	-	-	-
Notes and account receivables (including related parties)	1,385,063	-	-	-	-
Other receivables (including related parties)	22,380	-	-	-	-
Other financial asset-current	12,254	-	-	-	-
Other financial asset-non current	12,573	-	-	-	-
Subtotal	3,096,830	-	-	-	-
Total	**$ 3,311,329**	**201,415**	**712**	**12,372**	**214,499**
Financial liability at fair value through profit or loss					
Derivative financial liabilities					
Foreign exchange option	$ 1,481	-	1,481	-	1,481
Financial liabilities at amortized cost					
Short term borrowings	$ 516,312	-	-	-	-
Short term notes and bills payable	520,000	-	-	-	-
Notes and accounts payable (including related parties)	578,056	-	-	-	-
Other payables (including related parties)	467,193	-	-	-	-
lease liabilities (including non-current)	3,475	-	-	-	-
Long term borrowings	1,050,000	-	-	-	-
Deposits received (recognized in the balance sheet as other non-current liabilities, others)	6,598	-	-	-	-
Subtotal	3,141,634	-	-	-	-
Total	**$ 3,143,115**	**-**	**1,481**	**-**	**1,481**

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	September 30, 2021				
		Fair value			
	Book value	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss					
Derivative financial assets					
Foreign exchange option	$ 1,276	-	1,276	-	1,276
Non derivative financial assets					
Listed Stocks	56,958	56,958	-	-	56,958
Beneficiary Certificate-Open-end Funds	41,089	41,089	-	-	41,089
Subtotal	99,323	98,047	1,276	-	99,323
Financial assets at fair value through other comprehensive income					
Shares of stock listed on domestic markets	$ 168,588	168,588	-	-	168,588
Shares of stock unlisted on domestic markets	3,172	-	-	3,172	3,172
Shares of stock unlisted on foreign markets	17,715	-	-	17,715	17,715
Subtotal	189,475	168,588	-	20,887	189,475
Financial assets at amortized cost					
Cash and cash equivalents	$ 812,630	-	-	-	-
Notes and accounts receivable (including related parties)	1,558,799	-	-	-	-
Other receivables (including related parties)	9,512	-	-	-	-
Other financial asset-current	224,176	-	-	-	-
Other financial asset-non current	55,893	-	-	-	-
Subtotal	2,661,010	-	-	-	-
Total	$ 2,949,808	266,635	1,276	20,887	288,798
Financial liability at fair value through profit or loss					
Derivative financial liabilities					
Foreign exchange option	$ 31	-	31	-	31
Financial liabilities at amortized cost					
Short term borrowings	$ 100,000	-	-	-	-
Short term notes and bills payable	20,000	-	-	-	-
Notes and accounts payable (including related parties)	650,291	-	-	-	-
Other payables (including related parties)	1,118,499	-	-	-	-
lease liabilities (including non-current)	4,238	-	-	-	-
Long term borrowings	600,000	-	-	-	-
Deposits received (recognized in the balance sheet as other non-current liabilities, others)	5,434	-	-	-	-
Subtotal	2,498,462	-	-	-	-
Total	$ 2,498,493	-	31	-	31

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2) Valuation techniques for financial instruments not measured at fair value:

The assumptions and methods used in valuing financial instruments that are not measured at fair value are as follows:

a) Financial assets and liabilities measured at amortized cost

Fair value measurement for financial assets and liabilities is based on the latest quoted price and agreed-upon price if these prices are available in an active market. When market value is unavailable, fair value of financial assets and liabilities are evaluated based on the discounted cash flow of the financial assets and liabilities.

3) Valuation techniques for financial instruments measured at fair value:

a) Non-derivative financial instruments

Financial instruments trade in active markets is based on quoted market prices.

If a quoted price of a financial instrument can be obtained in time and often from exchanges, brokers, underwriters, industrial union, pricing institute, or authorities and such price can reflect those actual trading and frequently happen in the market, then the financial instrument is considered to have a quoted price in an active market. If a financial instrument does not accord with the aforementioned definition, then it is considered to be without a quoted price in an active market. In general, market with low trading volume or high bid-ask spreads is an indication of a non-active market.

If the financial instruments held by the Group have an active market, the measurements of fair value are categorized as follows:

- The listed stocks and beneficiary certificate-open-end funds are recognized as financial assets and liabilities traded in active markets by the standards and nature. The fair value is measured at the market quoted price.

Measurements of fair value of financial instruments without an active market are based on valuation technique or quoted price from competitor. Fair value measured by valuation technique can be extrapolated from similar financial instruments, discounted cash flow method or other valuation technique which include model calculating with observable market data at the balance sheet date.

If the financial instruments held by the Group have no active market, the measurements of fair value are categorized as follows:

- Equity instruments without quoted price: The fair value is measured at net asset value method. By looking through the nature and the included items of each asset and liability item and collecting the market value information of each asset and liability for items whose book value may be different from the fair value, the Group needs to obtain the fair value of the Company's net assets, and calculate the Company's equity value. The discount effect is adjusted due to lack of market liquidity in equity securities.

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b) Derivative financial instruments

These are based on the valuation model accepted by the most market users, ex: discount rate and option pricing model. Forward exchange agreement is usually based on the current forward rate. Fair value of structured financial instruments is based on appropriated valuation model, ex: Black-Scholes model, or other valuation model, ex: Monte Carlo simulation.

c) Financial instruments measured at fair value

The Group uses market-observable inputs as much as possible to measure its assets and liabilities. The different levels, wherein the inputs of valuation techniques are used to measure the fair value of financial and non-financial instruments have been defined as follows:

- Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date.
- Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.
- Level 3: Unobservable inputs for the asset or liability.

4) Transfers between Level 1 and Level 2

There were no changes in the valuation techniques for fair value for the nine months ended September 30, 2022 and 2021. In addition, there have been no transfers from each level for the nine months ended September 30, 2022 and 2021.

5) Quantified information on significant unobservable inputs (Level 3) used in fair value measurement

The Group’s financial instruments that use Level 3 inputs to measure fair value include financial assets measured at fair value through other comprehensive income-equity investments.

The Group’s equity instrument investments without an active market in Level 3 have more than one significant unobservable inputs. The significant unobservable inputs of financial instrument investments without an active market are individually independent, and there is no correlation between them.

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Quantified information of significant unobservable inputs was as follow:

Item	Valuation technique	Significant unobservable inputs	Interrelationship between significant unobservable inputs and fair value measurement
Financial assets at fair value through other comprehensive income-equity investments without an active market	net asset value method	·net asset value ·Market illiquidity discount (as of September 30, 2022, December 31, 2021 and September 30, 2021 were 25%)	· Not applicable · The estimated fair value would increase (decrease) if the market illiquidity discount were lower (higher)
Financial assets at fair value through profit or loss-equity investments without an active market	net asset value method	·net asset value ·Market illiquidity discount (as of September 30, 2022, December 31, 2021 and September 30, 2021 were 25%)	· Not applicable · The estimated fair value would increase (decrease) if the market illiquidity discount were lower (higher)

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

The Group's measurement on the fair value of financial instruments is deemed reasonable despite different valuation models or assumptions may lead to different results. For fair value measurements in Level 3, changing one or more of the assumptions would have the following effects on profit or loss and other comprehensive income：

			Profit or loss		Other comprehensive income	
	Inputs	**Fluctuation in inputs**	**Favorable**	**Unfavorable**	**Favorable**	**Unfavorable**
September 30, 2022						
Financial assets at fair value through other comprehensive income						
Equity investments without an active market	Market illiquidity discount	1%	$ -	-	140	140
December 31, 2021						
Financial assets at fair value through other comprehensive income						
Equity investments without an active market	Market illiquidity discount	1%	$ -	-	124	(124)
September 30, 2021						
Financial assets at fair value through other comprehensive income						
Equity investments without an active market	Market illiquidity discount	1%	$ -	-	209	(209)

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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.

(y) Financial risk management

There were no significant changes in the Group' s financial risk management and policies as disclosed in Note 6(z) of the consolidated financial statements for the year ended December 31, 2021.

(z) Capital management

The Group's objectives for managing capital are to safeguard its capacity to continue to operate, to continue to provide a return on shareholders, to maintain the interest of other related parties, and to maintain an optimal capital structure to reduce the cost of capital.

In order to maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, reduce the capital for redistribution to shareholders, issue new shares, or sell its assets to settle any liabilities.

	September 30, 2022	December 31, 2021	September 30, 2021
Total liabilities	$ 3,801,771	3,647,149	3,032,530
Less: cash and cash equivalents	(1,139,999)	(1,664,560)	(812,630)
Net debt	2,661,772	1,982,589	2,219,900
Total capital	6,938,454	6,991,127	6,805,309
Adjusted capital	**$ 9,600,226**	**8,973,716**	**9,025,209**
Debt to equity ratio	**27.73%**	**22.09%**	**24.60%**

Note: The increase in borrowing resulted in an increase in debt to equity ratio on September 30, 2022.

(aa) Investing and financing activities not affecting the current cash flow

The Group's investing and financing activities which did not affect the current cash flow for the nine months ended September 30, 2022 and 2021 were from foreign exchange movement.

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(7) Related-party transactions:

(a) Names and relationship with the Group

The following are related parties that had transactions with the Group during the periods covered in the consolidated financial statements.

Name of related party	Relationship with the Group
CENTRAL UNION OIL CORP.	Equity-accounted Investee by the Company (associates)
TAIWAN FAMILYMART CO., LTD.	〃
TAIWAN DISTRIBUTION CENTER CO., LTD.	Equity-accounted Investee's Subsidiary by the Company (associates)
RE-YI DISTRIBUTION SERVICE CO., LTD.	〃
TAISUN FOODS & MARKETING CO., LTD. (Note)	Substantive related parties (other related parties)

Note: No longer a related party since March 1, 2021.

(b) Significant transactions with related parties

(i) Sale of Goods to Related Parties

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2022	2021	2022	2021
Associates:				
CENTRAL UNION OIL CORP.	$ 721,918	562,032	2,072,211	1,940,809
Other associates	171,912	154,161	469,404	436,023
Other related parties	-	-	-	22,207
	$ 893,830	716,193	2,541,615	2,399,039

There were no significant differences between the sales prices to related parties, with a payment term of 45 days after the end of the month, and those offered to the general convenient stores.

The Group provides services to its related parties and nonrelated parties, wherein the charges varies depending on the distance of the area and the nature of the contracted items. In addition, the payment term used by the subsidiary for its regular customers is at the end of each month. The Group' s credit terms for the physical distribution and publication distribution of related parties are 30 days and 45 days, respectively, after the end of the month, while the credit term for non-related parties is within 30 to 45 days after the end of the month.

There were no significant differences between the sales prices of soy powder to CENTRAL UNION OIL CORP. which is deducted from the related sales expenses based on the market prices, and those offered to non-related parties. The payment term for relates parties is within 45 to 60 days, while the credit term for non-relates parties is within 30 to 45 days after the end of the month.

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The sales prices of food to TAISUN FOODS & MARKETING CO., LTD. is deducted from the related sales expenses based on the market price. The payment term of the original transaction is 50% advance receivables, and 50% monthly change-90 days promissory notes.

The Group's unrealized gross profit on sales with its associates is eliminated based on pro rata share.

(ii) Purchase of Goods and Processing Fee from Related Parties

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2022	**2021**	**2022**	**2021**
Associates－CENTRAL UNION OIL CORP.	$ 80,719	62,636	255,225	200,724

The above payment term for purchasing goods from related parties is within 30 days upon the arrival of the goods, which is the same as those offered to other related parties. The processing fee incurred from the soybean oil refining and processing expenses outsourced by the Group to its related parties was made in advance according to the estimated processing volume, with payment terms reconciled within 15 days after the monthly settlement to make up the payment. In addition, the Group has no other refining and processing transaction outsourced to non-related parties.

(iii) Receivables from Related Parties

The receivables from related parties were as follows:

Accounts	Related party category	September 30, 2022	December 31, 2021	September 30, 2021
Account receivable	Associates			
	－CENTRAL UNION OIL CORP.	$ 370,378	363,762	268,301
	－Other associates	103,098	88,389	93,814
		$ 473,476	452,151	362,115

(iv) Payables from Related Parties

The payables from related parties were as follows:

Accounts	Related party category	September 30, 2022	December 31, 2021	September 30, 2021
Accounts payable	Associates	$ 4,726	10,863	3,656

(v) Other

Accounts	Related party category	September 30, 2022	December 31, 2021	September 30, 2021
Other current liabilities	Associates	$ 17,242	9,809	10,166

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(c) Key management personnel compensation

	For the three months ended September 30		For the nine months ended September 30	
	2022	2021	2022	2021
Short-term employee benefits	$ 16,483	16,212	47,997	43,502

(8) Pledged assets:

Pledged assets	Pledge to secure	September 30, 2022	December 31, 2021	September 30, 2021
Other current financial assets	Forward foreign exchange contract and foreign exchange options	$ 4,761	4,154	4,737
Other current financial assets	Credit lines of sort-term bank loans	-	-	139,330
Other current financial assets	Deposit guarantee from provisional execution	8,100	8,100	8,100
Investment using equity method	Long-term bank loans	349,323	350,255	338,221
		$ 362,184	362,509	490,388

(9) Commitments and contingencies:

(a) Unused standby letters of credit

	September 30, 2022	December 31, 2021	September 30, 2021
Unused standby letters of credit	$ 810,533	478,359	779,833

(b) The following are the contract price and the amount paid on fixed assets:

	September 30, 2022	December 31, 2021	September 30, 2021
Signed-contract	$ 229,148	300,766	286,391
Paid-price	$ 181,148	243,028	191,564

(c) As of September 30, 2022, December 31, 2021 and September 30, 2021, the Group has issued a promissory note of $250,000 thousand, $250,000 thousand and $160,000 thousand, respectively, as a guarantee for bank financing and performance.

(d) In May 2022, the Company entered into a 3-year authorization agreement, effective September 1, 2022, with MATSU LIQUOR FACTORY INDUSTRY CO., LTD. to distribute liquor at a total minimum amount of $300,000 thousand.

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
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(10) Losses due to major disasters: None.

(11) Subsequent events: None.

(12) Other:

A summary of current-period employee benefits, depreciation, and amortization, by function, is as follows:

	For the three months ended September 30					
	2022			2021		
By function / By item	Cost of Sale	Operating Expense	Total	Cost of Sale	Operating Expense	Total
Employee benefits						
Salary	71,498	141,054	212,552	62,769	108,236	171,005
Labor and health insurance	6,611	9,321	15,932	10,350	9,431	19,781
Pension	2,618	3,368	5,986	2,478	3,269	5,747
Others	4,291	5,567	9,858	4,445	4,506	8,951
Depreciation	23,811	2,891	26,702	23,965	3,002	26,967
Amortization	12	274	286	-	631	631

	For the nine months ended September 30					
	2022			2021		
By function / By item	Cost of Sale	Operating Expense	Total	Cost of Sale	Operating Expense	Total
Employee benefits						
Salary	184,639	376,317	560,956	168,075	332,355	500,430
Labor and health insurance	19,609	26,789	46,398	19,136	26,468	45,604
Pension	7,661	10,010	17,671	7,230	9,593	16,823
Others	12,139	13,403	25,542	11,884	12,628	24,512
Depreciation	68,572	8,410	76,982	67,638	8,725	76,363
Amortization	34	938	972	-	1,906	1,906

Depreciation for the three months ended September 30, 2022 and 2021, and for the nine months ended September 30, 2022 and 2021, each amounting to $116 thousand, $116 thousand, $360 thousand and $360 thousand, respectively, was recognized as other gains and losses.

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
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(13) Other disclosures:

(a) Information on significant transactions:

The following is the information on significant transactions required by the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" for the Group :

(i) Loans to other parties:

(In Thousands of New Taiwan Dollars)

Number	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits	Maximum limit of fund financing
													Item	Value		
0	The Company	TAISUN ENTERPRISE (ZHANG ZHOU) FOODS LTD.	Other receivables-related party	Yes	58,178	58,178	22,376	2.1%	2	-	Operation Requirements	-	Promissory Notes	22,376	693,326	1,386,653
1	TAISUN (CAYMAN) INVESTMENT LTD.	TAISUN ENTERPRISE (ZHANG ZHOU) FOODS LTD.	Other receivables-related party	Yes	58,178	58,178	58,178	2.5%	2	-	Operation Requirements	-	Promissory Notes	58,178	326,472	326,472

Note 1: Lending of capital has the following two types:
1.Entities with business transaction with the Company
2.Loans provided for short-term financing

Note 2: According to our policy, the calculation for the maximum total amount of loans granted are as follows:
1.The Company's total amount available for lending shall not exceed 40% of its net value
2.For entities with business transaction with the Company, the total amount of loans shall not exceed 20% of the Company's net value; and for a single entity, the total amount of loans shall not exceed 10% of the Company's net value or 120% of its monthly business transaction with the Company.
3.For entities with business transaction with the Company, the total amount of short-term loans shall not exceed 20% of the Company's net value; and for a single entity, the total amount of short-term loans shall not exceed 10% of the Company's net value or 50% of the net value of the single entity.
4.For those foreign subsidiaries whose voting shares are directly or indirectly wholly owned by the Company, the total amount of loans shall not exceed 100% of the Company's net value, with two years term.

Note 3: Balance of loan as of the reporting date was within the credit limits approved by the Board of Directors.

Note 4: Intra-group transactions have been eliminated in the consolidated financial statements.

(ii) Guarantees and endorsements for other parties: None

(iii) Securities held as of September 30, 2022 (excluding investment in subsidiaries, associates and joint ventures):

(In Thousands of New Taiwan Dollars)

Name of holder	Category and name of security	Relationship with company	Account title	Ending balance				Note
				Shares/Units (thousands)	Carrying value	Percentage of ownership (%)	Fair value	
The Company	Fubon S&P US Preferred Stock ETF	-	Note 2	1,000,000	15,400	- %	15,400	
The Company	Shin Kong Taiwan High Dividend Fund (A)	-	〃	1,000,000	9,340	- %	9,340	
The Company	Yuanta Global Future Telecommunication ETF	-	〃	500,000	12,210	- %	12,210	
The Company	Yuanta Global Leaders Balanced Fund	-	〃	33,000	10,266	- %	10,266	
The Company	Stock-YI JINN INDUSTRIAL CO., LTD	-	〃	2,622,600	46,945	0.87 %	46,945	
The Company	Stock- CANDO CORPORATION	-	〃	256,923	-	0.07 %	-	
The Company	Cathay Financial Holding Co., Ltd. Preferred Stock A	-	Note 3	333,000	19,614	- %	19,614	
The Company	Stock-CHINA TRADE AND DEVELOPMENT CORPORATION	-	〃	2,788	28	- %	28	
The Company	Stock-MEGA 888 CORP.	-	〃	17,350	174	1.16 %	174	
The Company	Stock-HSIN TUNG YANG CO., LTD.	-	〃	79,000	853	0.09 %	853	
The Company	Stock-YIN-WANG CO., LTD	-	〃	10,000	100	10.00 %	100	
The Company	Stock-TAISUN FOODS & MARKETING CO., LTD.	-	〃	886,788	-	18.90 %	-	
The Company	Stock-FWOSOW INDUSTRY CO., LTD.	-	〃	3,765,000	73,606	1.17 %	73,606	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-Taitung Business Bank	-	Note 2	9,628	-	- %	-	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-CHUNG HSIN ELECTRIC & MACHINERY MANUFACTURING CORPORATION	-	Note 3	1,183	67	- %	67	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-KERRY TJ LOGISTICS CO., LIMITED	-	〃	15,524	586	- %	586	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-WUS PRINTED CIRCUIT CO., LTD.	-	〃	729	18	- %	18	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-LITE-ON TECHNOLOGY CORPORATION	-	〃	6,260	399	- %	399	

(Continued)

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
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Name of holder	Category and name of security	Relationship with company	Account title	Ending balance				Note
				Shares/Units (thousands)	Carrying value	Percentage of ownership (%)	Fair value	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-MACRONIX INTERNATIONAL CO., LTD	-	Note 3	362	11	- %	11	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-Winbond Electronics Corporation	-	〃	1,195	24	- %	24	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-SILICON INTEGRATED SYSTEMS CORP.	-	〃	2,536	43	- %	43	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-China Development Financial Holding Corporation	-	〃	56,505	678	- %	678	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-Taishin Financial Holding Co., Ltd.	-	〃	107,550	1,473	- %	1,473	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-Shin Kong Financial Holding Co., Ltd.	-	〃	20,225	166	- %	166	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-CGS INTERNATIONAL, INC.	-	〃	565	16	- %	16	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-TAISUN ENTERPRISE CO., LTD.	Parent /Subsidiary	〃	10,351,332	367,990	2.07 %	367,990	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-HUALON CORPORATION	-	〃	5,176	-	- %	-	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-PACIFIC ELECTRIC WIRE & CABLE CO., LTD.	-	〃	579	-	- %	-	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-PAO SHIANG CONSTRUCTION & INDUSTRIAL CO., LTD.	-	〃	27,425	-	- %	-	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-ORNATUBE ENTERPRISE CO., LTD.	-	〃	55,000	-	0.01 %	-	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Stock-KUEI HUNG INDUSTRIAL CO., LTD.	-	〃	22,000	-	- %	-	
TAIWAN NIKOMART CO., LTD.	Stock-CHAROEN POKPHAND ENTERPRISE (TAIWAN) CO., LTD.	-	Note 2	107,000	8,506	0.04 %	8,506	
TAIWAN NIKOMART CO., LTD.	Stock- TAISUN ENTERPRISE CO., LTD.	Parent /Subsidiary	Note 3	2,960,186	105,235	0.59 %	105,235	
CHUANG HSIN TRAFFIC CO., LTD.	Stock-Taitung Business Bank	-	Note 2	9,628	-	- %	-	
CHUANG HSIN TRAFFIC CO., LTD.	Stock- TAISUN ENTERPRISE CO., LTD.	Parent /Subsidiary	Note 3	368,524	13,101	0.07 %	13,101	
CHUANG HSIN TRAFFIC CO., LTD.	Stock-SYSGRATION LTD.	-	〃	42,451	1,617	0.03 %	1,617	
CHUANG HSIN TRAFFIC CO., LTD.	Stock- CHUNG HSIN ELECTRIC & MACHINERY MANUFACTURING CORPORATION	-	〃	1,928	110	- %	110	
CHUANG HSIN TRAFFIC CO., LTD.	Stock- Winbond Electronics Corporation	-	〃	5,305	105	- %	105	
CHUANG HSIN TRAFFIC CO., LTD.	Stock- HUALON CORPORATION	-	〃	5,176	-	- %	-	
CHUANG HSIN TRAFFIC CO., LTD.	Stock- PAO SHIANG CONSTRUCTION & INDUSTRIAL CO., LTD	-	〃	38,760	-	- %	-	
CHUANG HSIN TRAFFIC CO., LTD.	Stock- KUEI HUNG INDUSTRIAL CO., LTD	-	〃	22,000	-	- %	-	
CHUANG HSIN TRAFFIC CO., LTD.	Stock- ORNATUBE ENTERPRISE CO., LTD.	-	〃	60,000	-	0.01 %	-	
CHUANG HSIN TRAFFIC CO., LTD.	Stock- POWERCHIP SEMICONDUCTER MAUFACTURING CO.	-	〃	38,995	1,111	- %	1,111	
TAISUN (CAYMAN) INVESTMENT LTD.	Stock-YAMAI LIMITED	-	〃	-	12,858	3.66 %	12,858	Note 4
TAISUN YUAN CO., LTD.	Stock-FWOSOW INDUSTRY CO., LTD.	-	〃	86,000	1,681	0.03 %	1,681	

Note 1: Financial products after deducting unrealized gains and losses.

Note 2: Financial assets at fair value through profit or loss.

Note 3: Non-current financial assets at fair value through other comprehensive income.

Note 4: Unissued shares.

Note 5: Subsidiaries and subsidiaries held by the Company have been written off when preparing the consolidated financial report.

(iv) Individual securities acquired or disposed with accumulated amount exceeding the lower of NT$300 million or 20% of the capital stock: None.

(v) Acquisition of individual real estate with amount exceeding the lower of NT$300 million or 20% of the capital stock: None.

(vi) Disposal of individual real estate with amount exceeding the lower of NT$300 million or 20% of the capital stock: None.

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(vii) Related-party transactions for purchases and sales with amounts exceeding the lower of NT$100 million or 20% of the capital stock:

(In Thousands of New Taiwan Dollars)

Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		Note
			Purchase /Sale	Amount	Percentage of total purchases/sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/accounts receivable (payable)	
The Company	PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Subsidiary	Sale	(1,624,252)	(22) %	OA60	No significant difference to the general customers.	General purchases payments in 30~60 days for non-related party	744,048	41%	
The Company	CENTRAL UNION OIL CORP.	Investee Company measured by equity method	Sale	(2,072,211)	(29) %	OA45~60	Deduct sales expenses related to CENTRAL UNION OIL CORP. based on market price	No comparable client	370,378	20%	
The Company	CENTRAL UNION OIL CORP.	Investee Company measured by equity method	Purchase	255,225	4 %	OA15	No comparable	No comparable client	(4,726)	(1)%	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	TAISUN ENTERPRISE CO., LTD.	Ultimate parent Company	Purchase	1,624,252	96 %	OA60	No significant difference to the general customers	General purchases payments in 30~60 days for non-related party	(744,048)	(97)%	
CHUANG SHIN TRAFFIC CO., LTD.	TAIWAN DISTRIBUTION CENTER CO., LTD.	Associates	Sale	(204,356)	(65) %	Physical distribution - OA30	No significant difference to the general customers	No significant difference to the general customers	23,665	50%	

(viii) Receivables from related parties with amounts exceeding the lower of NT$100 million or 20% of the capital stock:

(In Thousands of New Taiwan Dollars)

Name of company	Counter-party	Nature of relationship	Ending balance	Turnover rate	Overdue		Amounts received in subsequent period	Allowance for bad debts
					Amount	Action taken		
The Company	CENTRAL UNION OIL CORP.	Subsidiary measured by equity method	Account receivable 370,378	7.53	-	-	113,886	-
The Company	PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Subsidiary	Account receivable 744,048	3.64	-	-	261,900	-

(ix) Trading in derivative instruments: None.

(x) Business relationships and significant intercompany transactions:

(In Thousands of New Taiwan Dollars)

No. (Note 1)	Name of company	Name of counter-party	Nature of relationship (Note 2)	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets
0	The Company	PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	1	Sales revenue	1,624,252	OA60	19.22%
0	The Company	PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	1	Account receivable-related party	744,048	〃	6.88%
0	The Company	TAISUN ENTERPRISE (ZHANG ZHOU) FOODS LTD.	1	Other receivables-related party	22,540	Half-year imputed interest, repay the principal when matured	0.21%
1	TAISUN (CAYMAN) INVESTMENT LTD.	TAISUN ENTERPRISE (ZHANG ZHOU) FOODS LTD.	1	Other receivables-related party	58,178	Half-year imputed interest repay the principal when matured	0.54%

Note 1: The numbering is as follows:

1.“0” represents the parent company.

2.Subsidiaries are sequentially numbered from 1 by company.

Note 2: The types of transaction between the parent company and subsidiaries are as follows:

1.Transactions from parent company to subsidiary.

2.Transactions from subsidiary to parent company.

3.Transactions between subsidiaries.

(Continued)

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(b) Information on investees (excluding information on investees in Mainland China):

The following is the information on investees for the nine months ended September 30, 2022:

(In Thousands of New Taiwan Dollars)

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of September 30, 2022			Net income (losses) of investee	Share of profits/losses of investee	Note
				September 30, 2022	December 31, 2021	Shares	Percentage of ownership	Carrying value			
The Company	TAIWAN NIKOMART CO., LTD.	Taiwan	Operation of chain convenience stores	284,067	284,067	27,203,632	73.92 %	24,105	2,192	(1,284)	Note 1, 3
The Company	PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	Taiwan	Wholesale and retail sales of cooking oil and food	346,126	346,126	21,255,839	99.93 %	226,071	50,902	40,522	Note 1, 2, 3
The Company	TAISUN YUAN CO., LTD.	Taiwan	Investment management	5,000	5,000	500,000	100.00 %	15,374	6,108	6,108	
The Company	TAISUN (CAYMAN) INVESTMENT LTD.	Cayman	Investments	1,498,670	1,498,670	40,290,000	100.00 %	326,472	75,533	75,533	
The Company	CENTRAL UNION OIL CORP.	Taiwan	Manufacturing, processing and sales of bean products	204,125	204,125	20,000,000	33.33 %	290,279	130,659	43,553	Note 2
The Company	TAIWAN FAMILYMART CO., LTD.	Taiwan	Operation of, and investment in, chain convenience stores	2,341,622	2,341,622	50,136,417	22.46 %	3,019,621	1,036,619	232,828	
The Company	CHUANG SHIN TRAFFIC CO., LTD.	Taiwan	Logistics	15,352	15,352	1,358,480	13.26 %	7,714	637	(275)	Note 1
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	CHUANG SHIN TRAFFIC CO., LTD.	Taiwan	Logistics	94,780	94,780	8,630,240	84.21 %	97,964	637	Note 5	
PIN-TAI DISTRIBUTION ENTERPRISE CO., LTD.	TAIWAN NIKOMART CO., LTD.	Taiwan	Operation of chain convenience stores	87,084	87,084	8,904,412	24.20 %	36,805	2,192	〃	Note 3
TATSUN YUAN CO., LTD.	TAIWAN FAMILYMART CO., LTD.	Taiwan	Operation of, and investment in, chain convenience stores	3,522	3,522	20,000	0.01 %	3,609	1,036,619	93	

Note 1: The part of holding of the Company's stock by a subsidiary, is treated as treasury stock, has been deducted; please refer to Notes 6(s).

Note 2: Unrealized gains and losses on transactions between affiliates have been eliminated.

Note 3: The impairment loss recognized with the indication of impairment has been deducted.

Note 4: Subsidiaries transactions have been written off when preparing the consolidated financial reports.

Note 5: Disclosures are exempted in accordance with the provisions of the Regulations Governing the Preparation of Financial Reports by Securities Issuers.

(c) Information on investment in Mainland China:

(i) The names of investees in Mainland China, the main businesses and products, and other information:

(In Thousands of New Taiwan Dollars)

Name of investee	Main business and products	Total amount of paid-in capital	Method of investment	Accumulated outflow of investment from Taiwan as of January 1, 2022	Investment flows		Accumulated outflow of investment from Taiwan as of September 30, 2022	Net income (losses) of the investee	Percentage of ownership	Investment income (losses)	Book value	Accumulated remittance of earnings in current period
					Outflow	Inflow						
TAISUN ENTERPRISE (ZHANGZHOU) FOODS LTD.	Operation, production and sales of food, beverages, snacks, canned products, etc.	872,933 (USD27,500)	(Note 1)	1,060,216 (USD33,400)	-	-	1,060,216 (USD33,400)	81,141	100.00%	81,141	247,082	-
Cheng Da Restaurant Investment Management (Sichuan) LTD.	Fresh bread and other food products	40,314 (USD1,270)	(Note 6)	19,681 (USD620)	-	-	19,681 (USD620)	-	3.66%	-	56	-
JIANGSU DA MAI FOODS LTD.	Fresh bread and other food products	105,641 (USD3,328)	(Note 6)	23,172 (USD730)	-	-	23,172 (USD730)	-	3.66%	-	1,211	-

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TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
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(ii) Limitation on investment in Mainland China:

Accumulated Investment in Mainland China as of September 30, 2022	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
1,103,069	1,518,903	4,159,958

Note 1: Indirect investment in Mainland China through the company (TAISUN (CAYMAN) INVESTMENT LTD.) in the third region.

Note 2: Indirect investment in Mainland China through an existing company in Mainland China. According to the rules of the Investment Board, Ministry of Economic Affairs, the reinvestment of investment businesses in Mainland China does not need to apply to the Investment Board; therefore, these investment amounts are not included in the calculation of the Company's investment in Mainland China.

Note 3: The recognition of the investment through profit or loss of TAISUN ENTERPRISE (ZHANG ZHOU) FOODS LTD. was based on the financial statements which were reviewed and attested by parent company's CPA in R.O.C. within the same period.

Note 4: The above amounts were translated into New Taiwan dollars at the exchange rate 31.743 as of September 30, 2022.

Note 5: According to the rules of the Investment Board, Ministry of Economic Affairs, the maximum amount on investments should be the higher of the Company' s net asset or 60% of the consolidated net assets.

Note 6: The Company reinvested 3.66% shareholding in YAMAI LIMITED, whose company is in Hong Kong and indirectly held 100% shares of its Mainland China company, through TAISUN (CAYMAN) INVESTMENT LTD. The Company does not have any significant influence on YAMAI LIMITED, therefore, no gain or loss on its investment was recognized.

(iii) For details of capital lending to TAISUN ENTERPRISE (ZHANG ZHOU) FOODS LTD., please refer to Note 13(a).

(d) Major shareholders:

Shareholding / Shareholder's Name	Shares	Percentage
LONG BON INTERNATIONAL CO., LTD.	161,810,000	32.36 %
EVERWIN INVESTMENT CO., LTD.	44,057,000	8.81 %
JUN YUAN INVESTMENT CO., LTD.	28,754,000	5.75 %
CHU-YU INVESTMENT LTD.	25,149,000	5.02 %

(Continued)

TAISUN ENTERPRISE CO., LTD. AND SUBSIDIARIES
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(14) Segment information:

The Group's operating segment information and reconciliation are as follows:

For the Three Months Ended September 30, 2022		Consumption division	Commodity division	Foreign division	Other	Adjustment and eliminations	Total
Total revenue	$	1,762,878	1,026,552	234,174	111,872	-	3,135,476
Reportable segment profit or loss	$	42,854	(2,874)	33,184	85,526	-	158,690
For the Three Months Ended September 30, 2021							
Total revenue	$	1,589,549	848,721	199,932	107,593	-	2,745,795
Reportable segment profit or loss	$	81,543	(19,104)	31,943	52,351	-	146,733
For the Nine Months Ended September 30, 2022							
Total revenue	$	4,653,237	2,902,622	571,437	322,928	-	8,450,224
Reportable segment profit or loss	$	146,162	70,961	75,533	160,312	-	452,968
For the Nine Months Ended September 30, 2021							
Total revenue	$	4,017,409	2,587,976	502,421	314,896	-	7,422,702
Reportable segment profit or loss	$	161,692	35,851	78,824	192,417	-	468,784

Note : Since the measured amount of assets of the Group was not provided to the operating decision maker, it was disclosed as zero.