Stock Code:1310

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES

Consolidated Financial Statements

With Independent Auditors' Review Report for the Three Months Ended March 31, 2024 and 2023

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Table of contents

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Independent Auditors' Review Report

To the Board of Directors of
Taiwan Styrene Monomer Corporation:

Introduction

We have reviewed the accompanying consolidated balance sheets of Taiwan Styrene Monomer Corporation and its subsidiaries as of March 31, 2024 and 2023, the related consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2024 and 2023, 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 the Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" of the Republic of China. 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 Standards on Auditing of the Republic of China 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 $337,373 thousand and $303,438 thousand, constituting 3.56% and 3.38% of consolidated total assets as of March 31, 2024 and 2023, respectively, total liabilities amounting to $1,975 thousand and $3,682 thousand, constituting 0.09% and 0.17% of consolidated total liabilities as of March 31, 2024 and 2023, respectively, and total comprehensive income amounting to $2,071 thousand and $3,438 thousand, constituting 4.68% and 3.89% of consolidated total comprehensive income respectively.

Furthermore, as stated in note 6(i), the equity accounted investments of Taiwan Styrene Monomer Corporation and its subsidiaries in its investee companies of $1,836,230 thousand and $1,243,452 thousand as of March 31, 2024 and 2023, respectively, and the related share of profit (loss) of associates and joint ventures accounted for using equity method on these investee companies of $(6,433) thousand and $14,726 thousand 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, 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 Taiwan Styrene Monomer Corporation and its subsidiaries as of March 31, 2024 and 2023, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2024 and 2023 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Wu, Lin and Wang, Yung-Sheng.

KPMG

Taipei, Taiwan (Republic of China)
May 8, 2024

Notes to Readers

The accompanying consolidated financial statements are intended only to present the consolidated 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)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES

Consolidated Balance Sheets

March 31, 2024, December 31 and March 31, 2023

(Expressed in Thousands of New Taiwan Dollars)

		March 31, 2024		December 31, 2023		March 31, 2023	
	Assets	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current assets:						
1100	Cash and cash equivalents (note 6(a))	$ 767,271	8	604,092	7	428,844	5
1110	Current financial assets at fair value through profit or loss (note 6(b))	334,586	4	274,305	3	277,038	3
1170	Accounts receivable, net (note 6(c))	620,372	7	821,164	8	1,179,199	13
1200	Other receivables (note 7)	5,959	-	2,451	-	7,165	-
1220	Current tax assets	1,146	-	6,453	-	166	-
130X	Inventories (note 6(d))	425,637	4	731,690	8	468,473	5
1410	Prepayments (note 6(e))	214,071	2	198,347	2	295,339	3
1470	Other current assets	256	-	1,726	-	12	-
1476	Other current financial assets (notes 6(f) and 8)	36,995	-	46,206	-	67,706	1
	Total current assets	2,406,293	25	2,686,434	28	2,723,942	30
	Non-current assets:						
1510	Non-current financial assets at fair value through profit or loss (note 6(b))	5,810	-	7,136	-	8,658	-
1517	Non-current financial assets at fair value through other comprehensive income (note 6(g))	1,284,470	14	1,217,382	12	944,873	11
1550	Investments accounted for using equity method (note 6(h))	1,836,230	20	1,850,830	19	1,243,452	14
1600	Property, plant and equipment (notes 6(i) and 8)	3,406,350	36	3,480,076	36	3,616,295	40
1755	Right-of-use assets (note 6(j))	17,937	-	19,713	-	20,433	-
1760	Investment property, net (note 6(k))	56,210	1	56,296	1	56,583	1
1780	Intangible assets (note 6(l))	4,962	-	5,396	-	5,756	-
1840	Deferred tax assets	360,597	4	350,095	4	242,148	3
1915	Prepayments for equipment	26,640	-	13,944	-	-	-
1970	Other long-term investments, net (note 6(m))	27,047	-	25,998	-	28,870	-
1920	Refundable deposits	3,853	-	3,853	-	3,848	-
1990	Other non-current assets (note 6(n))	36,123	-	46,051	-	79,164	1
	Total non-current assets	7,066,229	75	7,076,770	72	6,250,080	70
	Total assets	$ 9,472,522	100	9,763,204	100	8,974,022	100

		March 31, 2024		December 31, 2023		March 31, 2023	
	Liabilities and Equity	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
	Current liabilities:						
2100	Short-term borrowings (notes 6(o) and 8)	$ 1,137,500	12	1,107,500	11	698,500	8
2120	Current financial liabilities at fair value through profit or loss (note 6(b))	-	-	-	-	70	-
2130	Contract liabilities (note 6(w))	33,136	1	40,880	1	47,130	-
2170	Accounts payable	695,667	7	1,011,679	10	1,008,655	11
2200	Other payables (note 6(p))	113,281	1	115,710	1	81,142	1
2230	Current tax liabilities	2,718	-	1,873	-	6,362	-
2280	Current lease liabilities (note 6(r))	7,109	-	7,066	-	6,524	-
2320	Long-term liabilities, current portion (notes 6(q) and 8)	8,478	-	8,460	-	8,273	-
2399	Other current liabilities	3,692	-	2,716	-	9,349	-
	Total current liabilities	2,001,581	21	2,295,884	23	1,866,005	20
	Non-Current liabilities:						
2540	Long-term borrowings (notes 6(q) and 8)	49,930	1	52,045	1	58,449	1
2570	Deferred tax liabilities	174,806	2	174,806	2	174,991	2
2581	Non-current lease liabilities (note 6(r))	10,775	-	12,050	-	12,950	-
2640	Net defined benefit liability, non-current	38,941	-	44,686	-	50,341	1
2600	Other non-current liabilities	660	-	660	-	660	-
	Total non-current liabilities	275,112	3	284,247	3	297,391	4
	Total liabilities	2,276,693	24	2,580,131	26	2,163,396	24
	Equity attributable to owners of parent (note 6(u)):						
3100	Capital stock	5,278,698	56	5,278,698	54	5,278,698	59
3200	Capital surplus	75,728	1	75,728	1	70,947	1
	Retained earnings:						
3310	Legal reserve	639,287	7	639,287	6	639,287	7
3320	Special reserve	223,663	2	223,663	2	8,811	-
3350	Unappropriated retained earnings (accumulated deficit)	(41,341)	-	(45,013)	-	675,952	7
		821,609	9	817,937	8	1,324,050	14
3400	Other equity	789,731	8	755,122	8	(114,463)	(1)
	Total equity attributable to owners of parent	6,965,766	74	6,927,485	71	6,559,232	73
36XX	**Non-controlling interests**	230,063	2	255,588	3	251,394	3
	Total equity	7,195,829	76	7,183,073	74	6,810,626	76
	Total liabilities and equity	$ 9,472,522	100	9,763,204	100	8,974,022	100

See accompanying notes to financial statements.

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

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES

Consolidated Statements of Comprehensive Income

For the three months ended March 31, 2024 and 2023

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

		For the three months ended March 31			
		2024		2023	
		Amount	%	Amount	%
4000	**Operating revenue (notes 6(h) and (w))**	$ 2,226,204	100	2,318,484	100
5000	**Operating costs (notes 6(d), (i), (j), (k), (l), (r) and (s))**	2,246,801	101	2,310,793	100
	Gross (loss) profit from operations	(20,597)	(1)	7,691	-
	Operating expenses (notes 6(c), (i), (j), (k), (l), (r) and (s)):				
6100	Selling expenses	24,505	1	11,385	-
6200	Administrative expenses	32,908	1	31,184	2
6300	Research and development expenses	77	-	77	-
6450	Expected credit impairment loss	46	-	14	-
		57,536	2	42,660	2
	Operating loss	(78,133)	(3)	(34,969)	(2)
	Non-operating income and expenses (notes 6(h), (r) and (x)):				
7100	Interest income	2,052	-	1,984	-
7010	Other income	7,735	-	2,497	-
7020	Other gains and losses	39,611	2	12,801	1
7050	Finance costs	(5,901)	-	(3,289)	-
7060	Shares of profit (loss) of associates and joint ventures accounted for using equity method	(8,113)	-	16,525	1
		35,384	2	30,518	2
9900	**Loss before tax**	(42,749)	(1)	(4,451)	-
7950	Income tax benefits (note 6(t))	8,852	-	3,863	-
	Net loss	(33,897)	(1)	(588)	-
8300	**Other comprehensive income (loss):**				
8310	**Components of other comprehensive income (loss) that will not be reclassified to profit or loss**				
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	57,094	2	58,656	3
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	(8,960)	-	33,089	1
8349	Less: Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-
	Components of other comprehensive income (loss) that will not be reclassified to profit or loss	48,134	2	91,745	4
8360	**Components of other comprehensive income (loss) that will be reclassified to profit or loss**				
8361	Exchange differences on translation	29,814	1	(2,715)	-
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	241	-	(62)	-
8399	Less: Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-
	Components of other comprehensive income (loss) that will be reclassified to profit or loss	30,055	1	(2,777)	-
8300	**Other comprehensive income, net**	78,189	3	88,968	4
8500	**Comprehensive income**	**$ 44,292**	**2**	**88,380**	**4**
	Profit (loss) attributable to:				
8610	Owners of parent	$ (32,865)	(1)	(1,818)	
8620	Non-controlling interests	(1,032)	-	1,230	-
		$ (33,897)	**(1)**	**(588)**	
	Comprehensive income attributable to:				
8710	Owners of parent	$ 38,281	2	87,358	4
8720	Non-controlling interests	6,011	-	1,022	-
		$ 44,292	**2**	**88,380**	**4**
	Loss per share (note 6(v))				
	Basic loss per share	**$ (0.06)**		**(0.003)**	
	Diluted loss per share	**$ (0.06)**		**(0.003)**	

See accompanying notes to financial statements.

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

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES

Consolidated Statements of Changes in Equity

For the three months ended March 31, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent											
			Retained earnings				Other equity interest					
	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings (accumulated deficit)	Total	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income	Total	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance at January 1, 2023	$ 5,278,698	70,947	639,287	8,811	688,983	1,337,081	(7,392)	(207,460)	(214,852)	6,471,874	250,372	6,722,246
Disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	(1,771)	(1,771)	-	1,771	1,771	-	-	-
Associates disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	(9,442)	(9,442)	-	9,442	9,442	-	-	-
Net loss	-	-	-	-	(1,818)	(1,818)	-	-	-	(1,818)	1,230	(588)
Other comprehensive income	-	-	-	-	-	-	(2,569)	91,745	89,176	89,176	(208)	88,968
Total comprehensive income	-	-	-	-	(1,818)	(1,818)	(2,569)	91,745	89,176	87,358	1,022	88,380
Balance at March 31, 2023	**$ 5,278,698**	**70,947**	**639,287**	**8,811**	**675,952**	**1,324,050**	**(9,961)**	**(104,502)**	**(114,463)**	**6,559,232**	**251,394**	**6,810,626**
Balance at January 1, 2024	$ 5,278,698	75,728	639,287	223,663	(45,013)	817,937	(8,216)	763,338	755,122	6,927,485	255,588	7,183,073
Associates disposal of investments in equity instruments designated at fair value through other comprehensive income	-	-	-	-	36,537	36,537	-	(36,537)	(36,537)	-	-	-
Net loss	-	-	-	-	(32,865)	(32,865)	-	-	-	(32,865)	(1,032)	(33,897)
Other comprehensive income	-	-	-	-	-	-	23,012	48,134	71,146	71,146	7,043	78,189
Total comprehensive income	-	-	-	-	(32,865)	(32,865)	23,012	48,134	71,146	38,281	6,011	44,292
Distribution cash dividend by subsidiaries to non-controlling shoats	-	-	-	-	-	-	-	-	-	-	(31,536)	(31,536)
Balance at March 31, 2024	**$ 5,278,698**	**75,728**	**639,287**	**223,663**	**(41,341)**	**821,609**	**14,796**	**774,935**	**789,731**	**6,965,766**	**230,063**	**7,195,829**

See accompanying notes to financial statements.

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

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the three months ended March 31, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

	For the three months ended March 31	
	2024	2023
Cash flows used in operating activities:		
Loss before tax	$ (42,749)	(4,451)
Adjustments:		
Adjustments to reconcile profit		
Depreciation expense	68,723	69,273
Amortization expense	434	369
Expected credit impairment loss	46	14
Interest expense	5,901	3,289
Interest income	(2,052)	(1,984)
Dividend income	(6,048)	(1,382)
Share of loss (profit) of associates and joint ventures accounted for using equity method	6,433	(14,726)
Gain on lease modification	(27)	(28)
Loss from decline (gain from recovery) in value of inventories	(43,134)	4,157
Total adjustments to reconcile profit	30,276	58,982
Changes in operating assets and liabilities:		
Changes in operating assets:		
Financial assets mandatorily measured at fair value through profit or loss	(58,955)	(54,408)
Accounts receivable	201,072	(204,016)
Other receivables	(2,711)	(3,474)
Inventories	349,187	96,160
Prepayments	(5,796)	(128,686)
Other current assets	1,470	255
Other current financial assets	9,211	(31,291)
Total changes in operating assets	493,478	(325,460)
Changes in operating liabilities:		
Financial liabilities mandatorily measured at fair value through profit or loss	-	70
Current contract liabilities	(7,744)	(1,412)
Accounts payable	(316,012)	112,797
Other payables	(29,836)	(23,414)
Other current liabilities	156	206
Net defined benefit liabilities	(5,745)	235
Total changes in operating liabilities	(359,181)	88,482
Total changes in operating assets and liabilities	134,297	(236,978)

See accompanying notes to financial statements.

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

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES

Consolidated Statements of Cash Flows (Continued)

For the three months ended March 31, 2024 and 2023

(Expressed in Thousands of New Taiwan Dollars)

	For the three months ended March 31	
	2024	2023
Cash inflow (outflow) generated from operations	$ 121,824	(182,447)
Interest received	1,581	1,892
Dividends received	6,048	16
Interest paid	(6,281)	(3,451)
Income taxes refunded (paid)	5,307	(3,052)
Net cash flows from (used in) operating activities	128,479	(187,042)
Cash flows from investing activities:		
Proceeds from disposal of financial assets at fair value through other comprehensive income	-	288
Proceeds from disposal of non-current assets classified as held for sale	-	5,474
Acquisition of property, plant and equipment	(9,458)	(41,756)
Increase in refundable deposits	(24)	(30)
Decrease in refundable deposits	24	-
Net cash flows used in investing activities	(9,458)	(36,024)
Cash flows from financing activities:		
Increase in short-term borrowings	1,432,500	694,500
Decrease in short-term borrowings	(1,402,500)	(803,500)
Repayments of long-term borrowings	(2,097)	(2,061)
Payment of lease liabilities	(1,327)	(1,509)
Net cash flows from (used in) financing activities	26,576	(112,570)
Effect of exchange rate changes on cash and cash equivalents	17,582	(667)
Net increase (decrease) in cash and cash equivalents	163,179	(336,303)
Cash and cash equivalents at beginning of period	604,092	765,147
Cash and cash equivalents at end of period	**$ 767,271**	**428,844**

See accompanying notes to financial statements.

(1) Company history

Taiwan Styrene Monomer Corp. (the "Company") was incorporated on November 16, 1979, under the approval of Ministry of Economic Affairs, Republic of China (ROC). Registered address is 8F.-1, No.6, Sec.1, Roosevelt Rd., Taipei City. Please refer to note 4(b) for the major business activities of the Company and its subsidiaries (together referred to as the "Group").

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

The consolidated financial statements were authorized for issue by the Board of Directors on May 8, 2024.

(3) New standards, amendments and interpretations adopted

(a) The impact of the IFRS Accounting Standards endorsed by the Financial Supervisory Commission, R.O.C. ("FSC") 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, 2024:

- Amendments to IAS 1 "Classification of Liabilities as Current or Non-current"
- Amendments to IAS 1 "Non-current Liabilities with Covenants"
- Amendments to IAS 7 and IFRS 7 "Supplier Finance Arrangements"
- Amendments to IFRS 16 "Lease Liability in a Sale and Leaseback"

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

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

Standards or Interpretations	Content of amendment	Effective date per IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.	January 1, 2027

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Standards or Interpretations	Content of amendment	Effective date per IASB
	● A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ‘operating profit’ subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities. ● Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards. ● Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes.	

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

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

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 17 “ Insurance Contracts” and amendments to IFRS 17 “ Insurance Contracts”
- Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 – Comparative Information”

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- Amendments to IAS21 "Lack of Exchangeability"

(4) Summary of material accounting policies

(a) Statement of compliance

These consolidated financial statements have been prepared in accordance with the Regulation Governing the Preparation of Financial Reports by Securities Issuers (the "Regulation") and 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 International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations endorsed and issued into effect by the FSC (hereinafter referred to IFRS Accounting Standards 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, 2023. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2023.

(b) Basis of consolidation

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

			Shareholding (%)			
Name of investor	**Name of subsidiary**	**Principal activity**	**March 31, 2024**	**December 31, 2023**	**March 31, 2023**	**Note**
The Company	YSIC Ltd.	General investment, residential building and industrial plant development rental business	99.99	99.99	99.99	
The Company	Yuan-Shin Materials Technology Co., Ltd.	Basic chemical materials and plastic raw material manufacturing	100.00	100.00	100.00	Note 1
The Company	Yangmingshan Tien Lai Resort & SPA	Hotel	65.07	65.07	65.07	Note 2
YSIC Ltd.	Grand Capital Co., Ltd.	Investment	100.00	100.00	100.00	Note 1
YSIC Ltd.	Tien Lai Co., Ltd.	Piping engineering	19.78	19.78	50.00	Note 1 and 3
YSIC Ltd.	Kun Shan International Ltd.	Investment	62.03	62.03	62.03	
Kun Shan International Ltd.	Kun Shan Yu-Fu Technology Education Consulting Co., Ltd.	Educational consulting, information consulting, software and data storage consultation	100.00	100.00	100.00	
Kun Shan International Ltd.	Kun Shan Jia-an Technology Education Consulting Co., Ltd.	Educational consulting, information consulting, software and data storage consultation	-	100.00	100.00	Note 4

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of investor	Name of subsidiary	Principal activity	Shareholding (%) March 31, 2024	Shareholding (%) December 31, 2023	Shareholding (%) March 31, 2023	Note
Yangmingshan Tien Lai Resort & SPA	Tien Lai Co., Ltd.	Piping engineering	30.22	30.22	-	Note 1 and 3

Note 1: Non-significant subsidiaries for which the financial statements have not been reviewed by independent auditors.

Note 2: The Company and YSIC Ltd. (holding 12.10% of common shares) totally hold 77.17% of common shares of Yangmingshan Tien Lai Resort & SPA.

Note 3: Tien Lai Co., Ltd. completed the cash capital increase on August 30, 2023. After the capital increase, YSIC Ltd. and Yangmingshan Tien Lai Resort & SPA collectively held 50% shares of Tien Lai Co., Ltd. The Group does not directly or indirectly hold more than half of the total shares of Tien Lai Co., Ltd., but because the chairman of the company is designated by the Group and the Group has control over the company, it is incorporated into consolidation.

Note 4: Kun Shan Jia-an Technology Education Consulting Co., Ltd. completed liquidation in February 2024.

(c) 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.

(d) Income taxes

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

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

(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 IFRS Accounting Standards (in accordance with IAS 34 "Interim Financial Reporting" and endorsed by the FSC) requires management to make judgments, estimates and assumptions that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2023. For related information, please refer to note 5 of the consolidated financial statements for the year ended December 31, 2023.

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(6) Explanation of significant accounts

Except for the following disclosures, there is no significant difference as compared with those disclosed in the consolidated financial statements for the year ended December 31, 2023. Please refer to notes 6 (a) to (ae) of the 2023 annual consolidated financial statements.

(a) Cash and cash equivalents

	March 31, 2024	December 31, 2023	March 31, 2023
Cash on hand	$ 1,029	1,299	1,081
Petty cash	898	903	890
Deposits in bank	500,304	515,148	382,561
Cash equivalents			
Time deposits due within one year	265,040	86,742	44,312
	$ 767,271	**604,092**	**428,844**

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

	March 31, 2024	December 31, 2023	March 31, 2023
Mandatorily measured at fair value through profit or loss:			
Current:			
Listed stocks	$ 302,870	242,596	247,503
Funds	31,716	31,709	29,535
Non-current:			
Listed stocks	5,810	7,136	8,658
Total	**$ 340,396**	**281,441**	**285,696**

	March 31, 2024	December 31, 2023	March 31, 2023
Held-for-trading financial liabilities:			
Derivative instruments not used for hedging-foreign exchange swap contracts	**$ -**	**-**	**70**

The Group uses derivative financial instruments to hedge certain foreign exchange risk exposures arising from its operating activities. The following derivative instruments, without the application of hedge accounting, were classified as mandatorily measured at fair value through profit or loss financial assets and liabilities:

	March 31, 2023	
	Contract amount (in thousand)	Maturity dates
Buy USD / Sell TWD	USD 8,000	2023.05

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(c) Accounts receivable

	March 31, 2024	December 31, 2023	March 31, 2023
Accounts receivable	$ 622,392	823,138	1,181,106
Less: Loss allowance	(2,020)	(1,974)	(1,907)
	$ 620,372	821,164	1,179,199

The loss allowance provision was determined as follows:

	March 31, 2024		
	Gross carrying amount	Weighted-average loss rate	Loss allowance provision
Current	$ 614,752	0.005%	30
1 to 90 days past due	5,257	1%	53
91 to 180 days past due	211	2%	4
181 to 365 days past due	156	2%	3
More than 1 year past due	2,016	50%~100%	1,930
	$ 622,392		2,020

	December 31, 2023		
	Gross carrying amount	Weighted-average loss rate	Loss allowance provision
Current	$ 820,379	0.005%	41
1 to 90 days past due	512	1%	5
91 to 180 days past due	94	2%	2
181 to 365 days past due	162	2%	3
More than 1 year past due	1,991	50%~100%	1,923
	$ 823,138		1,974

	March 31, 2023		
	Gross carrying amount	Weighted-average loss rate	Loss allowance provision
Current	$ 1,178,744	0.005%	59
1 to 90 days past due	227	1%	2
91 to 180 days past due	157	2%	3
181 to 365 days past due	94	2%	2
More than 1 year past due	1,884	50%~100%	1,841
	$ 1,181,106		1,907

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The movements in the allowance for accounts receivable were as follows:

	For the three months ended March 31	
	2024	**2023**
Beginning balance	$ 1,974	2,367
Impairment losses recognized	46	14
Amounts written off	-	(474)
Ending balance	**$ 2,020**	**1,907**

(d) Inventories

	March 31, 2024	December 31, 2023	March 31, 2023
Merchandise inventory	$ 1,429	1,164	1,495
Finished goods	81,926	247,676	72,746
By-product	4,726	8,155	10,890
Semi-finished products	33,561	94,656	133,194
Work in progress	23,767	60,861	79,150
Raw materials	250,813	297,228	148,041
Supplies	29,415	21,950	22,957
	$ 425,637	**731,690**	**468,473**

Except for the transfer of inventory to operating costs from sales, other losses directly included in operating costs are as follows:

	For the three months ended March 31	
	2024	**2023**
Loss from decline (gain from recovery) in value of inventories	**$ (43,134)**	**4,157**

None of the inventories of the Group was pledged as collateral on March 31, 2024, December 31 and March 31, 2023.

(e) Prepayments

	March 31, 2024	December 31, 2023	March 31, 2023
Prepayment for purchases	$ 9,657	8,108	12,934
Supplies	113,041	106,994	120,686
Overpaid sales tax	83,103	78,679	68,596
Others	8,270	4,566	93,123
	$ 214,071	**198,347**	**295,339**

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(f) Other current financial assets

	March 31, 2024	December 31, 2023	March 31, 2023
Time deposits maturing over three months	$ 29,000	38,211	60,291
Restricted deposits in bank	7,995	7,995	7,415
	$ 36,995	46,206	67,706

The above assets of the Group had been pledged as collateral of performance guarantee; please refer to note 8.

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

	March 31, 2024	December 31, 2023	March 31, 2023
Equity investments:			
Domestic non-listed stocks	$ 928,590	869,497	616,572
Foreign non-listed equity investments	355,880	347,885	328,301
	$ 1,284,470	1,217,382	944,873

(i) The Group designated the investments shown above at fair value through other comprehensive income because these equity securities represent those investments that the Group intends to hold for long-term strategic purposes not for trading purposes. During the three months ended March 31, 2024 and 2023, the dividends of $5,917 thousand and $1,276 thousand were recognized.

(ii) In December, 2022, the Group determined to dispose its shares of Infomedia Inc., therefore, the book value of the investment which amounting to $5,474 thousand was reclassified from non-current investment in equity instrument at FVOCI to non-current assets (or disposal groups) held for sale. In January, 2023, the Group realized a loss of $5,626 thousand, which was reclassified from other comprehensive income to retained earnings.

(iii) In March, 2023, the Group disposed its shares held in Euroc Venture Capital Corp. and Euroc III Venture Capital Corp. as a result of the completion of the liquidation. The shares disposed had a fair value of $288 thousand and the Group realized a loss of $2,359 thousand, which was recognized as other comprehensive income, and thereafter, was reclassified to retained earnings.

(iv) For market risk; please refer to note 6(z).

(v) None of the above-mentioned financial assets had been pledged as collateral as of March 31, 2024, December 31 and March 31, 2023.

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(h) Investments accounted for using equity method

(i) Associates

Associates of the Group consisted of the following:

	March 31, 2024		December 31, 2023		March 31, 2023	
	Amount	Share-holding (%)	Amount	Share-holding (%)	Amount	Share-holding (%)
Grand Cathay Venture Capital Co., Ltd.	$ 763,983	25.00	821,087	25.00	504,022	25.00
Wonderland Enterprise Co., Ltd.	987,308	37.04	948,059	37.04	654,969	37.04
Globaltop Technology Inc.	40,339	19.11	38,417	19.11	41,502	23.89
Functional Coating System Technologies Co., Ltd.	26,759	34.88	25,837	34.88	25,349	34.88
Universal Investments Limited	17,841	40.00	17,430	40.00	17,610	40.00
	$ 1,836,230		1,850,830		1,243,452	

The Group's financial information on investments accounted for using the equity method that are significant was as follows:

1) Grand Cathay Venture Capital Co., Ltd.

	March 31, 2024	December 31, 2023	March 31, 2023
Total assets	$ 3,063,280	3,292,012	2,078,508
Total liabilities	(7,349)	(7,662)	(2,995)
Net assets	**$ 3,055,931**	**3,284,350**	**2,075,513**

	For the three months ended March 31	
	2024	2023
Operating revenue	**$ 16,606**	**83,377**
Net income (loss)	$ (34,533)	71,127
Other comprehensive income	(193,886)	31,792
Total comprehensive income	**$ (228,419)**	**102,919**

	For the three months ended March 31	
	2024	2023
Beginning shares of net assets of associates	$ 821,087	478,292
Comprehensive income attributable to the Group	(57,104)	25,730
Dividends received from associates	-	-
Ending shares of net assets of associates	**$ 763,983**	**504,022**

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

2) Wonderland Enterprise Co., Ltd.

	March 31, 2024	December 31, 2023	March 31, 2023
Total assets	$ 2,666,443	2,661,024	1,858,303
Total liabilities	(708)	(101,263)	(89,884)
Net assets	**$ 2,665,735**	**2,559,761**	**1,768,419**

	For the three months ended March 31	
	2024	**2023**
Operating revenue	**$ 1,735**	**77,781**
Net loss	$ (706)	(2,519)
Other comprehensive income	106,680	67,879
Total comprehensive income	**$ 105,974**	**65,360**

	For the three months ended March 31	
	2024	**2023**
Beginning shares of net assets of associates	$ 948,059	630,762
Comprehensive income attributable to the Group	39,249	24,207
Dividends received from associates	-	-
Ending shares of net assets of associates	**$ 987,308**	**654,969**

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

	For the three months ended March 31	
	2024	**2023**
Attributable to the Group:		
Net income (loss)	$ 2,462	(2,122)
Other comprehensive income	241	(62)
Total comprehensive income	**$ 2,703**	**(2,184)**

(ii) Investments pledge

None of the investments using equity method of the Group was pledged as collateral.

(iii) The unreviewed financial statements of investments accounted for using equity method

The investments accounted for using equity method and the share of the profit or loss and other comprehensive income were calculated based on the financial statements that had not been reviewed.

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(i) Property, plant and equipment

The movements of the property, plant and equipment of the Group were as follows:

	Land	Land improvements	Buildings and structures	Machinery and equipment	Transportation equipment	Other equipment	Construction in progress	Total
Cost:								
Balance as of January 1, 2024	$ 1,581,040	8,462	622,330	7,528,153	2,983	926,781	64,019	10,733,768
Additions	-	-	-	-	-	232	5,477	5,709
Reclassification	-	-	-	-	-	-	(12,696)	(12,696)
Balance as of March 31, 2024	**$ 1,581,040**	**8,462**	**622,330**	**7,528,153**	**2,983**	**927,013**	**56,800**	**10,726,781**
Balance as of January 1, 2023	$ 1,576,740	8,462	621,630	7,532,609	2,959	859,400	53,965	10,655,765
Additions	-	-	-	-	-	195	32,641	32,836
Disposals	-	-	-	(9,839)	-	(1,020)	-	(10,859)
Reclassification	-	-	-	2,483	-	-	(2,483)	-
Effect of exchange rate changes	-	-	-	-	5	-	-	5
Balance as of March 31, 2023	**$ 1,576,740**	**8,462**	**621,630**	**7,525,253**	**2,964**	**858,575**	**84,123**	**10,677,747**
Accumulated depreciation:								
Balance as of January 1, 2024	$ -	8,446	273,146	6,345,778	2,135	624,187	-	7,253,692
Depreciation	-	5	3,618	50,440	29	12,647	-	66,739
Balance as of March 31, 2024	**$ -**	**8,451**	**276,764**	**6,396,218**	**2,164**	**636,834**	**-**	**7,320,431**
Balance as of January 1, 2023	$ -	8,425	258,649	6,148,037	2,805	586,979	-	7,004,895
Depreciation	-	5	3,610	52,327	29	11,440	-	67,411
Disposals	-	-	-	(9,839)	-	(1,020)	-	(10,859)
Effect of exchange rate changes	-	-	-	-	5	-	-	5
Balance as of March 31, 2023	**$ -**	**8,430**	**262,259**	**6,190,525**	**2,839**	**597,399**	**-**	**7,061,452**
Carrying value:								
Balance as of January 1, 2024	**$ 1,581,040**	**16**	**349,184**	**1,182,375**	**848**	**302,594**	**64,019**	**3,480,076**
Balance as of March 31, 2024	**$ 1,581,040**	**11**	**345,566**	**1,131,935**	**819**	**290,179**	**56,800**	**3,406,350**
Balance as of January 1, 2023	**$ 1,576,740**	**37**	**362,981**	**1,384,572**	**154**	**272,421**	**53,965**	**3,650,870**
Balance as of March 31, 2023	**$ 1,576,740**	**32**	**359,371**	**1,334,728**	**125**	**261,176**	**84,123**	**3,616,295**

As of March 31, 2024, December 31 and March 31, 2023, there was no recognized accumulated impairment losses of property, plant and equipment.

As of March 31, 2024, December 31 and March 31, 2023, the property, plant and equipment of the Group had been pledged as collateral for loans; please refer to note 8.

The Group entered into a contract with Zung-fu Co., Ltd. to build a solar equipment. The total contract amount was $31,027 thousand, which was uncompleted and recognized as construction in progress on March 31, 2023.

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(j) Right-of-use assets

The cost and accumulated depreciation of leased land, buildings and structures, transportation equipment, and office equipment of the Group were as follows:

	Land	Buildings and structures	Transportation equipment	Office equipment	Total
Cost:					
Balance as of January 1, 2024	$ 4,290	828	12,356	14,155	31,629
Lease modification	122	-	-	-	122
Balance as of March 31, 2024	**$ 4,412**	**828**	**12,356**	**14,155**	**31,751**
Balance as of January 1, 2023	$ 4,148	1,252	12,555	9,614	27,569
Additions	-	-	1,234	-	1,234
Lease modification	142	-	-	-	142
Disposals	-	-	(586)	-	(586)
Balance as of March 31, 2023	**$ 4,290**	**1,252**	**13,203**	**9,614**	**28,359**
Accumulated depreciation:					
Balance as of January 1, 2024	$ 523	34	5,461	5,898	11,916
Depreciation	57	104	1,030	707	1,898
Balance as of March 31, 2024	**$ 580**	**138**	**6,491**	**6,605**	**13,814**
Balance as of January 1, 2023	$ 301	554	2,511	3,370	6,736
Depreciation	55	157	1,084	480	1,776
Disposals	-	-	(586)	-	(586)
Balance as of March 31, 2023	**$ 356**	**711**	**3,009**	**3,850**	**7,926**
Carrying amount:					
Balance as of January 1, 2024	**$ 3,767**	**794**	**6,895**	**8,257**	**19,713**
Balance as of March 31, 2024	**$ 3,832**	**690**	**5,865**	**7,550**	**17,937**
Balance as of January 1, 2023	**$ 3,847**	**698**	**10,044**	**6,244**	**20,833**
Balance as of March 31, 2023	**$ 3,934**	**541**	**10,194**	**5,764**	**20,433**

(k) Investment property

	Land	Buildings and structures	Total
Cost:			
Balance as of March 31, 2024 (Balance as of January 1, 2024)	**$ 46,101**	**17,625**	**63,726**
Balance as of March 31, 2023 (Balance as of January 1, 2023)	**$ 46,101**	**17,625**	**63,726**
Accumulated depreciation:			
Balance as of January 1, 2024	$ -	7,430	7,430
Depreciation	-	86	86
Balance as of March 31, 2024	**$ -**	**7,516**	**7,516**

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Land	Buildings and structures	Total
Balance as of January 1, 2023	$ -	7,057	7,057
Depreciation	-	86	86
Balance as of March 31, 2023	$ -	7,143	7,143
Carrying value:			
Balance as of January 1, 2024	$ 46,101	10,195	56,296
Balance as of March 31, 2024	$ 46,101	10,109	56,210
Balance as of January 1, 2023	$ 46,101	10,568	56,669
Balance as of March 31, 2023	$ 46,101	10,482	56,583

The fair value of the investment property was not significantly different from those disclosed in note 6(l) of the annual consolidated financial statements for the year ended December 31, 2023. For other relevant information, please refer to note 6(l) of the consolidated financial statements of 2023.

None of the investment property was pledged as collateral as of March 31, 2024, December 31 and March 31, 2023.

(l) Intangible assets

The movements of intangible assets of the Group were as follows:

	Technical royalty	Computer software	Total
Cost:			
Balance as of March 31, 2024 (Balance as of January 1, 2024)	$ 22,242	2,751	24,993
Balance as of March 31, 2023 (Balance as of January 1, 2023)	$ 22,242	1,961	24,203
Accumulated amortization:			
Balance as of January 1, 2024	$ 18,018	1,579	19,597
Amortization	244	190	434
Balance as of March 31, 2024	$ 18,262	1,769	20,031
Balance as of January 1, 2023	$ 17,043	1,035	18,078
Amortization	244	125	369
Balance as of March 31, 2023	$ 17,287	1,160	18,447
Carrying value:			
Balance as of January 1, 2024	$ 4,224	1,172	5,396
Balance as of March 31, 2024	$ 3,980	982	4,962
Balance as of January 1, 2023	$ 5,199	926	6,125
Balance as of March 31, 2023	$ 4,955	801	5,756

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(m) Other long-term investment, net

	March 31, 2024	December 31, 2023	March 31, 2023
Construction and operation of student dormitory	**$ 27,047**	**25,998**	**28,870**

The period of rights of investment in construction and operation of student dormitory is 30 years. The subsidy and management income will be recovered annually according to the agreement to July 31, 2035.

(n) Other non-current assets

	March 31, 2024	December 31, 2023	March 31, 2023
Long-term prepaid rents	$ 29,635	39,563	72,840
Net defined benefit assets	6,488	6,488	6,324
	$ 36,123	**46,051**	**79,164**

(o) Short-term borrowings

Short-term borrowings of the Group were as follows:

	March 31, 2024	December 31, 2023	March 31, 2023
Unsecured bank loans	$ 230,000	600,000	591,000
Secured bank loans	907,500	507,500	107,500
Total	**$ 1,137,500**	**1,107,500**	**698,500**
Unused short-term credit lines	**$ 1,126,500**	**1,364,100**	**733,500**
Range of interest rate	**1.85%~2.15%**	**1.80%~2.095%**	**1.80%~2.10%**

For the collateral for short-term borrowings, please refer to note 8.

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(p) Other payables

Other payables of the Group were as follows:

	March 31, 2024	December 31, 2023	March 31, 2023
Accrued payroll	$ 6,688	28,058	2,356
Employee bonus payable	789	789	441
Compensation payable to directors	113	113	78
Compensated absences	15,567	16,623	16,621
Other accrued expenses payable	39,268	52,056	38,263
Payables on equipment	5,257	9,006	1,722
Dividends payable	32,040	452	452
Other payables-other	13,559	8,613	21,209
Total	**$ 113,281**	**115,710**	**81,142**

(q) Long-term borrowings

Long-term borrowings of the Group were as follows:

	March 31, 2024			
	Currency	Range of interest rate	Due year	Amount
Secured bank loans	NTD	2.385%	2030	$ 58,408
Less: current portion				8,478
Total				**$ 49,930**
Unused long-term credit lines				**$ 29,292**

	December 31, 2023			
	Currency	Range of interest rate	Due year	Amount
Secured bank loans	NTD	2.26%	2030	$ 60,505
Less: current portion				8,460
Total				**$ 52,045**
Unused long-term credit lines				**$ 27,195**

	March 31, 2023			
	Currency	Range of interest rate	Due year	Amount
Secured bank loans	NTD	2.26%	2030	$ 66,722
Less: current portion				8,273
Total				**$ 58,449**
Unused long-term credit lines				**$ 20,978**

For the collateral for long-term borrowings, please refer to note 8.

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(r) Lease liabilities

Lease liabilities of the Group were as follows:

	March 31, 2024	December 31, 2023	March 31, 2023
Current	$ 7,109	7,066	6,524
Non-current	$ 10,775	12,050	12,950

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

The amounts recognized in profit or loss were as follows:

	For the three months ended March 31	
	2024	2023
Interest on lease liabilities	$ 97	102
Expenses relating to short-term leases	$ 74	140
Expenses relating to leases of low-value assets, excluding short-term leases of low-value assets	$ 125	152

The amounts recognized in the statements of cash flows were as follows:

	For the three months ended March 31	
	2024	2023
Total cash outflow for leases	$ 1,623	1,903

(s) Employee benefits

(i) Defined benefit plans

Management believes that there was no material volatility of the market, no material reimbursement and settlement or other material one-time events since prior fiscal year. As a result, the pension cost in the accompanying interim period was measured and disclosed according to the actuarial report as of December 31, 2023 and 2022.

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

	For the three months ended March 31	
	2024	2023
Operating cost	$ 229	282
Operating expenses	81	97
Total	$ 310	379

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Defined contribution plans

The Group's expenses under the pension plan cost to Bureau of Labor Insurance were as follows:

	For the three months ended March 31	
	2024	**2023**
Operating cost	$ 2,050	2,150
Operating expenses	731	705
Total	**$ 2,781**	**2,855**

(t) Income tax

The components of income tax expense (benefit) of the Group were as follows:

	For the three months ended March 31	
	2024	**2023**
Current income tax expense (benefit)		
Current period	$ 1,650	7,976
Deferred income tax benefit		
Origination and reversal of temporary difference	(10,502)	(11,839)
Income tax benefit	**$ (8,852)**	**(3,863)**

The Company's income tax return for the year 2022 had been examined by the tax authorities.

(u) Capital and other equity

Except for the following disclosure, there was no significant change for capital and other equity for the three months ended March 31, 2024 and 2023. Please refer to note 6(v) of the consolidated financial statements for the year ended December 31, 2023.

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(i) Capital surplus

The balances of capital surplus of the Company were as follows:

	March 31, 2024	December 31, 2023	March 31, 2023
Difference arising from subsidiary's share price and its carrying value	$ 8,953	8,953	8,953
Changes in ownership interests in subsidiaries	26,300	26,300	26,307
Changes in equity of investments in associates using equity method	6,745	6,745	6,659
Treasury share transactions	4,430	4,430	4,430
Donation from shareholders	13	13	13
Overdue dividends not received by shareholders	29,287	29,287	24,585
Total	$ 75,728	75,728	70,947

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 par value should not exceed 10% of the total common stock outstanding.

(ii) Retained earnings

The Company's Article of Incorporation stipulates that Company's net earnings should first be used to offset the prior years' deficits, if any, before paying any income taxes. Of the remaining balance, 10% is to be appropriated as legal reserve, and then any 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. In general, cash dividends shall not be less than 30% of total dividends. However, based on the need to respond to changes in the industry, major investment plans and improve the financial structure, or in the case of sudden major capital needs, the cash dividend payout rate could be adjusted to 10% to 30%. If the cash dividend is less than $0.1 per share, it will not be issued, and the stock dividend will be paid instead.

On March 13, 2024, the board of directors resolved not to distribute the 2023 earnings; while on May 30, 2023, the shareholders' meeting resolved to distribute the 2022 earnings. These earnings were appropriated as follows:

	2022
Dividends distributed to ordinary shareholders	
Cash	$ 105,553

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iii) Other equity

	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Total
Balance as of January 1, 2024	$ (8,216)	763,338	755,122
Exchange differences on foreign operations	18,427	-	18,427
Losses (gains) on disposal of foreign operating institutions reclassified to profit or loss	4,344	-	4,344
Exchange differences on associates and joint ventures accounted for using equity method	241	-	241
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	-	57,094	57,094
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income on associates and joint ventures accounted for using equity method	-	(8,960)	(8,960)
Cumulative losses (gains) reclassified to retained earnings on associates disposal of investments in equity instruments designated at fair value through other comprehensive income	-	(36,537)	(36,537)
Balance as of March 31, 2024	**$ 14,796**	**774,935**	**789,731**
Balance as of January 1, 2023	$ (7,392)	(207,460)	(214,852)
Exchange differences on foreign operations	(2,507)	-	(2,507)
Exchange differences on associates and joint ventures accounted for using equity method	(62)	-	(62)
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	-	58,656	58,656
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income on associates and joint ventures accounted for using equity method	-	33,089	33,089
Cumulative losses (gains) reclassified to retained earnings on disposal of investments in equity instruments designated at fair value through other comprehensive income	-	1,771	1,771
Cumulative losses (gains) reclassified to retained earnings on associates disposal of investments in equity instruments designated at fair value through other comprehensive income	-	9,442	9,442
Balance as of March 31, 2023	**$ (9,961)**	**(104,502)**	**(114,463)**

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(v) Loss per share

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

	For the three months ended March 31	
	2024	**2023**
Loss attributable to the Company	$ (32,865)	(1,818)
Weighted-average number of ordinary shares outstanding	527,870	527,870
Basic and diluted loss per share (NTD)	$ (0.06)	(0.003)

There was no dilutive potential ordinary shares of the Group.

(w) Revenue from contracts with customers

(i) Disaggregation of revenue

	For the three months ended March 31	
	2024	**2023**
Primary geographical markets:		
Asia	$ 2,203,521	2,304,514
America	10,515	-
Europe	8,600	-
Total	$ 2,222,636	2,304,514
Major products/services lines:		
Commodity sales revenue	$ 2,175,678	2,250,970
Travel service revenue	42,976	49,618
Other operating revenue	3,982	3,926
	$ 2,222,636	2,304,514

(ii) Contract balances

	March 31, 2024	**December 31, 2023**	**March 31, 2023**
Contract liabilities-travel service contract	$ 32,963	38,923	33,986
Contract liabilities-unearned sales revenue	173	1,957	13,144
Total	$ 33,136	40,880	47,130

For details on accounts receivable and allowance for impairment, please refer to note 6(c).

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The amount of revenue recognized for the three months ended March 31, 2024 and 2023 that were included in the contract liability balance at the beginning of the period were $4,656 thousand and $2,530 thousand, respectively.

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

(x) Non-operating income and expenses

(i) Other income

Details of other income of the Group were as follows:

	For the three months ended March 31	
	2024	**2023**
Rent income	$ 339	258
Dividend income	5,920	1,280
Others	1,476	959
Total	**$ 7,735**	**2,497**

(ii) Other gains and losses

	For the three months ended March 31	
	2024	**2023**
Foreign exchange (loss) gains	$ (3,632)	1,544
Gains on financial assets at fair value through profit or loss	43,216	11,229
Gains on lease modification	27	28
Total	**$ 39,611**	**12,801**

(iii) Finance costs

	For the three months ended March 31	
	2024	**2023**
Interest expense	**$ 5,901**	**3,289**

(y) Remunerations to employees and directors

According to the Article of Incorporation, once the Company has annual profit, it should appropriate 1%~5% of the profit to its employees and 2.5% or less to its directors as remuneration. However, if the Company still has accumulated deficit, the profit should be reserved to offset the deficit.

For the three months ended March 31, 2024 and 2023, there was no appropriation of remunerations to employees and directors because of net loss before tax. These amounts were calculated using the Company's net income before tax without the remunerations to employees and directors for each period, multiplied by the proposed percentage which is stated under the Company's proposed Article of Incorporation. These remunerations were expensed under operating costs or expenses for each period. If there are any subsequent adjustments to the actual remuneration amounts after the annual shareholders' meeting, the adjustment will be regarded as changes in accounting estimates and will be reflected in profit or loss in the following year. Shares distributed to employees as employees' remuneration are calculated based on the closing price of the Company's shares on the day before the approval by the Board of Directors. For the years ended December 31, 2023 and 2022, there was no appropriation of remunerations to employees and directors because of net loss before tax. The information is available on the Market Observation Post System Website.

(z) 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 the related information, please refer to note 6(aa) of the consolidated financial statements for the year ended December 31, 2023.

(i) Credit risk

1) Credit risk exposure

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

2) Concentration of credit risk

As of March 31, 2024, December 31 and March 31, 2023, the Group reviewed the concentrations of credit risk arising from the major top ten customers, and it was 93%, 92 % and 95%, respectively, of the total accounts receivable. The concentrations of credit risk of the remaining accounts receivable are relatively small.

3) Credit risk of receivables

For credit risk exposure of trade receivables, please refer to note 6(c). Other financial assets at amortized cost include time deposits and other receivables, etc. The allowance for receivables in the financial assets is measured by the amount of lifetime expected credit losses. The remaining financial assets are measured by the amount of 12-month expected credit losses.

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Liquidity risk

The following table shows the contractual maturities of financial liabilities, including estimated interest payments.

		Carrying amount	Contractual cash flows	Within 1 year	1-2 years	2-5 years	Over 5 years
March 31, 2024							
Non-derivative financial liabilities							
Short-term borrowings	$	1,137,500	1,141,450	1,141,450	-	-	-
Payables		808,323	808,323	808,323	-	-	-
Long-term borrowings		58,408	63,073	9,778	9,778	29,335	14,182
Guarantee deposits		660	660	-	10	300	350
Lease liabilities		17,884	18,773	7,404	4,313	4,228	2,828
	$	2,022,775	2,032,279	1,966,955	14,101	33,863	17,360
December 31, 2023							
Non-derivative financial liabilities							
Short-term borrowings	$	1,107,500	1,111,172	1,111,172	-	-	-
Payables		1,125,545	1,125,545	1,125,545	-	-	-
Long-term borrowings		60,505	65,260	9,740	9,740	29,219	16,561
Guarantee deposits		660	660	-	10	300	350
Lease liabilities		19,116	20,092	7,398	5,407	4,277	3,010
	$	2,313,326	2,322,729	2,253,855	15,157	33,796	19,921
March 31, 2023							
Non-derivative financial liabilities							
Short-term borrowings	$	698,500	701,616	701,616	-	-	-
Payables		1,088,976	1,088,976	1,088,976	-	-	-
Long-term borrowings		66,722	72,560	9,739	9,739	29,218	23,864
Guarantee deposits		660	660	350	310	-	-
Lease liabilities		19,474	20,486	6,849	5,800	4,827	3,010
	$	1,874,332	1,884,298	1,807,530	15,849	34,045	26,874

The Group does not expect the cash flows included in the maturity analysis to occur significantly earlier or at significantly different amounts.

(iii) Market risk

1) Currency risk

The Group’s significant exposure to foreign currency risk was as follows:

		March 31, 2024			December 31, 2023			March 31, 2023		
		Foreign currency	Exchange rate	NTD	Foreign currency	Exchange rate	NTD	Foreign currency	Exchange rate	NTD
Financial assets										
Monetary items										
USD	$	15,533	32.000	497,056	9,660	30.705	296,610	9,224	30.450	280,871
CNY		49,802	4.510	224,607	68,959	4.335	298,937	69,527	4.431	308,074
Financial liabilities										
Monetary items										
USD		9,566	32.000	306,112	5,822	30.705	178,765	8,351	30.450	254,288
CNY		546	4.510	2,462	502	4.335	2,176	758	4.431	3,359
EUR		-	-	-	-	-	-	30	33.150	995

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

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, accounts receivable, other receivables, other financial assets, accounts payable and other payables that are denominated in foreign currency. A weakening (strengthening) of 1% of the NTD against the USD, CNY and EUR as of March 31, 2024 and 2023, would have increased (decreased) net profit before tax by $4,131 thousand and $3,303 thousand for the three months ended March 31, 2024 and 2023, respectively. The analysis is performed on the same basis.

Since the Group has many kinds of functional currency, the information on foreign exchange gain (loss) on monetary items is disclosed by total amount. For the three months ended March 31, 2024 and 2023, foreign exchange gain (loss) (including realized and unrealized portions) amounted to loss of $3,632 thousand and a gain of $1,544 thousand, respectively.

2) Interest rate risk

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

The following sensitivity analysis is based on the exposure to the interest rate risk of derivative and non-derivative financial instruments on the reporting date. Regarding assets with variable interest rates, the analysis is based on the assumption that the amount of assets outstanding at the reporting date was outstanding through the year. The rate of change is expressed as the interest rate increases or decreases by 1% when reporting to management internally, which also represents the management' s assessment of the reasonably possible interest rate change.

If the interest rate had increased/decreased by 1%, the Group's profit (loss) before tax would have decreased/increase by $2,990 thousand and $1,913 thousand for the three months ended March 31, 2024 and 2023, respectively, with all other variable factors remaining constant. This is mainly due to the Group's loan at variable rates.

3) Other market price risk

If the securities price at the reporting date changes (the analysis is performed on the same basis and all other variable factors remaining constant), the effect for the profit and loss is illustrated below:

	For the three months ended March 31			
	2024		2023	
Prices of securities at the reporting date	Other comprehensive income after tax	Net income	Other comprehensive income after tax	Net income
Increasing 1%	$ 12,845	3,404	9,449	2,857
Decreasing 1%	$ (12,845)	(3,404)	(9,449)	(2,857)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iv) Fair value information

1) Types and fair value of financial instruments

Financial assets measured at fair value through profit or loss and financial assets at fair value through other comprehensive income are measured at fair value on the basis of repeatability. The carrying amount and fair value of the 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, for example, financial assets and liabilities measured at amortized cost such as cash and cash equivalents, accounts receivables, other receivables, other financial assets, refundable deposits, short-term borrowings, accounts payable, other payables, long-term borrowings, guarantee deposits and lease liabilities, disclosure of fair value information is not required:

	March 31, 2024				
		Fair value			
	Book value	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss:					
Financial assets mandatorily at fair value through profit or loss:					
Listed stocks	$ 308,680	308,680	-	-	308,680
Funds	31,716	31,716	-	-	31,716
Financial assets at fair value through other comprehensive income:					
Domestic and foreign non-listed stocks	1,284,470	-	-	1,284,470	1,284,470
Total	**$ 1,624,866**	**340,396**	**-**	**1,284,470**	**1,624,866**

	December 31, 2023				
		Fair value			
	Book value	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss:					
Financial assets mandatorily at fair value through profit or loss:					
Listed stocks	$ 249,732	249,732	-	-	249,732
Funds	31,709	31,709	-	-	31,709
Financial assets at fair value through other comprehensive income:					
Domestic and foreign non-listed stocks	1,217,382	-	-	1,217,382	1,217,382
Total	**$ 1,498,823**	**281,441**	**-**	**1,217,382**	**1,498,823**

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	March 31, 2023				
		Fair value			
	Book value	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss:					
Financial assets mandatorily at fair value through profit or loss:					
Listed stocks	$ 256,161	256,161	-	-	256,161
Funds	29,535	29,535	-	-	29,535
Financial assets at fair value through other comprehensive income:					
Domestic and foreign non-listed stocks	944,873	-	-	944,873	944,873
Total	**$ 1,230,569**	**285,696**	**-**	**944,873**	**1,230,569**
Financial liabilities designated at fair value through profit or loss:					
Derivative instruments not used for hedging-foreign exchange swap contracts	**$ 70**	**-**	**70**	**-**	**70**

2) Valuation techniques for financial instruments measured at fair value

A. Non-derivative financial instruments

A financial instrument is regarded as being quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency and those prices represent actual and regularly occurring market transactions on an arm’ s-length basis. Whether transactions are taking place ‘ regularly’ is a matter of judgment and depends on the facts and circumstances of the market for the instrument.

Quoted market prices may not be indicative of the fair value of an instrument if the activity in the market is infrequent, the market is not well-established, only small volumes are traded, or bid-ask spreads are very wide. Determining whether a market is active involves judgment.

Measurements of fair value of financial instruments without an active market are based on valuation technique or quoted price from a competitor. Fair value, measured by using valuation technique that can be extrapolated from either similar financial instruments or discounted cash flow method or other valuation techniques, including models, is calculated based on available market data at the reporting date. For example, yield curve of Taipei Exchange and average interest rate of commercial paper quoted by Reuters.

Measurements of fair value of equity investments without an active market nor quoted market price are based on comparable listed company method. This method is based on the estimated earnings before interest, taxes, depreciation and amortization and the multipliers that are extrapolated from comparable listed company quoted prices. The estimated fair values are adjusted to the discounting effect of lack of market liquidity.

(Continued)

B. Derivative financial instruments

Measurement of the fair value of derivative instruments is based on the valuation techniques generally accepted by market participants such as the discounted cash flow or option pricing models. Fair value of currency swap contract is usually determined by the forward currency exchange rate.

3) Transfers between Level 1 and Level 2

There were no transfers for the three months ended March 31, 2024 and 2023.

4) Reconciliation of Level 3 fair values

	Fair value through other comprehensive income
	Unquoted equity instruments
Opening balance, January 1, 2024	$ 1,217,382
Total gains and losses recognized	
Other comprehensive income	57,094
Capital reduction by cash	(652)
Effect of exchange rate changes	10,646
Ending Balance, March 31, 2024	**$ 1,284,470**
Opening balance, January 1, 2023	$ 888,543
Total gains and losses recognized	
Other comprehensive income	58,656
Disposals	(288)
Effect of exchange rate changes	(2,038)
Ending Balance, March 31, 2023	**$ 944,873**

Above-mentioned total gains and losses were included in unrealized gains and losses from financial assets at fair value through other comprehensive income. Among those related to the assets still held on March 31, 2024 and 2023 were as follows:

	For the three months ended March 31	
	2024	**2023**
Total gains and losses recognized:		
In other comprehensive income, and presented in "unrealized gains and losses from financial assets at fair value through other comprehensive income"	**$ 57,094**	**58,656**

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.

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The Group's equity investments without an active market which are classified as Level 3 have numerous unobservable inputs. The significant unobservable inputs of equity instrument investments are not correlated to each other.

Quantified information of significant unobservable inputs was as follows:

Item	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Financial assets at fair value through other comprehensive income - equity investments without an active market	Market method (Comparable listed company method)	· Price to book ratio (1.24~2.40, 1.06~2.31 and 0.98~1.82 as of March 31, 2024, December 31 2023 and March 31, 2023)	· The fair value would increase if price to book ratio increase
		· Lack of market liquidity discount (10%~30% as of March 31, 20244, December 31, 2023 and March 31, 2023)	· The fair value would decrease if lack of market liquidity discount increase
	Net asset value method	· Net Asset Value	· The estimated fair value would increase if the net asset value increase

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

The fair value measurement of financial instruments by the Group is reasonable, but the use of different evaluation models or evaluation parameters may result in different evaluation results. For financial instruments classified as Level 3, changing the price to book ratio or liquidity discount would have the following effects on other comprehensive income:

	Inputs	Increase/ Decrease	Other comprehensive income Favorable	Unfavorable
March 31, 2024				
Financial assets at fair value through other comprehensive income	Price to book ratio	10%	$ 5,587	(5,587)
	Liquidity discount	10%	32,519	(32,519)
December 31, 2023				
Financial assets at fair value through other comprehensive income	Price to book ratio	10%	5,264	(5,264)
	Liquidity discount	10%	30,527	(30,527)

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Inputs	Increase/ Decrease	Other comprehensive income Favorable	Other comprehensive income Unfavorable
March 31, 2023				
Financial assets at fair value through other comprehensive income	Price to book ratio	10%	4,168	(4,168)
	Liquidity discount	10%	24,238	(24,238)

The favorable and unfavorable changes of the Group refer to the fluctuation of fair value, and the fair value is calculated by valuation techniques based on the unobservable input parameters of different degrees.

(aa) Financial risk management

There were no significant changes in the Group's financial risk management and policies as disclosed in note 6(ab) of the consolidated financial statements for the year ended December 31, 2023.

(ab) Capital management

Management believes that the objectives, policies and processes of capital management of the Group has been applied consistently with those described in the consolidated financial statements for the year ended December 31, 2023. Please refer to note 6(ac) of the consolidated financial statements for the year ended December 31, 2023 for further details.

(ac) Investing and financing activities not affecting current cash flows

There were no non-cash investing activities for the three months ended March 31, 2024 and 2023. Reconciliation of liabilities arising from non-cash financing activities for the three months ended March 31, 2024 and 2023 were as follows:

	January 1, 2024	Cash flows	Non-cash changes: Lease modification	Non-cash changes: Additions	March 31, 2024
Lease liabilities	$ 19,116	(1,327)	95	-	17,884

	January 1, 2023	Cash flows	Non-cash changes: Lease modification	Non-cash changes: Additions	March 31, 2023
Lease liabilities	$ 19,635	(1,509)	114	1,234	19,474

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(7) Related-party transactions

(a) Names and relationship with related parties

Name of related party	Relationship with the Company
Eastern Broadcasting Co., Ltd.	A substantive related party

(b) Significant transactions with related parties

(i) Receivables from related parties

Receivables from the related parties were as follows:

Accounts	Types of related parties	March 31, 2024	December 31, 2023	March 31, 2023
Other receivables	Eastern Broadcasting Co., Ltd.	$ 83	83	83

(c) Key management personnel compensation

	For the three months ended March 31	
	2024	2023
Short-term employee benefits	$ 9,582	8,393
Post-employment benefits	338	502
	$ 9,920	8,895

Short-term employee benefits include the estimated employee compensation. Please refer to note 6(y) for the estimated method.

(8) Assets pledged as security

The carrying amounts of pledged assets were as follows:

Pledged assets	Object	March 31, 2024	December 31, 2023	March 31, 2023
Cash in banks (other financial assets)	Performance guarantee	$ 7,995	7,995	7,415
Land, buildings and structures	Borrowings	1,367,150	1,369,718	581,585
		$ 1,375,145	1,377,713	589,000

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(9) Commitments and contingencies

(a) Letter of credit issued but not expired

	March 31, 2024	December 31, 2023	March 31, 2023
Letter of credit outstanding for the import of raw materials	$ 1,779,000	1,161,000	1,268,000

(10) Losses due to major disasters: None.

(11) Subsequent events: None.

(12) Other

(a) A summary of employee benefits, depreciation, and amortization, by function, is as follows:

By Function / By item	For the three months ended March 31					
	2024			2023		
	Operating cost	Operating expense	Total	Operating cost	Operating expense	Total
Employee benefits						
Salary	$ 40,420	17,009	57,429	44,004	16,713	60,717
Labor and health insurance	4,426	1,297	5,723	4,937	1,263	6,200
Pension	2,279	812	3,091	2,432	802	3,234
Others	2,821	2,877	5,698	2,665	2,891	5,556
Depreciation	65,842	2,881	68,723	66,348	2,925	69,273
Amortization	387	47	434	322	47	369

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to Consolidated Financial Statements

(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 for the three months ended March 31, 2024:

(i) Lending to other parties: None.

(ii) Guarantees and endorsements for other parties: None.

(iii) Information regarding securities held at the reporting day (excluding investment in subsidiaries, associates and joint ventures):

(in Thousands of New Taiwan Dollars)

Name of holder	Category and and name of security	Relationship with the security issuer	Account	Ending balance				Note
				Shares	Carrying value	Percentage of ownership (%)	Fair value	
The Company	Test Research, Inc.	-	Current financial assets at fair value through profit or loss	455,000	39,812	0.19 %	39,812	
The Company	Solar Applied Materials Technology Corp.	-	Current financial assets at fair value through profit or loss	2,842,000	140,821	0.48 %	140,821	
The Company	Universal Venture Capital Investment Corporation	-	Non-current investment in equity instrument at FVOCI	8,400,000	64,742	6.98 %	64,742	
The Company	Global Investment Holding Co., Ltd	-	Non-current investment in equity instrument at FVOCI	10,233,608	92,352	5.82 %	92,352	
The Company	Faith Alliance Corporation	-	Non-current investment in equity instrument at FVOCI	25,720	91	0.06 %	91	
The Company	Excellence Electronic Co., Ltd.	-	Non-current investment in equity instrument at FVOCI	912	7	0.01 %	7	
The Company	Leadwell Cnc Machines Mfg., Corp.	-	Non-current investment in equity instrument at FVOCI	37,352	1,418	0.06 %	1,418	
The Company	Crownpo Technology Inc.	-	Non-current investment in equity instrument at FVOCI	709	10	0.01 %	10	
The Company	Vxis Technology Corp.	-	Non-current investment in equity instrument at FVOCI	39,864	387	0.61 %	387	
The Company	Asia Global Venture Capital II Co., Ltd.	-	Non-current investment in equity instrument at FVOCI	531,300	12,810	10.00 %	12,810	
The Company	Shieh Tai Biochemical Technology Co., Ltd	-	Non-current investment in equity instrument at FVOCI	120,339	-	0.32 %	-	
The Company	Lof Solar Corp.	-	Non-current investment in equity instrument at FVOCI	600,000	-	3.64 %	-	
The Company	Yuan-Jie Investment Co., Ltd.	-	Non-current investment in equity instrument at FVOCI	21,000,000	335,794	19.09 %	335,794	
The Company	Yu-Jie Investment Co., Ltd.	-	Non-current investment in equity instrument at FVOCI	21,320,000	406,048	19.38 %	406,048	
The Company	Deng Yun Co., Ltd.	-	Non-current investment in equity instrument at FVOCI	591,945	50,472	3.09 %	50,472	
The Company	Lidien Inc.	-	Non-current investment in equity instrument at FVOCI	760,000	23,495	19.00 %	23,495	
The Company	GVISION-USA, INC.	-	Non-current investment in equity instrument at FVOCI	666,667	29,773	19.05 %	29,773	
YSIC Ltd.	Chip Hope Co. Ltd.	-	Current financial assets at fair value through profit or loss	40,000	3,520	0.06 %	3,520	
YSIC Ltd.	Universal Microwave Technology Inc.	-	Current financial assets at fair value through profit or loss	15,000	2,370	0.02 %	2,370	
YSIC Ltd.	Yuanta US Treasury 20+ Year Bond ETF	-	Current financial assets at fair value through profit or loss	100,000	3,000	- %	3,000	
YSIC Ltd.	Arizon RFID Technology	-	Current financial assets at fair value through profit or loss	20,000	2,890	0.03 %	2,890	
YSIC Ltd.	Tung Thih Electronics Co. Ltd	-	Current financial assets at fair value through profit or loss	20,000	2,410	0.02 %	2,410	
YSIC Ltd.	AES Holding Co. Ltd.	-	Current financial assets at fair value through profit or loss	10,000	6,950	0.01 %	6,950	
YSIC Ltd.	Senao Networks Inc.	-	Current financial assets at fair value through profit or loss	138,000	29,601	0.28 %	29,601	
YSIC Ltd.	Acter Group Corporation Ltd.	-	Current financial assets at fair value through profit or loss	6,000	1,179	- %	1,179	
YSIC Ltd.	United Integrated Services Co., Ltd.	-	Current financial assets at fair value through profit or loss	15,000	5,895	0.01 %	5,895	
YSIC Ltd.	TSC Auto ID Technology Co., Ltd.	-	Current financial assets at fair value through profit or loss	12,000	2,904	0.03 %	2,904	
YSIC Ltd.	GlobalWafers Co., Ltd.	-	Current financial assets at fair value through profit or loss	1,000	580	- %	580	

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to Consolidated Financial Statements

Name of holder	Category and and name of security	Relationship with the security issuer	Account	Ending balance				Note
				Shares	Carrying value	Percentage of ownership (%)	Fair value	
YSIC Ltd.	Voltronic Power Technology Corp.	-	Current financial assets at fair value through profit or loss	6,000	9,840	0.01 %	9,840	
YSIC Ltd.	Raydium Semiconductor Corporation	-	Current financial assets at fair value through profit or loss	25,000	11,963	0.03 %	11,963	
YSIC Ltd.	Sunspring Metal Corporation	-	Current financial assets at fair value through profit or loss	10,000	292	0.01 %	292	
YSIC Ltd.	Winway Technology Co. Ltd.	-	Current financial assets at fair value through profit or loss	15,000	10,785	0.04 %	10,785	
YSIC Ltd.	Sinopower Semiconductor Inc.	-	Current financial assets at fair value through profit or loss	2,000	208	0.01 %	208	
YSIC Ltd.	Chroma Ate Inc.	-	Current financial assets at fair value through profit or loss	5,000	1,275	- %	1,275	
YSIC Ltd.	Symtek Automation Asia Co., Ltd.	-	Current financial assets at fair value through profit or loss	100,000	12,000	0.13 %	12,000	
YSIC Ltd.	Simplo Technology Co.,Ltd.	-	Current financial assets at fair value through profit or loss	2,000	896	- %	896	
YSIC Ltd.	Shin Kong Chi-Shin Money-Market Fund	-	Current financial assets at fair value through profit or loss	1,800,000	28,716	- %	28,716	
YSIC Ltd.	Cjw International Co., Ltd.	-	Non-current financial assets at fair value through profit or loss	676,413	5,810	0.49 %	5,810	
YSIC Ltd.	Cyca International Co., Ltd.	-	Non-current financial assets at fair value through profit or loss	101,677	-	- %	-	
YSIC Ltd.	Mcm Stamping Co., Ltd.	-	Non-current investment in equity instrument at FVOCI	54,430	298	0.63 %	298	
YSIC Ltd.	Vxis Technology Corp.	-	Non-current investment in equity instrument at FVOCI	39,864	387	0.61 %	387	
YSIC Ltd.	Yuan-Jie Investment Co., Ltd	-	Non-current investment in equity instrument at FVOCI	100,000	1,599	0.09 %	1,599	
YSIC Ltd.	Yu-Jie Investment Co., Ltd	-	Non-current investment in equity instrument at FVOCI	103,000	1,962	0.09 %	1,962	
Grand Capital Co., Ltd.	Deng Yun Co., Ltd.	-	Non-current investment in equity instrument at FVOCI	3,082,453	262,825	16.10 %	262,825	
Yuan Shin Materials Technology Co., Ltd.	Yuanta Financial Holding Co., Ltd.	-	Current financial assets at fair value through profit or loss	313,635	9,535	- %	9,535	
Yuan Shin Materials Technology Co., Ltd.	Weikeng Industrial Co., Ltd.	-	Current financial assets at fair value through profit or loss	40,000	1,266	0.01 %	1,266	
Yuan Shin Materials Technology Co., Ltd.	Wah Lee Industrial Co., Ltd.	-	Current financial assets at fair value through profit or loss	20,000	2,260	0.01 %	2,260	
Yuan Shin Materials Technology Co., Ltd.	China General Plastics Corp.	-	Current financial assets at fair value through profit or loss	45,000	819	0.01 %	819	
Yuan Shin Materials Technology Co., Ltd.	Supreme Electronics Co., Ltd.	-	Current financial assets at fair value through profit or loss	33,687	2,452	0.01 %	2,452	
Yuan Shin Materials Technology Co., Ltd.	Chang Wah Electromaterials Inc.	-	Current financial assets at fair value through profit or loss	5,000	201	- %	201	
Yuan Shin Materials Technology Co., Ltd.	Fubon Financial Holding Co., Ltd.	-	Current financial assets at fair value through profit or loss	2,100	146	- %	146	

(iv) Information regarding purchase or sale of securities for the period exceeding NTD300 million or 20% of the Company's paid-in capital: None

(v) Information on acquisition of real estate with purchase amount exceeding NTD300 million or 20% of the Company's paid-in capital: None

(vi) Information regarding receivables from disposal of real estate exceeding NTD300 million or 20% of the Company's paid-in capital: None

(vii) Information regarding related-parties purchases and/or sales exceeding NTD100 million or 20% of the Company's paid-in capital: None

(viii) Information regarding receivables from related-parties exceeding NTD100 million or 20% of the Company's paid-in capital: None

(ix) Information regarding trading in derivative financial instruments: None

(x) Significant transactions and business relationship between the parent company and its subsidiaries for the three months ended March 31, 2024: None

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to Consolidated Financial Statements

(b) Information on investees:

The following is the information on investees for the three months ended March 31, 2024 (excluding information on investees in Mainland China):

(In Thousands of New Taiwan Dollars)

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2024			Net income (losses) of investee	Share of profits/losses of investee	Note
				March 31, 2024	December 31, 2023	Shares	Percentage of ownership	Carrying value			
The Company	Grand Cathay Venture Capital Co., Ltd.	Taiwan	Investment business	400,000	400,000	40,000,000	25.00 %	763,983	(34,533)	(8,633)	
The Company	Wonderland Enterprise Co., Ltd.	Taiwan	General investment business	325,230	325,230	29,629,597	37.04 %	987,308	(707)	(262)	
The Company	Functional Coating System Technologies Co., Ltd.	Taiwan	OEM of semiconductor and components conformal coating	28,500	28,500	1,744,186	34.88 %	26,759	2,645	922	
The Company	Universal Investments Limited	British Cayman Islands	Real estate investment business	17,273	17,273	80	40.00 %	17,841	(213)	(141)	
The Company	YSIC Ltd.	Taiwan	General investment, residential building and industrial plant development rental business	1,638,169	1,638,169	72,446,838	99.99 %	958,516	(1,100)	(1,100)	Subsidiary
The Company	Yuan-Shin Materials Technology Co. Ltd	Taiwan	Basic precision chemical materials and plastic raw material manufacturing	145,900	145,900	5,000,000	100.00 %	56,587	2,414	2,414	Subsidiary
The Company	Yangmingshan Tien Lai Resort & SPA	Taiwan	General hotel industry	630,555	630,555	25,865,618	65.07 %	700,666	3,380	1,621	Subsidiary
YSIC Ltd.	Kun Shan International Ltd.	Seychelles	General investment business	122,572	122,572	3,702,718	62.03 %	155,941	(4,891)	(3,034)	Subsidiary
YSIC Ltd.	Grand Capital Co., Ltd.	Seychelles	General investment business	90,182	90,182	2,698,002	100.00 %	264,648	(3)	(3)	Subsidiary
YSIC Ltd.	Yangmingshan Tien Lai Resort & SPA	Taiwan	General hotel industry	110,836	110,836	4,807,774	12.10 %	120,061	3,380	319	Subsidiary
YSIC Ltd.	Globaltop Technology Inc.	Taiwan	Aluminum Nitride Powder	162,643	162,643	3,822,220	19.11 %	40,339	8,794	1,681	
YSIC Ltd.	Tien Lai Co., Ltd.	Taiwan	Pipe Lines Construction	5,000	5,000	267,000	19.78 %	1,516	108	21	Subsidiary
Yangmingshan Tien Lai Resort & SPA	Tien Lai Co., Ltd.	Taiwan	Pipe Lines Construction	4,080	4,080	408,000	30.22 %	4,366	108	33	Subsidiary

(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 businesses and products	Total amount of paid-in capital	Method of investment (Note 1)	Accumulated outflow of investment from Taiwan as of January 1, 2024	Investment flows		Accumulated outflow of investment from Taiwan as of March 31, 2024	Net income (losses) of the investee (Note 2)	Percentage of ownership	Investment income (losses)	Book value	Accumulated remittance of earnings in current period
					Outflow	Inflow						
Kun Shan Yu-Fu Technology Education Consulting Co., Ltd.	Educational consulting, information operation consulting, software and data storage consultation	3,200 (USD 100)	(2)	116,800 (USD 3,650)	-	-	116,800 (USD 3,650) (Note 4)	3,220 (USD 102)	62.03%	1,997	15,911	51,526
Kun Shan Jia-An Technology Education Consulting Co., Ltd.	Educational consulting, information operation consulting, software and data storage consultation	-	(2)	(Note 3)	-	-	(Note 3)	24 (USD 1)	-%	15	-	-

Note1: The investment methods are divided into the following three types: (1) Direct investment in Mainland China. (2) Indirect investment in Mainland China through a holding company established in other countries. (3) Others.

Note2: The foreign currency transactions have been translated into New Taiwan Dollar at the exchange rate at the end of the financial reporting date and the average exchange rate (USD1= NTD32.00, USD1=NTD31.4458).

Note3: Kun Shan Yu-Fu Technology Education Consulting Co., Ltd. had been spun-off as Kun Shan Yu-Fu Technology Education Consulting Co., Ltd. and Kun Shan Jia-An Technology Education Consulting Co., Ltd. Kun Shan Jia-An Technology Education Consulting Co., Ltd. completed liquidation in February 2024. The liquidation capital has yet to be remitted to Taiwan, therefore, the amount of accumulated investment in Mainland China still included the

Note4: The amount of US$2,890 thousand were proceeds of KUN SHAN INTERNATIONAL LTD. due to capital reduction of Kun Shan Yu-Fu Technology Education Consulting Co., Ltd. in 2022 has yet to be remitted to Taiwan, therefore, the amount of accumulated investment in Mainland China still included the amount.

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Upper limit on investment in Mainland China:

Accumulated Investment in Mainland China as of March 31, 2024	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment (Note)
116,800 (note 4) (USD 3,650)	116,800 (USD 3,650)	575,190

Note: The investment limit was calculated based on the official document 10804600980 announced by the MOEAIC on March 12, 2019.

(iii) Significant inter-company transactions with the subsidiary in Mainland China: None.

(d) Major shareholders:

Shareholding / Shareholder's Name	Shares	Percentage
Taiwan Steel Group United Co., Ltd.	41,446,000	7.85 %
Frank.C. Chen Foundation for Culture and Education	28,750,000	5.44 %

(14) Segment information:

(a) General information

(i) Plasticization segment: manufacturing and domestic/international sales of styrene monomer, manufacturing and sales of chemical materials and plastic materials.

(ii) Investment segment: investment business.

(iii) Other segment: the revenues of the segments that have not reached the quantitative threshold are hotel and general service business.

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

	For the three months ended March 31, 2024				
	Plasticization segment	Investment segment	Other segments	Reconciliation and elimination	Total
Revenue					
Revenue from external customers	$ 2,175,678	6,829	43,697	-	2,226,204
Inter-segment revenues	-	362	1,006	(1,368)	-
Total revenue	**$ 2,175,678**	**7,191**	**44,703**	**(1,368)**	**2,226,204**
Reportable segment profit or loss	**$ (40,954)**	**(2,173)**	**4,333**	**(3,955)**	**(42,749)**

(Continued)

TAIWAN STYRENE MONOMER CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	For the three months ended March 31, 2023				
	Plasticization segment	Investment segment	Other segments	Reconciliation and elimination	Total
Revenue					
Revenue from external customers	$ 2,250,970	17,227	50,287	-	2,318,484
Inter-segment revenues	-	972	1,120	(2,092)	-
Total revenue	**$ 2,250,970**	**18,199**	**51,407**	**(2,092)**	**2,318,484**
Reportable segment profit or loss	**$ (12,955)**	**18,190**	**9,436**	**(19,122)**	**(4,451)**