

**Yulon Motor Company Ltd. and
Subsidiaries**

**Consolidated Financial Statements for the
Nine Months Ended September 30, 2023 and 2022 and
Independent Auditors' Review Report**

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Yulon Motor Company Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of Yulon Motor Company Ltd. (the "Company") and its subsidiaries (collectively, the "Group") as of September 30, 2023 and 2022 and the related consolidated statements of comprehensive income for the three months ended September 30, 2023 and 2022, and for the nine months ended September 30, 2023 and 2022, the consolidated statements of changes in equity and cash flows for the nine months then ended, and related notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the "consolidated financial statements"). Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission (FSC) of the Republic of China (ROC). Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

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

Basis for Qualified Conclusion

As disclosed in Note 16 to the consolidated financial statements, the financial statements of non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of September 30, 2023 and 2022, the unreviewed assets were NT\$108,940,679 thousand and NT\$57,561,444 thousand, respectively, representing 28% and 16%, respectively, of the consolidated total assets, and the unreviewed liabilities were NT\$64,168,829 thousand and NT\$41,514,181 thousand, respectively, representing 21% and 15%, respectively, of the consolidated total liabilities. For the three months ended September 30, 2023 and 2022, and for the nine months ended September 30, 2023 and 2022, the amounts of the unreviewed comprehensive income or loss were NT\$449,430 thousand, NT\$903,313 thousand, NT\$2,205,189 thousand and NT\$2,033,033 thousand, respectively, representing 13%, 80%, 29% and 132%, respectively, of the consolidated comprehensive income. In addition, as disclosed in Note 17 to the consolidated financial statements, as of September 30, 2023 and 2022, the carrying amounts of investments accounted for using the equity method were NT\$10,342,758 thousand and

NT\$11,665,141 thousand, respectively, for the three months ended September 30, 2023 and 2022, and for the nine months ended September 30, 2023 and 2022, the amounts of the share in comprehensive (loss) income of associates and joint ventures were NT\$(125,142) thousand, NT\$(278,472) thousand, NT\$(549,044) thousand and NT\$(265,897) thousand, respectively; the amounts were calculated and disclosed on the basis of the unreviewed financial statements of the investees as of and for the same reporting periods as those of the Company. In addition, the related information of the investees disclosed in Note 42 to the consolidated financial statements was also based on the unreviewed financial statements.

Qualified Conclusion

Based on our reviews, except for adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries and related information of investees as described in the preceding paragraph been reviewed, nothing has come to our attention that caused us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of September 30, 2023 and 2022, and of its consolidated financial performance for the three months ended September 30, 2023 and 2022 and of its consolidated financial performance and its consolidated cash flows for the nine months ended September 30, 2023 and 2022 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers, and International Accounting Standard 34 “Interim Financial Reporting” endorsed and issued into effect by the FSC of the ROC.

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

Deloitte & Touche
Taipei, Taiwan
Republic of China

November 9, 2023

Notice to Readers

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

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

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	September 30, 2023		December 31, 2022		September 30, 2022	
	Amount	%	Amount	%	Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Note 6)	\$ 17,441,122	5	\$ 17,301,334	5	\$ 15,856,549	5
Financial assets at fair value through profit or loss (Note 7)	684,149	-	681,467	-	1,397,244	-
Financial assets at fair value through other comprehensive income (Note 8)	89,451	-	157,283	-	132,766	-
Financial assets at amortized cost (Notes 9, 10 and 39)	3,646,203	1	4,248,871	1	5,825,747	2
Notes and trade receivable (Notes 12 and 39)	213,663,018	55	201,632,117	56	191,724,218	54
Notes and trade receivable from related parties (Notes 12, 38 and 39)	1,084,299	-	741,275	-	713,279	-
Finance lease receivables (Note 13)	27,775,475	7	24,063,789	7	24,450,312	7
Other receivables (Notes 14 and 38)	6,690,963	2	4,489,997	1	3,292,528	1
Inventories (Notes 15 and 39)	12,883,011	4	9,882,920	3	10,746,989	3
Other current assets	4,050,279	1	3,511,275	1	5,156,132	1
Incremental costs of obtaining a contract (Note 38)	4,025,784	1	4,072,786	1	3,917,789	1
Total current assets	292,033,754	76	270,783,114	75	263,213,553	74
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss (Note 7)	195,759	-	74,288	-	74,366	-
Financial assets at fair value through other comprehensive income (Note 8)	758,966	-	522,944	-	514,668	-
Financial assets at amortized cost (Notes 9, 10 and 39)	1,635,392	-	1,553,210	-	1,302,503	-
Investments accounted for using the equity method (Notes 17 and 39)	24,008,258	6	24,243,626	7	24,547,407	7
Property, plant and equipment (Notes 18, 38 and 39)	43,147,192	11	38,905,387	11	37,154,966	11
Right-of-use assets (Notes 20 and 38)	2,437,401	1	2,170,996	1	2,276,630	1
Investment properties (Notes 19 and 39)	14,369,818	4	15,440,918	4	16,941,652	5
Goodwill (Notes 21 and 32)	466,307	-	882	-	882	-
Vehicle model development cost (Note 21)	190,038	-	276,776	-	249,110	-
Other intangible assets (Note 21)	436,745	-	426,015	-	420,218	-
Deferred tax assets	2,186,737	1	2,325,075	1	2,408,899	1
Long-term finance lease receivables (Note 13)	1,654,385	-	1,436,322	-	1,314,542	-
Refundable deposits (Note 36)	397,322	-	436,013	-	440,635	-
Other non-current assets	2,806,046	1	1,836,048	1	4,444,409	1
Total non-current assets	94,690,366	24	89,648,500	25	92,090,887	26
TOTAL	\$ 386,724,120	100	\$ 360,431,614	100	\$ 355,304,440	100
LIABILITIES AND EQUITY						
CURRENT LIABILITIES						
Short-term borrowings (Note 22)	\$ 52,894,901	14	\$ 66,016,213	18	\$ 51,901,647	15
Short-term bills payable (Note 22)	174,061,646	45	137,833,828	38	140,597,280	40
Financial liabilities for hedging (Note 11)	-	-	-	-	220	-
Notes and trade payables	3,542,243	1	3,977,733	1	3,188,033	1
Notes and trade payable to related parties (Note 38)	1,424,645	-	1,020,564	-	1,712,919	-
Other payables (Notes 24 and 38)	6,897,623	2	7,223,189	2	7,392,026	2
Current tax liabilities	1,245,817	-	1,009,907	-	853,237	-
Provisions (Note 25)	82,528	-	87,825	-	92,796	-
Lease liabilities (Notes 20 and 38)	622,851	-	589,471	-	601,352	-
Current portion of bonds payable (Note 23)	15,937,550	4	19,428,749	6	22,820,670	6
Current portion of long-term borrowings (Note 22)	2,172,725	1	2,117,056	1	1,717,253	1
Other current liabilities (Note 24)	15,724,007	4	14,267,340	4	13,939,979	4
Total current liabilities	274,606,536	71	253,571,875	70	244,817,412	69
NON-CURRENT LIABILITIES						
Bonds payable (Note 23)	11,292,515	3	4,700,000	2	8,300,000	3
Long-term borrowings (Note 22)	8,906,321	2	19,073,721	5	15,346,625	4
Provisions (Note 25)	363,648	-	395,037	-	403,177	-
Deferred tax liabilities	4,713,797	1	4,392,028	1	4,343,332	1
Lease liabilities (Notes 20 and 38)	1,580,927	1	1,322,659	1	1,410,181	1
Net defined benefit liabilities	158,182	-	180,555	-	359,695	-
Investments accounted for using the equity method in credit	430	-	3,690,555	1	4,510,895	1
Other non-current liabilities (Note 24)	440,920	-	593,332	-	901,245	-
Total non-current liabilities	27,456,740	7	34,347,887	10	35,575,150	10
Total liabilities	302,063,276	78	287,919,762	80	280,392,562	79
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY (Note 27)						
Share capital						
Ordinary shares	10,700,000	3	10,000,000	3	10,000,000	3
Unregistered share capital	13	-	-	-	-	-
Total share capital	10,700,013	3	10,000,000	3	10,000,000	3
Capital surplus	12,939,631	4	7,923,262	2	7,916,176	2
Retained earnings						
Legal reserve	8,769,623	2	8,769,623	2	8,769,623	3
Special reserve	20,078,565	5	22,228,565	6	22,228,565	6
Unappropriated earnings (accumulated deficits)	3,318,280	1	(1,146,938)	-	1,546,200	-
Total retained earnings	32,166,468	8	29,851,250	8	32,544,388	9
Other equity						
Exchange differences on translating foreign operations	(346,233)	-	(776,164)	-	(456,971)	-
Unrealized gain on financial assets at fair value through other comprehensive income	1,470,868	-	1,508,886	-	1,483,296	-
Loss on hedging instrument	-	-	-	-	(94)	-
Total other equity	1,124,635	-	732,722	-	1,026,231	-
Treasury shares	(376,301)	-	(376,301)	-	(376,301)	-
Total equity attributable to owners of the Company	56,554,446	15	48,130,933	13	51,110,494	14
NON-CONTROLLING INTERESTS (Notes 27 and 35)	28,106,398	7	24,380,919	7	23,801,384	7
Total equity	84,660,844	22	72,511,852	20	74,911,878	21
TOTAL	\$ 386,724,120	100	\$ 360,431,614	100	\$ 355,304,440	100

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

(With Deloitte & Touche review report dated November 9, 2023)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

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

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2023		2022		2023		2022	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Notes 28 and 38)								
Sales	\$ 9,988,011	49	\$ 10,044,031	52	\$ 28,891,591	49	\$ 29,567,842	53
Rental revenue	2,820,438	14	2,394,698	13	7,960,124	14	6,903,700	12
Service revenue	841,875	4	794,606	4	2,491,048	4	2,294,000	4
Other operating revenue	<u>6,848,702</u>	<u>33</u>	<u>6,053,014</u>	<u>31</u>	<u>19,709,824</u>	<u>33</u>	<u>17,283,900</u>	<u>31</u>
Total operating revenue	<u>20,499,026</u>	<u>100</u>	<u>19,286,349</u>	<u>100</u>	<u>59,052,587</u>	<u>100</u>	<u>56,049,442</u>	<u>100</u>
OPERATING COSTS (Notes 15, 26, 29 and 38)								
Cost of goods sold	8,970,188	44	9,000,122	47	25,791,527	44	26,077,665	47
Rental cost	2,236,935	11	1,898,413	10	6,360,943	11	5,449,233	10
Service cost	485,575	2	484,426	2	1,423,184	2	1,389,309	2
Other operating cost	<u>1,449,817</u>	<u>7</u>	<u>1,026,228</u>	<u>5</u>	<u>4,145,702</u>	<u>7</u>	<u>2,712,892</u>	<u>5</u>
Total operating costs	<u>13,142,515</u>	<u>64</u>	<u>12,409,189</u>	<u>64</u>	<u>37,721,356</u>	<u>64</u>	<u>35,629,099</u>	<u>64</u>
GROSS PROFIT	7,356,511	36	6,877,160	36	21,331,231	36	20,420,343	36
UNREALIZED (GAIN) LOSS ON TRANSACTIONS WITH ASSOCIATES AND JOINT VENTURES	<u>(304)</u>	<u>-</u>	<u>1,528</u>	<u>-</u>	<u>(4,232)</u>	<u>-</u>	<u>(179)</u>	<u>-</u>
REALIZED GROSS PROFIT	<u>7,356,207</u>	<u>36</u>	<u>6,878,688</u>	<u>36</u>	<u>21,326,999</u>	<u>36</u>	<u>20,420,164</u>	<u>36</u>
OPERATING EXPENSES (Notes 26, 29 and 38)								
Selling and marketing expenses	2,407,530	12	2,124,299	11	6,764,416	12	6,304,657	11
General and administrative expenses	1,440,551	7	1,447,330	8	4,350,563	7	4,065,462	7
Research and development expenses	70,136	-	85,303	-	248,161	-	180,952	-
Expected credit loss	<u>1,056,394</u>	<u>5</u>	<u>753,309</u>	<u>4</u>	<u>2,921,522</u>	<u>5</u>	<u>2,025,336</u>	<u>4</u>
Total operating expenses	<u>4,974,611</u>	<u>24</u>	<u>4,410,241</u>	<u>23</u>	<u>14,284,662</u>	<u>24</u>	<u>12,576,407</u>	<u>22</u>
PROFIT FROM OPERATIONS	<u>2,381,596</u>	<u>12</u>	<u>2,468,447</u>	<u>13</u>	<u>7,042,337</u>	<u>12</u>	<u>7,843,757</u>	<u>14</u>
NON-OPERATING INCOME (LOSS)								
Other income (Note 29)	241,065	1	261,367	1	704,537	1	648,974	1
Other gains and losses (Note 29)	15,937	-	41,757	-	322,045	1	647,219	1
Finance costs (Note 29)	<u>(121,067)</u>	<u>-</u>	<u>(113,494)</u>	<u>-</u>	<u>(477,971)</u>	<u>(1)</u>	<u>(327,561)</u>	<u>-</u>
Share of profit (loss) of associates and joint ventures accounted for using the equity method (Note 17)	286,257	1	(1,282,294)	(7)	698,297	1	(6,273,521)	(11)
Interest income (Note 29)	<u>81,705</u>	<u>-</u>	<u>70,428</u>	<u>-</u>	<u>266,596</u>	<u>1</u>	<u>200,017</u>	<u>-</u>
Total non-operating income (loss)	<u>503,897</u>	<u>2</u>	<u>(1,022,236)</u>	<u>(6)</u>	<u>1,513,504</u>	<u>3</u>	<u>(5,104,872)</u>	<u>(9)</u>

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YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

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

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2023		2022		2023		2022	
	Amount	%	Amount	%	Amount	%	Amount	%
NET PROFIT BEFORE INCOME TAX	\$ 2,885,493	14	\$ 1,446,211	7	\$ 8,555,841	15	\$ 2,738,885	5
INCOME TAX EXPENSE (Note 30)	<u>599,957</u>	<u>3</u>	<u>617,891</u>	<u>3</u>	<u>1,805,487</u>	<u>3</u>	<u>2,030,250</u>	<u>4</u>
NET PROFIT FOR THE PERIOD	<u>2,285,536</u>	<u>11</u>	<u>828,320</u>	<u>4</u>	<u>6,750,354</u>	<u>12</u>	<u>708,635</u>	<u>1</u>
OTHER COMPREHENSIVE INCOME (LOSS)								
Items that will not be reclassified subsequently to profit or loss:								
Remeasurement of defined benefit plans	232	-	(9)	-	54,309	-	(5,206)	-
Unrealized (loss) gain on investments in equity instruments at fair value through other comprehensive income	(50,345)	-	(8,953)	-	6,964	-	(55,224)	-
Share of the other comprehensive income (loss) of associates and joint ventures accounted for using the equity method	<u>7,384</u>	<u>-</u>	<u>44,898</u>	<u>-</u>	<u>62,639</u>	<u>-</u>	<u>(120,809)</u>	<u>-</u>
	<u>(42,729)</u>	<u>-</u>	<u>35,936</u>	<u>-</u>	<u>123,912</u>	<u>-</u>	<u>(181,239)</u>	<u>-</u>
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating the financial statements of foreign operations	904,684	4	259,968	2	452,694	1	542,889	1
Gain (loss) on hedging instruments not subject to basis adjustment	-	-	37	-	-	-	(348)	-
Share of the other comprehensive income (loss) of associates and joint ventures accounted for using the equity method	<u>403,822</u>	<u>2</u>	<u>6,248</u>	<u>-</u>	<u>182,185</u>	<u>-</u>	<u>467,759</u>	<u>1</u>
	<u>1,308,506</u>	<u>6</u>	<u>266,253</u>	<u>2</u>	<u>634,879</u>	<u>1</u>	<u>1,010,300</u>	<u>2</u>
Other comprehensive income for the period, net of income tax	<u>1,265,777</u>	<u>6</u>	<u>302,189</u>	<u>2</u>	<u>758,791</u>	<u>1</u>	<u>829,061</u>	<u>2</u>
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	<u>\$ 3,551,313</u>	<u>17</u>	<u>\$ 1,130,509</u>	<u>6</u>	<u>\$ 7,509,145</u>	<u>13</u>	<u>\$ 1,537,696</u>	<u>3</u>
NET PROFIT (LOSS) ATTRIBUTABLE TO:								
Owners of the Company	\$ 1,255,812	6	\$ (125,262)	(1)	\$ 3,550,303	6	\$ (1,938,549)	(4)
Non-controlling interests	<u>1,029,724</u>	<u>5</u>	<u>953,582</u>	<u>5</u>	<u>3,200,051</u>	<u>6</u>	<u>2,647,184</u>	<u>5</u>
	<u>\$ 2,285,536</u>	<u>11</u>	<u>\$ 828,320</u>	<u>4</u>	<u>\$ 6,750,354</u>	<u>12</u>	<u>\$ 708,635</u>	<u>1</u>

(Continued)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

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

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2023		2022		2023		2022	
	Amount	%	Amount	%	Amount	%	Amount	%
TOTAL COMPREHENSIVE INCOME (LOSS) ATTRIBUTABLE TO:								
Owners of the Company	\$ 2,222,339	11	\$ 197,589	1	\$ 4,110,658	7	\$ (1,283,229)	(2)
Non-controlling interests	<u>1,328,974</u>	<u>6</u>	<u>932,920</u>	<u>5</u>	<u>3,398,487</u>	<u>6</u>	<u>2,820,925</u>	<u>5</u>
	<u>\$ 3,551,313</u>	<u>17</u>	<u>\$ 1,130,509</u>	<u>6</u>	<u>\$ 7,509,145</u>	<u>13</u>	<u>\$ 1,537,696</u>	<u>3</u>
EARNINGS (LOSS) PER SHARE (Note 31)								
Basic	<u>\$ 1.20</u>		<u>\$ (0.13)</u>		<u>\$ 3.55</u>		<u>\$ (1.98)</u>	
Diluted	<u>\$ 1.12</u>		<u>\$ (0.13)</u>		<u>\$ 3.43</u>		<u>\$ (1.98)</u>	

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

(With Deloitte & Touche review report dated November 9, 2023)

(Concluded)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

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

	Equity Attributable to Owners of the Company												Non-controlling Interests	Total Equity
	Share Capital	Unregistered Share Capital	Capital Surplus	Retained Earnings			Exchange Differences on Translating Foreign Operations	Other Equity		Treasury Shares	Total			
				Legal Reserve	Special Reserve	Unappropriated Earnings (Accumulated Deficit)		Unrealized Gain on Financial Assets at Fair Value Through Other Comprehensive Income	Gain (Loss) on Hedging Instruments					
BALANCE, JANUARY 1, 2022	\$ 10,000,000	\$ -	\$ 6,578,018	\$ 8,281,822	\$ 22,228,565	\$ 5,514,701	\$ (1,287,377)	\$ 1,712,376	\$ 62	\$ (376,304)	\$ 52,651,863	\$ 18,047,660	\$ 70,699,523	
Appropriation of 2021 earnings	-	-	-	-	-	-	-	-	-	-	-	-	-	
Legal reserve	-	-	-	487,801	-	(487,801)	-	-	-	-	-	-	-	
Cash dividends distributed by the Company (NT\$1.5 per share)	-	-	-	-	-	(1,500,000)	-	-	-	-	(1,500,000)	-	(1,500,000)	
Cash dividends distributed by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(1,423,490)	(1,423,490)	
Change in equity from investments in associates and joint venture accounted for using the equity method	-	-	1,144	-	-	(464)	-	-	-	-	680	-	680	
Disposal of the Corporation's shares held by subsidiaries	-	-	-	-	-	-	-	-	-	3	3	-	3	
Change in the Company's capital surplus due to the distribution of dividends to subsidiaries	-	-	11,290	-	-	-	-	-	-	-	11,290	-	11,290	
Change in equity from the differences between the consideration received or paid and the carrying amount of the subsidiaries' net assets during disposal or acquisition	-	-	(794)	-	-	-	-	-	-	-	(794)	(649,780)	(650,574)	
Changes in percentage of ownership interests in subsidiaries	-	-	1,326,518	-	-	(95,837)	-	-	-	-	1,230,681	4,972,809	6,203,490	
Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	33,260	33,260	
Net (loss) income for the nine months ended September 30, 2022	-	-	-	-	-	(1,938,549)	-	-	-	-	(1,938,549)	2,647,184	708,635	
Other comprehensive (loss) income for the nine months ended September 30, 2022	-	-	-	-	-	(5,053)	830,406	(169,877)	(156)	-	655,320	173,741	829,061	
Total comprehensive income (loss) for the nine months ended September 30, 2022	-	-	-	-	-	(1,943,602)	830,406	(169,877)	(156)	-	(1,283,229)	2,820,925	1,537,696	
Disposal of the investment in equity instruments designed as at fair value through other comprehensive income	-	-	-	-	-	59,203	-	(59,203)	-	-	-	-	-	
BALANCE, SEPTEMBER 30, 2022	\$ 10,000,000	\$ -	\$ 7,916,176	\$ 8,769,623	\$ 22,228,565	\$ 1,546,200	\$ (456,971)	\$ 1,483,296	\$ (94)	\$ (376,301)	\$ 51,310,494	\$ 23,801,384	\$ 74,911,878	
BALANCE, JANUARY 1, 2023	\$ 10,000,000	\$ -	\$ 7,923,262	\$ 8,769,623	\$ 22,228,565	\$ (1,146,938)	\$ (776,164)	\$ 1,508,886	\$ -	\$ (376,301)	\$ 48,130,933	\$ 24,380,919	\$ 72,511,852	
Appropriation of 2022 earnings	-	-	-	-	-	-	-	-	-	-	-	-	-	
Special reserve	-	-	-	-	(2,150,000)	2,150,000	-	-	-	-	-	-	-	
Cash dividends distributed by the Company (NT\$0.93 per share)	-	-	-	-	-	(1,000,000)	-	-	-	-	(1,000,000)	-	(1,000,000)	
Cash dividends distributed by subsidiaries	-	-	-	-	-	-	-	-	-	-	-	(2,002,762)	(2,002,762)	
Equity component of convertible bonds issued by the Company	-	-	573,028	-	-	-	-	-	-	-	573,028	-	573,028	
Change in equity from investments in associates and joint venture accounted for using the equity method	-	-	50,896	-	-	(330,436)	-	-	-	-	(279,540)	(388,832)	(668,372)	
Change in the Company's capital surplus due to the distribution of dividends to subsidiaries	-	-	7,526	-	-	-	-	-	-	-	7,526	-	7,526	
Change in equity from the differences between the consideration received or paid and the carrying amount of the subsidiaries' net assets during disposal or acquisition	-	-	14,057	-	-	(68,197)	-	-	-	-	(54,140)	382,352	328,212	
Changes in percentage of ownership interests in subsidiaries	-	-	213,545	-	-	(4,894)	-	-	-	-	208,651	203,784	412,435	
Change in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	2,132,450	2,132,450	
Issuance of ordinary share for cash	700,000	-	4,052,000	-	-	-	-	-	-	-	4,752,000	-	4,752,000	
Convertible bonds	-	13	81	-	-	-	-	-	-	-	94	-	94	
Employee share options	-	-	105,236	-	-	-	-	-	-	-	105,236	-	105,236	
Net income for the nine months ended September 30, 2023	-	-	-	-	-	3,550,303	-	-	-	-	3,550,303	3,200,051	6,750,354	
Other comprehensive income (loss) for the nine months ended September 30, 2023	-	-	-	-	-	54,738	429,931	75,686	-	-	560,355	198,436	758,791	
Total comprehensive income (loss) for the nine months ended September 30, 2023	-	-	-	-	-	3,605,041	429,931	75,686	-	-	4,110,658	3,398,487	7,509,145	
Disposal of the investment in equity instruments designed as at fair value through other comprehensive income by associate	-	-	-	-	-	45,031	-	(45,031)	-	-	-	-	-	
Disposal of the investment in equity instruments designed as at fair value through other comprehensive income	-	-	-	-	-	68,673	-	(68,673)	-	-	-	-	-	
BALANCE, SEPTEMBER 30, 2023	\$ 10,700,000	\$ 13	\$ 12,939,631	\$ 8,769,623	\$ 20,078,565	\$ 3,318,280	\$ (346,233)	\$ 1,470,868	\$ -	\$ (376,301)	\$ 56,554,446	\$ 28,106,395	\$ 84,660,841	

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

(With Deloitte & Touche review report dated November 9, 2023)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	\$ 8,555,841	\$ 2,738,885
Adjustments for:		
Depreciation expense	6,345,239	5,639,877
Amortization expense	2,575,694	2,531,447
Net (gain) loss on fair value change of financial assets and liabilities designated as at fair value through profit or loss	(19,791)	93,149
Finance costs	4,068,296	2,533,300
Interest income	(18,632,583)	(16,037,784)
Dividends income	(37,432)	(81,544)
Compensation costs of employee share options	105,236	58,155
Share of (profit) loss of associates and joint ventures accounted for using the equity method	(698,297)	6,273,521
Gain on disposal of property, plant and equipment	(6,936)	(19,568)
Loss on disposal of intangible assets	6,593	-
Gain on disposal of investment	(120,357)	-
Impairment loss (reversal of impairment loss) recognized on non-financial assets	116,235	(285,374)
Expected credit loss	2,921,522	2,025,336
Unrealized gain on transactions with associates and joint ventures	4,232	179
Net gain on foreign currency exchange	(29,969)	(123,776)
Gain on lease modification	(5,709)	(15,638)
(Reversal) recognition of provisions	(8,452)	3,137
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at fair value through profit or loss	(93,868)	242,707
Notes and trade receivable	(14,348,612)	(26,570,431)
Other receivables	(1,588,303)	(445,824)
Inventories	(985,629)	(891,153)
Other current assets	(582,345)	452,483
Finance lease receivables	(3,323,497)	(812,207)
Available-for-operating-sale leased assets	(8,033,264)	(5,399,826)
Incremental cost of obtaining a contract	(2,411,800)	(3,101,488)
Other operating assets	(1,764,142)	(935,193)
Notes and trade payable	(168,519)	(879,907)
Other payables	(1,452,765)	(1,528,153)
Provisions	(28,234)	(55,233)
Guarantee deposits	1,130,520	474,115
Other current liabilities	211,405	(670,464)
Accrued pension liabilities	31,936	(158,541)
Other operating liabilities	(10,190)	4,781
Cash used in operations	(28,277,945)	(34,941,032)
Interest received	17,753,357	15,829,363
		(Continued)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2023	2022
Interest paid	\$ (4,119,801)	\$ (2,534,322)
Income tax paid	<u>(1,119,897)</u>	<u>(2,007,706)</u>
Net cash used in operating activities	<u>(15,764,286)</u>	<u>(23,653,697)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at fair value through other comprehensive income	(1,075)	(15,000)
Proceeds from disposal of financial assets at fair value through other comprehensive income	82,039	6,040
Purchase of financial assets at amortized cost	(2,835,796)	(3,356,977)
Proceeds from disposal of financial assets at amortized cost	3,445,631	3,136,903
Payments for disposal of investments accounted for using the equity method	(5,106,520)	-
Increase in prepayments for investments	-	(3,025,086)
Acquisition of subsidiaries (net of cash acquired)	190,328	-
Proceeds from capital reduction of investments accounted for using equity method	114,741	-
Payments for property, plant and equipment	(1,306,591)	(806,517)
Proceeds from disposal of property, plant and equipment	328,124	289,104
Decrease (increase) in refundable deposits	40,698	(59,525)
Payments for intangible assets	(58,795)	(119,116)
Payments for right-of-use assets	(714)	(2,098)
Payments for investment properties	(732,384)	(648,800)
Dividend received	<u>1,465,318</u>	<u>2,141,783</u>
Net cash used in investing activities	<u>(4,374,996)</u>	<u>(2,459,289)</u>
CASH FLOWS FROM FINANCING ACTIVITIES		
Proceeds from short-term borrowings	143,707,518	154,214,165
Repayment of short-term borrowings	(157,340,072)	(144,616,743)
Proceeds from short-term bills payable	340,380,848	420,486,690
Repayment of short-term bills payable	(304,544,075)	(410,820,039)
Issuance of convertible bonds payable	7,136,606	-
Issuance of bonds payable	4,440,724	-
Repayment of bonds	(7,938,000)	-
Proceeds from long-term borrowings	31,796,609	27,777,119
Repayment of long-term borrowings	(41,906,724)	(22,963,567)
Change in guarantee deposits	(108,824)	182,551
Repayment of lease liabilities	(493,601)	(482,622)
Dividends paid	(1,961,177)	(2,910,462)

(Continued)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2023	2022
Proceeds from disposal of treasury shares	\$ -	\$ 3
Proceeds from issuance of ordinary shares	4,752,000	-
Change in non-controlling interests	<u>2,149,514</u>	<u>5,527,994</u>
Net cash generated from financing activities	<u>20,071,346</u>	<u>26,395,089</u>
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH HELD IN FOREIGN CURRENCIES	<u>207,724</u>	<u>282,239</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	139,788	564,342
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>17,301,334</u>	<u>15,292,207</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 17,441,122</u>	<u>\$ 15,856,549</u>

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

(With Deloitte & Touche review report dated November 9, 2023)

(Concluded)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023 AND 2022 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

1. GENERAL INFORMATION

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

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

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

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by the board of directors on November 9, 2023.

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

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

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

- b. The IFRSs endorsed by the FSC for application starting from 2024

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note 1)
Amendments to IFRS 16 “Leases Liability in a Sale and Leaseback”	January 1, 2024 (Note 2)
Amendments to IAS 1 “Classification of Liabilities as Current or Non-current”	January 1, 2024
Amendments to IAS 1 “Non-current Liabilities with Covenants”	January 1, 2024
Amendments to IAS 7 and IFRS 7 “Supplier Finance Arrangements”	January 1, 2024 (Note 3)

Note 1: Unless stated otherwise, the above IFRSs are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: A seller-lessee shall apply the Amendments to IFRS 16 retrospectively to sale and leaseback transactions entered into after the date of initial application of IFRS 16.

Note 3: The amendments provide some transition relief regarding disclosure requirements.

As of the date the consolidated financial statements were authorized for issue, the Group continues in evaluating the impact on its financial position and financial performance as a result of the initial adoption of the aforementioned standards or interpretations. The related impact will be disclosed when the Group completes the evaluation.

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

<u>New, Amended and Revised Standards and Interpretations</u>	<u>Effective Date Announced by IASB (Note 1)</u>
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 “Initial Application of IFRS 9 and IFRS 17 - Comparative Information”	January 1, 2023
Amendments to IAS 21 “Lack of Exchangeability”	January 1, 2025 (Note 2)

Note 1: Unless stated otherwise, the above IFRSs are effective for annual reporting periods beginning on or after their respective effective dates.

Note 2: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2025. Upon initial application of the amendments, the entity recognizes any effect as an adjustment to the opening balance of retained earnings. When the entity uses a presentation currency other than its functional currency, it shall, at the date of initial application, recognize any effect as an adjustment to the cumulative amount of translation differences in equity.

As of the date the consolidated financial statements were authorized for issue, the Group continues in evaluating the impact on its financial position and financial performance as a result of the initial adoption of the aforementioned standards or interpretations. The related impact will be disclosed when the Group completes the evaluation.

4. SUMMARY OF MATERIAL ACCOUNTING POLICIES INFORMATION

Statement of Compliance

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

Basis of Preparation

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

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

- a. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;

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

Current and Non-current Assets and Liabilities

Current assets include:

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

Current liabilities include:

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

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

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

Basis of Consolidation

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

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

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

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

Other Material Accounting Policies

Except for the following, please refer to the consolidated financial statements for the year ended December 31, 2022.

a. Retirement benefits

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

b. Income tax expense

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

c. Share-based payment arrangements

The fair value at the grant date of the employee share options is expensed on a straight-line basis over the vesting period, based on the Group's best estimates of the number of shares or options that are expected to ultimately vest, with a corresponding increase in capital surplus - employee share options. The expense is recognized in full at the grant date if the grants are vested immediately. The grant date of issued ordinary shares for cash which are reserved for employees is the date on which the number of shares that the employees purchase is confirmed.

d. Convertible bonds

The component parts of convertible bonds issued by the Corporation are classified separately as financial liabilities and equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

On initial recognition, the fair value of the liability component is estimated using the prevailing market interest rate for similar non-convertible instruments. This amount is recorded as a liability on an amortized cost basis using the effective interest method until extinguished upon conversion or upon the instrument's maturity date. Any embedded derivative liability is measured at fair value.

The conversion option classified as equity is determined by deducting the amount of the liability component from the fair value of the compound instrument as a whole. This is recognized and included in equity, and is not subsequently remeasured. In addition, the conversion option classified as equity will remain in equity until the conversion option is exercised; in which case, the balance recognized in equity will be transferred to capital surplus - share premiums. When the conversion option remains unexercised at maturity, the balance recognized in equity will be transferred to capital surplus - share premiums.

Transaction costs that relate to the issuance of the convertible notes are allocated to the liability and equity components in proportion to the allocation of the gross proceeds. Transaction costs relating to the equity component are recognized directly in equity. Transaction costs relating to the liability component are included in the carrying amount of the liability component.

e. Business combinations

Acquisitions of businesses are accounted for using the acquisition method. Acquisition-related costs are generally recognized in profit or loss as incurred.

Goodwill is measured as the sum of the consideration transferred, the amount of any non-controlling interests in the acquiree, and the fair value of the acquirer's previously held equity interest in the acquiree in excess of the net of the acquisition-date amounts of the identifiable assets acquired and the liabilities assumed. If, after reassessment, the net of the acquisition-date amounts of the identifiable assets acquired and liabilities assumed exceeds the sum of the consideration transferred, the amount of any non-controlling interests in the acquiree and the fair value of the acquirer's previously held interest in the acquiree, the excess is recognized immediately in profit or loss as a bargain purchase gain.

If the initial accounting for a business combination is not completed by the end of the reporting period in which the combination occurs, the Group, as the acquiring entity, reports in its financial statements provisional amounts for the items for which the accounting is incomplete. These provisional amounts recognized at the acquisition date are adjusted retrospectively during the measurement period when new information is obtained about facts and circumstances that existed as of the acquisition date that, if known, would have affected the measurement of the amounts initially recognized or would have resulted in the recognition of other assets and liabilities.

f. Acquisition of a subsidiary other than a business

The Group identifies and recognized the individual identifiable asset (intangible asset) acquired by it and liabilities to be borne by it upon acquisition of the subsidiary other than a business, and allocates the transaction price to the individual identifiable assets and liabilities. At the time of allocation, on the basis of the corresponding fair value prevailing on the date of acquisition, The total transaction price is allocated to each individual identifiable assets and liabilities as transaction price. The difference between the original measured amount and the individual transaction price in each applicable standard shall then be followed.

g. Goodwill

Goodwill arising from the acquisition of a business is carried at cost as established at the acquisition date less accumulated impairment loss.

For the purposes of impairment testing, goodwill is allocated to each of the acquirer's cash-generating units (CGUs), or groups of cash-generating units (referred to as cash-generating units), that are expected to benefit from the synergies of the combination.

A CGU to which goodwill has been allocated is tested for impairment annually, or more frequently when there is an indication that the unit may be impaired, by comparing its carrying amount, including the attributable goodwill, with its recoverable amount. However, if the goodwill allocated to a CGU is acquired in a business combination during the current annual period, that unit should be tested for impairment before the end of the current annual period. If the recoverable amount of the cash-generating unit is less than its carrying amount, the impairment loss is allocated first to reduce the carrying amount of any goodwill allocated to the unit and then to the other assets of the unit pro rata based on the carrying amount of each asset in the unit. Any impairment loss is recognized directly in profit or loss. An impairment loss recognized on goodwill is not reversed in subsequent periods.

If goodwill has been allocated to a cash-generating unit and the entity disposes of an operation within that unit, the goodwill associated with the operation disposed of is included in the carrying amount of the operation when determining the gain or loss on disposal and is measured on the basis of the relative values of the operation disposed of and the portion of the cash-generating unit retained.

5. MATERIAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

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

When developing material accounting estimates, the Group considers the possible impact of the recent development of the COVID-19 pandemic and its economic environment implications on the cash flow projection, growth rates, discount rates, profitability and other relevant material estimates. The estimates and underlying assumptions are reviewed on an ongoing basis.

For the summary of critical accounting judgements and key sources of estimation uncertainty, please refer to the consolidated financial statements for the year ended December 31, 2022.

6. CASH AND CASH EQUIVALENTS

	September 30, 2023	December 31, 2022	September 30, 2022
Cash on hand	\$ 16,063	\$ 23,786	\$ 34,011
Checking accounts and demand deposits	14,225,473	14,677,352	13,732,485
Cash equivalent			
Time deposits with original maturities within 3 months	3,169,451	2,422,919	2,089,917
Short-term notes	30,000	127,143	-
Third-party payment service deposits	135	134	136
Repurchase agreements	-	50,000	-
	<u>\$ 17,441,122</u>	<u>\$ 17,301,334</u>	<u>\$ 15,856,549</u>

7. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Financial assets at FVTPL - current</u>			
Financial assets mandatorily classified as at FVTPL			
Derivative financial assets (not under hedge accounting)			
Options of convertible bonds	\$ 6,300	\$ -	\$ -
Non-derivative financial assets			
Domestic and foreign quoted shares	10,193	8,910	106,334
Mutual funds	345,312	109,540	211,577
Hybrid financial assets			
Structured deposits	209,979	399,869	442,073
Principal guaranteed financial assets	<u>112,365</u>	<u>163,148</u>	<u>637,260</u>
	<u>\$ 684,149</u>	<u>\$ 681,467</u>	<u>\$ 1,397,244</u>

(Continued)

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Financial assets at FVTPL - non-current</u>			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
Domestic and foreign unlisted shares	\$ 2,420	\$ 2,303	\$ 2,381
Limited partnerships investment	71,985	71,985	71,985
Hybrid financial assets			
Principal guaranteed financial assets	<u>121,354</u>	<u>-</u>	<u>-</u>
	<u>\$ 195,759</u>	<u>\$ 74,288</u>	<u>\$ 74,366</u>
			(Concluded)

8. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Current</u>			
Domestic investments			
Quoted stocks	<u>\$ 89,451</u>	<u>\$ 157,283</u>	<u>\$ 132,766</u>
<u>Non-current</u>			
Domestic investments			
Quoted stocks	\$ 303,300	\$ 96,025	\$ 91,825
Domestic unlisted shares	444,198	425,940	421,880
Others	1,529	979	963
Foreign investments			
Foreign unlisted shares	<u>9,939</u>	<u>-</u>	<u>-</u>
	<u>\$ 758,966</u>	<u>\$ 522,944</u>	<u>\$ 514,668</u>

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

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

9. FINANCIAL ASSETS AT AMORTIZED COST

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Financial assets - current</u>			
Time deposits with original maturity more than 3 months	\$ 2,252,277	\$ 2,506,834	\$ 3,365,776
Reserve account	259,989	355,755	384,660
Restricted bank deposit	300,003	449,125	581,857
Pledged time deposits	8,580	6,681	5,701
Bank deposit for specified purpose	21,550	27,310	24,328
Beneficiary right of the real estate trust (a)	<u>811,914</u>	<u>912,281</u>	<u>1,480,288</u>
	3,654,313	4,257,986	5,842,610
Less: Allowance for impairment loss	<u>(8,110)</u>	<u>(9,115)</u>	<u>(16,863)</u>
	<u>\$ 3,646,203</u>	<u>\$ 4,248,871</u>	<u>\$ 5,825,747</u>
<u>Financial assets - non-current</u>			
Central Government Development Bonds (b)	\$ 200	\$ 600	\$ 2,000
Pledged time deposits	51,690	45,617	45,606
Reserve account	20,194	28,467	-
Restricted bank deposit	585,450	563,819	577,726
Time deposits with original maturity more than 3 months	970,834	908,336	670,800
Debt instruments investment	<u>9,900</u>	<u>9,900</u>	<u>9,900</u>
	1,638,268	1,556,739	1,306,032
Less: Allowance for impairment loss	<u>(2,876)</u>	<u>(3,529)</u>	<u>(3,529)</u>
	<u>\$ 1,635,392</u>	<u>\$ 1,553,210</u>	<u>\$ 1,302,503</u>

- a. Shinshin acquired debt instruments which is beneficiary right of the real estate trust. As of September 30, 2023, December 31, 2022 and September 30, 2022, with yearly effective interest rates of 3.50%-6.90%, 3.50%-5.51% and 4.00%-8.51% respectively, and with maturity date in year 2026.
- b. Yulon Finance Co, Ltd. and Shinshin invested in Central Government Development Bonds with yearly payment coupon rates of 3.75% and 1.42% and with maturity dates. Shinshin has reclaimed the all principal upon maturity in April 2023. As of September 30, 2023, December 31, 2022 and September 30, 2022, Yulon Finance Co, Ltd and Shinshin pledged Central Government Development Bonds with face value of \$200 thousand, \$600 thousand and \$2,000 thousand, respectively, as guarantee deposits for evidence of claims in the courthouse.
- c. Refer to Note 10 for information relating to credit risk management and impairment of financial assets at amortized cost.
- d. Refer to Note 39 for information relating to financial assets at amortized cost pledged as security.

10. CREDIT RISK MANAGEMENT FOR INVESTMENTS IN DEBT INSTRUMENTS

Investments in debt instruments were classified as at amortized cost.

	September 30, 2023	December 31, 2022	September 30, 2022
Gross carrying amount	\$ 5,292,581	\$ 5,814,725	\$ 7,148,642
Less: Allowance for impairment loss	<u>(10,986)</u>	<u>(12,644)</u>	<u>(20,392)</u>
Amortized cost	<u>\$ 5,281,595</u>	<u>\$ 5,802,081</u>	<u>\$ 7,128,250</u>

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

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

11. FINANCIAL INSTRUMENTS FOR HEDGING

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Financial liabilities under hedge accounting</u>			
Cash flow hedges - foreign exchange forward contracts	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 220</u>

The Group entered into foreign exchange forward contracts to manage exposures to exchange rate fluctuations of foreign currency denominated assets and liabilities. The outstanding Foreign exchange forward contracts at the end of the reporting period were as follows:

September 30, 2023 and December 31, 2022: None

September 30, 2022

	Currency	Maturity Date	Notional Amount (In Thousands)
Buy	JPY/NTD	2022.11.09-2022.12.09	JPY16,800/NTD3,926

12. NOTES RECEIVABLE AND TRADE RECEIVABLES

	September 30, 2023	December 31, 2022	September 30, 2022
Notes and trade receivables	\$ 266,694,399	\$ 250,863,512	\$ 245,084,859
Less: Allowance for impairment loss	(6,290,574)	(6,529,325)	(13,949,212)
Unrealized interest income	<u>(45,656,508)</u>	<u>(41,960,795)</u>	<u>(38,698,150)</u>
	<u>\$ 214,747,317</u>	<u>\$ 202,373,392</u>	<u>\$ 192,437,497</u>

Trade and Notes Receivable

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

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

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

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

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

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

September 30, 2023

	Not Past Due	1-180 Days	181-365 Days	More Than 365 Days	Total
Gross carrying amount	\$ 218,225,606	\$ 2,445,268	\$ 100,540	\$ 266,477	\$ 221,037,891
Loss allowance (Lifetime ECL)	<u>(5,835,837)</u>	<u>(125,035)</u>	<u>(77,217)</u>	<u>(252,485)</u>	<u>(6,290,574)</u>
Amortized cost	<u>\$ 212,389,769</u>	<u>\$ 2,320,233</u>	<u>\$ 23,323</u>	<u>\$ 13,992</u>	<u>\$ 214,747,317</u>

December 31, 2022

	Not Past Due	1-180 Days	181-365 Days	More Than 365 Days	Total
Gross carrying amount	\$ 206,553,809	\$ 1,832,887	\$ 69,327	\$ 446,694	\$ 208,902,717
Loss allowance (Lifetime ECL)	<u>(5,886,199)</u>	<u>(138,167)</u>	<u>(64,103)</u>	<u>(440,856)</u>	<u>(6,529,325)</u>
Amortized cost	<u>\$ 200,667,610</u>	<u>\$ 1,694,720</u>	<u>\$ 5,224</u>	<u>\$ 5,838</u>	<u>\$ 202,373,392</u>

September 30, 2022

	Not Past Due	1-180 Days	181-365 Days	More Than 365 Days	Total
Gross carrying amount	\$ 196,580,807	\$ 1,716,982	\$ 68,190	\$ 8,020,730	\$ 206,386,709
Loss allowance (Lifetime ECL)	<u>(5,789,629)</u>	<u>(124,652)</u>	<u>(64,847)</u>	<u>(7,970,084)</u>	<u>(13,949,212)</u>
Amortized cost	<u>\$ 190,791,178</u>	<u>\$ 1,592,330</u>	<u>\$ 3,343</u>	<u>\$ 50,646</u>	<u>\$ 192,437,497</u>

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

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	\$ 6,529,325	\$ 13,408,027
Add: Net remeasurement of loss allowance	2,913,195	1,943,391
Add: Amounts recovered	297,455	464,367
Less: Reclassification	(150)	-
Less: Amounts written off	(3,461,551)	(1,907,928)
Foreign exchange gains and losses	<u>12,300</u>	<u>41,355</u>
Balance at September 30 (Note)	<u>\$ 6,290,574</u>	<u>\$ 13,949,212</u>

Note 1: In 2022, as Dongfeng Yulon Motor Co., Ltd. obtained approval from the court for bankruptcy and the reorganization plan, related notes and accounts receivable and the loss allowance of \$7,498,375 thousand were written off.

Note 2: As of September 30, 2023, the balance included the loss allowance of receivable from related parties of the Group - Dong Feng Yulon Motor Sales Co., Ltd. was \$112,475 thousand.

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

13. FINANCE LEASE RECEIVABLES

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Undiscounted lease payments</u>			
Year 1	\$ 20,901,297	\$ 19,056,021	\$ 20,234,505
Year 2	8,535,243	7,486,885	7,386,970
Year 3	2,471,677	2,327,677	2,348,157
Year 4	1,049,267	1,061,926	1,050,439
Year 5	240,981	182,678	234,688
Year 5 onwards	<u>300,722</u>	<u>292,828</u>	<u>300,387</u>
	33,499,187	30,408,015	31,555,146
Less: Unearned finance income	(3,235,493)	(3,145,139)	(3,330,896)
Less: Allowance for impairment loss	<u>(833,834)</u>	<u>(1,762,765)</u>	<u>(2,459,396)</u>
Lease payments receivable	<u>\$ 29,429,860</u>	<u>\$ 25,500,111</u>	<u>\$ 25,764,854</u>
Net investment in leases presented as finance lease receivables	<u>\$ 29,429,860</u>	<u>\$ 25,500,111</u>	<u>\$ 25,764,854</u>

The Group signed finance lease agreements for cars and equipment having an average lease term of 2.45 years.

The Group has been subleasing parts of its land and buildings. The Group subleases the land and buildings for all the remaining lease term of the main lease to the sublessee; the sublease contract is classified as a finance lease based on the remaining contractual terms and conditions of the main lease and sublease. The related right-of-use assets were derecognized and finance lease receivables were recognized. All these leases with average lease term of 12.49 years. The Group receives fixed lease payments yearly.

The interest rates inherent in leases are fixed at the contract dates for the entire term of the lease. The ranges of interest rates inherent in the finance lease were approximately 2.68%-13.98%, 3.43%-13.98% and 3.42%-13.98% as of September 30, 2023, December 31, 2022 and September 30, 2022, respectively.

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

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

September 30, 2023

	Not Past Due	1-180 Days	181-365 Days	More Than 365 Days	Total
Gross carrying amount	\$ 27,909,115	\$ 2,164,288	\$ 3,026	\$ 187,265	\$ 30,263,694
Loss allowance (Lifetime ECL)	<u>(392,312)</u>	<u>(251,231)</u>	<u>(3,026)</u>	<u>(187,265)</u>	<u>(833,834)</u>
Amortized cost	<u>\$ 27,516,803</u>	<u>\$ 1,913,057</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 29,429,860</u>

December 31, 2022

	Not Past Due	1-180 Days	181-365 Days	More Than 365 Days	Total
Gross carrying amount	\$ 23,963,102	\$ 2,139,016	\$ 141,543	\$ 1,019,215	\$ 27,262,876
Loss allowance (Lifetime ECL)	<u>(329,710)</u>	<u>(272,297)</u>	<u>(141,543)</u>	<u>(1,019,215)</u>	<u>(1,762,765)</u>
Amortized cost	<u>\$ 23,633,392</u>	<u>\$ 1,866,719</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,500,111</u>

September 30, 2022

	Not Past Due	1-180 Days	181-365 Days	More Than 365 Days	Total
Gross carrying amount	\$ 23,573,707	\$ 2,825,402	\$ 252,888	\$ 1,572,253	\$ 28,224,250
Loss allowance (Lifetime ECL)	<u>(379,857)</u>	<u>(254,398)</u>	<u>(252,888)</u>	<u>(1,572,253)</u>	<u>(2,459,396)</u>
Amortized cost	<u>\$ 23,193,850</u>	<u>\$ 2,571,004</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 25,764,854</u>

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

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	\$ 1,762,765	\$ 2,860,042
Add: Net remeasurement of loss allowance	56,404	73,477
Add: Amounts recovered	28,085	21,851
Less: Amounts written off	(1,020,602)	(574,189)
Foreign exchange gains and losses	<u>7,182</u>	<u>78,215</u>
Balance at September 30 (Note)	<u>\$ 833,834</u>	<u>\$ 2,459,396</u>

Note: In 2022, as Dongfeng Yulon Motor Co., Ltd. obtained approval from the court for bankruptcy and the reorganization plan, related lease receivable and the loss allowance of \$138,164 thousand were written off. Due to the disposal of finance lease receivables of TAC Financial Leasing Co., Ltd., related lease receivables and the loss allowance of \$740,308 thousand were written off.

14. OTHER RECEIVABLES

	September 30, 2023	December 31, 2022	September 30, 2022
Other receivable - at amortized cost	\$ 7,598,571	\$ 5,439,000	\$ 12,566,267
Less: Allowance for impairment loss	<u>(907,608)</u>	<u>(949,003)</u>	<u>(9,273,739)</u>
	<u>\$ 6,690,963</u>	<u>\$ 4,489,997</u>	<u>\$ 3,292,528</u>

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

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	\$ 949,003	\$ 9,041,317
Less: Net remeasurement of loss allowance	(46,419)	(2,931)
Add: Reclassification	150	-
Less: Amounts written off	(10,923)	(4,467)
Foreign exchange gains and losses	<u>15,797</u>	<u>239,820</u>
Balance at September 30 (Note)	<u>\$ 907,608</u>	<u>\$ 9,273,739</u>

Note1: In 2022, as Dongfeng Yulon Motor Co., Ltd. obtained approval from the court for bankruptcy and the reorganization plan, related other receivables and the loss allowance of \$8,258,971 thousand were written off.

Note2: As of September 30, 2023, the balance included the loss allowance of receivable from related parties of the Group - Dong Feng Yulon Motor Sales Co., Ltd. of \$700,502 thousand.

15. INVENTORIES

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

	September 30, 2023	December 31, 2022	September 30, 2022
Finished goods	\$ 3,889,107	\$ 3,144,231	\$ 2,171,000
Work in progress	989,963	342,349	1,272,655
Raw materials	<u>2,731,161</u>	<u>3,029,540</u>	<u>3,897,291</u>
	<u>7,610,231</u>	<u>6,516,120</u>	<u>7,340,946</u>
<u>Properties for sale</u>			
Yu-Wen Garden	2,584	2,584	2,584
Hsin-Dian Da Feng section	1,757	1,757	1,757
Hangzhou Yulon Motor Building	<u>603,486</u>	<u>626,367</u>	<u>665,611</u>
	<u>607,827</u>	<u>630,708</u>	<u>669,952</u>
Construction land	<u>4,664,953</u>	<u>2,736,092</u>	<u>2,736,091</u>
	<u>\$ 12,883,011</u>	<u>\$ 9,882,920</u>	<u>\$ 10,746,989</u>

The costs of inventories recognized as cost of goods sold for the nine months ended September 30, 2023 and 2022 were \$25,791,527 thousand and \$26,077,665 thousand, respectively.

The costs of goods sold for the nine months ended September 30, 2023 and 2022 included inventory write-downs of \$5,037 thousand and reversal of inventory write-downs of \$187,305 thousand, respectively. The reversal of previous write-downs resulted from the disposal of partial inventories with longer aging.

The Company reclassified \$2,491,541 thousand from investment property to construction land in 2023 because of the transfer of the capacity of Yulon City Shopping Mall, which was a commercial and residential area, to a purely residential area.

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

16. SUBSIDIARIES

a. Subsidiaries included in consolidated financial statements

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

Investor	Investee	Main Businesses	% of Ownership			Remark
			September 30, 2023	December 31, 2022	September 30, 2022	
The Company	Yulon Finance Corporation ("YFC")	Sale and lease of cars and parts	42.81	42.92	42.92	In the 1st quarter of 2023, Yulong issued new shares for a share swap with Greenworld Fintech Service Co., Ltd. The Group subscribed for the shares at a percentage different from its original ownership percentage in the 3rd quarter of 2022.
	Yu Sing Motor Co., Ltd. ("Yu Sing")	Sale, maintenance and repair of cars and parts	99.99	99.99	99.99	-
	Yushin Motor Co., Ltd. ("Yushin")	Sale, maintenance and repair of cars and parts	99.99	99.99	99.99	-
	Yu Chang Motor Co., Ltd. ("Yu Chang")	Sale and maintenance of cars and parts	65.00	65.00	65.00	-
	Sin Chi Co., Ltd. ("Sin Chi")	General advertising planning services	100.00	100.00	100.00	-
	Yu Ching Business Co., Ltd. ("Yu Ching")	Import and export and sale of cars and parts	60.00	60.00	60.00	The Group owned 100% of Yu Ching in the three reporting periods.
	Yung Hong Investment Co., Ltd. ("Yung Hong")	Investments	100.00	100.00	100.00	-
	Yu Pong Business Co., Ltd. ("Yu Pong")	Yulon basketball team management and related services	100.00	100.00	100.00	-
	Chan Yun Technology Co., Ltd. ("Chan Yun")	Wholesale and retail of information software	87.71	87.71	87.71	-
	Yulon Overseas Investment Co., Ltd. ("Yulon Overseas")	Investments	100.00	100.00	100.00	-
	Y-Teks Co., Ltd. ("Y-Teks")	Manufacturing and furnishing, cars and the import and export of, and serving as sales agent for, car parts	34.00	34.00	34.00	The Group owned 45.99% of Y-Teks in the three reporting periods.

(Continued)

Investor	Investee	Main Businesses	% of Ownership			Remark
			September 30, 2023	December 31, 2022	September 30, 2022	
YFC	Union & NKH Auto Parts Co., Ltd. ("Union & NKH")	Manufacturing and sale of springs for various motor vehicles and sale of nonmotorized vehicles	25.01	25.01	25.01	-
	Yueki Industrial Co., Ltd. ("Yueki")	Manufacturing and sale of car components	65.58	65.58	65.58	The Group owned 65.66% of Yueki in the three reporting periods.
	Yue Sheng Industrial Co., Ltd. ("Yue Sheng")	Car manufacture and furnishing; manufacture, installation and sale of car parts	100.00	100.00	100.00	-
	China Cast Iron Pipe Co., Ltd. ("China Cast Iron")	Metal casting and related business	77.66	77.66	77.66	-
	Empower Co., Ltd. ("Empower")	Sale, maintenance and repair of cars and parts	20.00	20.00	20.00	The Group owned 47% of Empower in the three reporting periods.
	Luxgen Motor Co., Ltd. ("Luxgen")	Sale of cars and parts	100.00	100.00	100.00	-
	Yulon Motor Finance (China) Co., Ltd. ("Yulon Motor Finance")	Car purchases and loans to car dealers for car purchases	51.00	51.00	51.00	The Group owned 100% of Yulon Motor Finance in the three reporting periods.
	Yulon Construction Co., Ltd. ("Yulon Construction")	Construction	100.00	100.00	100.00	-
	Haitec Co., Ltd. ("Haitec")	Product design of cars	99.99	99.99	63.01	Capital increase 1.92% by the Company in 3rd quarter of 2022. The Company acquired 36.98% of the capital of Haitec from Luxgen in the 4th quarter of 2022; the Group owned 99.99% of Haitec in the three reporting periods.
	Advance Power Machinery Co., Ltd. ("Advance Power Machinery")	Manufacturing and furnishing, cars and the import and export of, and serving as sales agent for, car parts	100.00	100.00	100.00	-
	Yuke Co., Ltd. ("Yuke")	Energy Technology Services	100.00	-	-	The Company establishes Yuke in the 1st quarter of 2023
	Yu Yao Co., Ltd. ("Yu Yao")	Energy Technology Services	100.00	-	-	The Company establishes Yu Yao in the 1st quarter of 2023
	Shinshin Credit Corporation ("Shinshin")	Installment-related financing services for car and truck purchases	100.00	100.00	100.00	-
	Car-plus Auto Leasing Corporation ("Car-plus Auto")	Car lease and trade	100.00	88.78	87.08	YFC acquired 3.46% and 15.05% of Car-plus Auto from the Company and non-related parties, respectively, in the 3rd quarter of 2022. YFC acquired 1.7% from non-related parties in 4th quarter of 2022. YFC subscribed for the shares at a percentage difference from its original ownership of 2.22%, and acquired 8.9% of Car-plus Auto from non-related parties and Car-plus Auto shareholding reached 100% after purchasing 0.1% of treasury shares in the 2nd quarter of 2023.
	TAC Global Investment (Samoa) Co., Ltd. ("TAC Global")	Shareholding company	100.00	100.00	100.00	-
	Empower	Sale, maintenance and repair of cars and parts	27.00	27.00	27.00	The Group owned 47% of Empower in the three reporting periods.
	Sin Gan Co., Ltd. ("Sin Gan")	Automobile - related merchandise sales	-	73.26	73.26	YFC increased its equity in Car-plus Auto through its equity in Sin Gan in the 3rd quarter of 2023.
	Yulon Motor Finance (China) Co., Ltd. ("Yulon Motor Finance")	Car purchases and loans to car dealers for car purchases	49.00	49.00	49.00	The Group owned 100% of Yulon Motor Finance in the three reporting periods.
	Yu Rich Financial Services Co., Ltd. ("Yu Rich")	Installment loans of consumer goods	100.00	100.00	100.00	-
	Yulon Finance Overseas Investment (Samoa) Co., Ltd. (Yulon Finance Overseas)	Shareholding company	100.00	100.00	100.00	-
Shinshin	JDW Co., Ltd. ("JDW")	Information software services, information processing services and general advertising services	50.70	-	-	YFC acquired 50.70% of JDW Co., Ltd from non-related parties in the 3rd quarter of 2023
	Shinshin Global Investment (Samoa) Co., Ltd. ("Shinshin Samoa")	Shareholding company	100.00	100.00	100.00	-
	YES-Energy Service Co., Ltd. ("YES-Energy")	Energy technical services	100.00	100.00	100.00	-
	Shinshin Power Co., Ltd. ("Shinshin Power")	Energy technical services	100.00	-	-	Shinshin established Shinshin Power in the 1st quarter of 2023
	Zysun Power Co., Ltd. ("Zysun Power")	Energy technical services	100.00	-	-	Shinshin established Zysun Power in the 3rd quarter of 2023
	Wysun Power Co., Ltd. ("Wysun Power")	Energy technical services	100.00	-	-	Shinshin established Wysun Power in the 3rd quarter of 2023
	Tai Chuang Energy Corporation Ltd. ("Tai Chuang Energy")	Energy technical services	96.92	-	-	Shinshin established Tai Chuang Energy in the 3rd quarter of 2023
	Yulon Capital SDN. BHD.	Equipment leasing business and installment-related financing services	100.00	-	-	Shinshin established Yulon Capital SDN. BHD. in the 3rd quarter of 2023
	Diamond Leasing Service Corporation ("Diamond Leasing")	Car lease and trade	100.00	100.00	100.00	-
	Car-Plus Global Investment (Samoa) Co., Ltd. ("Car-Plus Samoa")	Shareholding company	100.00	100.00	100.00	-
Car-plus Auto	Hong Shou Culture Enterprise Co., Ltd. ("Hong Shou Culture")	Publication	100.00	100.00	100.00	-
	Da-Wei Technology Co., Ltd. ("Da-Wei")	Brokerage of electric vehicles	-	100.00	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	YES Charging Service Co., Ltd. (Original: Power Engineering Co., Ltd.)	Wholesale and retail of batteries	100.00	100.00	100.00	Car-plus Auto acquired 100% of the capital of YES Charging Service Co., Ltd. from YES-Energy in the 3rd quarter of 2022.
	Sin Gan Co., Ltd. ("Sin Gan")	Automobile - related merchandise sales	77.69	-	-	Car-plus Auto acquired 4.43% of Sin Gan from non-related parties in the 2nd quarter of 2023. YFC increased its equity in Car-plus Auto through its equity in Sin Gan in the 3rd quarter of 2023.
	Sinqual Technology Co., Ltd. ("Sinqual")	Sales of automotive related products and parts	100.00	100.00	100.00	-
	Hsiang Shuo Enterprises, Co., Ltd. ("Hsiang Shuo")	Towing	100.00	100.00	100.00	-
	Sin Jang Enterprises ("Sin Jang")	Sales and brokerage of secondhand vehicles	100.00	100.00	100.00	-
	Ching-Tong Motor Co., Ltd. ("Ching-Tong")	Sales and maintenance of cars and parts	100.00	100.00	100.00	-
	Genwise Auto Technology Co., Ltd. (Shanghai)	Sale of car parts	100.00	100.00	100.00	-
	Da-Teng Transportation Co., Ltd. ("Da-Teng")	Taxi transportation	-	100.00	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
Da-Wei	Da-Chuan Transportation Co., Ltd. ("Da-Chuan")	Taxi transportation	-	100.00	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Da-Mu Transportation Co., Ltd. ("Da-Mu")	Taxi transportation	-	100.00	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Da-Jun Transportation Co., Ltd. ("Da-Jun")	Taxi transportation	-	100.00	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Yong-Xiang Transportation Co., Ltd. ("Yong-Xiang")	Taxi transportation	-	100.00	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Guo-Ma Transportation Co., Ltd. ("Guo-Ma")	Taxi transportation	-	100.00	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.

(Continued)

Investor	Investee	Main Businesses	% of Ownership			Remark
			September 30, 2023	December 31, 2022	September 30, 2022	
Diamond Leasing	Jin-Yu Transportation Co., Ltd. ("Jin-Yu")	Taxi transportation	-	100.00	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Zhong-Xing Automobile Co., Ltd. ("Zhong-Xing")	Taxi transportation	-	100.00	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Li-Yang Automobile Co., Ltd. ("Li-Yang")	Taxi transportation	-	100.00	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	He-Yang Transportation Co., Ltd. ("He-Yang")	Taxi transportation	-	100.00	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Jia-Yu Transportation Co., Ltd. ("Jia-Yu")	Taxi transportation	-	100.00	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	Tian-Yang Transportation Co., Ltd. ("Tian-Yang")	Taxi transportation	-	100.00	100.00	Merged with Diamond Leasing through absorption in the 3rd quarter of 2023.
	H.K. Manpower Service Co., Ltd. ("H.K. Manpower")	Temporary labor services	100.00	100.00	100.00	-
	Da-Teng Transportation Co., Ltd. ("Da-Teng")	Taxi transportation	100.00	-	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Da-Chuan Transportation Co., Ltd. ("Da-Chuan")	Taxi transportation	100.00	-	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Da-Mu Transportation Co., Ltd. ("Da-Mu")	Taxi transportation	100.00	-	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Da-Jun Transportation Co., Ltd. ("Da-Jun")	Taxi transportation	100.00	-	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Yong-Xiang Transportation Co., Ltd. ("Yong-Xiang")	Taxi transportation	100.00	-	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Guo-Ma Transportation Co., Ltd. ("Guo-Ma")	Taxi transportation	100.00	-	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Jin-Yu Transportation Co., Ltd. ("Jin-Yu")	Taxi transportation	100.00	-	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Zhong-Xing Automobile Co., Ltd. ("Zhong-Xing")	Taxi transportation	100.00	-	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Li-Yang Automobile Co., Ltd. ("Li-Yang")	Taxi transportation	100.00	-	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	He-Yang Transportation Co., Ltd. ("He-Yang")	Taxi transportation	100.00	-	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Jia-Yu Transportation Co., Ltd. ("Jia-Yu")	Taxi transportation	100.00	-	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
	Tian-Yang Transportation Co., Ltd. ("Tian-Yang")	Taxi transportation	100.00	-	-	Merged with Da-Wei through absorption in the 3rd quarter of 2023.
Sin Jiang	Sinjiang International Investment (Samoa) Co., Ltd. ("Sinjiang Samoa")	Holding company	-	71.34	71.34	Sinjiang International Investment (Samoa) Co., Ltd. was cancelled in the 3rd quarter of 2023.
Car-Plus Samoa	Car-Plus China Investment (Samoa) Co., Ltd. ("Car-Plus China")	Holding company	60.00	60.00	60.00	The Group owned 100% of Car-Plus China in the three reporting periods.
	Car-Plus Shanghai Investment (Samoa) Co., Ltd. ("Car-Plus Shanghai")	Holding company	-	60.00	60.00	Car-Plus Shanghai Investment (Samoa) Co., Ltd. was cancelled in the 3rd quarter of 2023.
TAC Global	Car-Plus Hangzhou Investment (Samoa) Co., Ltd. ("Car-Plus Hangzhou")	Holding company	60.00	60.00	60.00	The Group owned 100% of Car-Plus Hangzhou in the three reporting periods.
	Car-Plus China Investment (Samoa) Co., Ltd.	Holding company	40.00	40.00	40.00	The Group owned 100% of Car-Plus China in the three reporting periods.
	Car-Plus Shanghai Investment (Samoa) Co., Ltd. ("Car-Plus Shanghai")	Holding company	-	40.00	40.00	Car-Plus Shanghai Investment (Samoa) Co., Ltd. was cancelled in the 3rd quarter of 2023.
	Car-Plus Hangzhou Investment (Samoa) Co., Ltd. ("Car-Plus Hangzhou")	Holding company	40.00	40.00	40.00	The Group owned 100% of Car-Plus Hangzhou in the three reporting periods.
	Yu Rong International Investment (Samoa) Co., Ltd. ("Yu Rong")	Holding company	100.00	100.00	100.00	-
	Sinjiang International Investment (Samoa) Co., Ltd. ("Sinjiang Samoa")	Holding company	-	28.66	28.66	Sinjiang International Investment (Samoa) Co., Ltd. was cancelled in the 3rd quarter of 2023.
Shinshin Samoa	TAC Financial Leasing Co., Ltd. ("TAC Financial")	Financial leasing of car	40.00	40.00	40.00	The Group owned 100% of TAC Financial in the three reporting periods.
Car-Plus China	Car-Plus (Suzhou) Auto Leasing Co., Ltd. ("Car-Plus (Suzhou)")	Lease of cars and related services	100.00	100.00	100.00	-
Car-Plus Shanghai	Car-Plus Leasing (Shanghai) Co., Ltd. ("Car-Plus Leasing (Shanghai)")	Lease of cars and related services	-	53.51	53.51	Sold to TAC Leasing in the 2nd quarter of 2023.
Car-Plus Hangzhou Yu Rong International	Car-Plus Go Co., Ltd. ("Car-Plus Go")	Car-hailing related services	100.00	100.00	100.00	-
	TAC Leasing Co., Ltd. ("TAC Leasing")	Equipment and cars leasing business	100.00	100.00	100.00	-
	TAC Financial Co., Ltd.	Cars leasing business	40.00	40.00	40.00	The Group owned 100% of TAC Financial in the three reporting periods.
TAC Financial Leasing	Zhejiang Cheng-Yi	Secondhand vehicle consulting service and vehicle agent	100.00	100.00	100.00	-
TAC Leasing	Car-Plus Leasing (Shanghai) Co., Ltd. ("Car-Plus Leasing (Shanghai)")	Lease of cars and related services	100.00	46.49	46.49	TAC Leasing acquired 53.51% of Car-Plus Leasing (Shanghai) Co., Ltd. from Car-Plus Shanghai Investment (Samoa) Co., Ltd. in the 2nd quarter of 2023.
Zhejiang Cheng-Yi	Hangzhou Cheng-Yi-Jun Used-cars Authenticated Evaluation Service Co., Ltd.	Secondhand vehicle authentication and evaluation service	100.00	100.00	100.00	-
	Zhejiang Cheng Yi Auction Co., Ltd.	Secondhand vehicles auction service	100.00	100.00	100.00	-
	Wuhan TAC Auto Trade Co., Ltd. ("Wuhan TAC Auto Trade")	Car trade	-	-	-	Merged by Zhe Jiang Cheng Yi Company in 2nd quarter of 2022. As of September 30, 2023, Wuhan TAC Auto Trade has not been liquidated.
Yulon Finance Overseas	Yulon Finance Philippines Investment (Samoa) Co., Ltd.	Shareholding company	100.00	100.00	100.00	-
Yulon Finance Philippines Investment (Samoa) Co., Ltd.	Yulon Finance Philippines Corporation	Financial lease of car and loans to car dealers for purpose of purchasing automobiles	100.00	100.00	100.00	-
JDW	JDW Taxi Co., Ltd. ("JDW Taxi")	Taxi transportation and general advertising services industries	62.50	-	-	YFC purchased the equity interest of JDW in the 3rd quarter of 2023 and indirectly acquired the shareholding of JDW Taxi.
Yu Sing Company	Kuen You Trading Co., Ltd. ("Kuen You")	Sale, maintenance and repair of car and parts	100.00	100.00	100.00	-
Yushin Company	Yu Pool Co., Ltd. ("Yu Pool")	Supply of and providing services on information software and retail trade of spare parts of vehicles	100.00	100.00	100.00	-
Yu Shin Investment	Luxgen Motor Taoyuan Co., Ltd. ("Luxgen Taoyuan")	Sale, maintenance and repair of cars and related products	-	20.00	20.00	Sold to Luxgen in the 2nd quarter of 2023.
	Yu Shin Investment Ltd. ("Yu Shin Investment")	Investments	100.00	100.00	100.00	-
	Fu Zhou Yu xin Auto Technology Co., Ltd. ("Fu Zhou Yu xin")	Sale and maintenance and repair of cars and parts	-	100.00	100.00	Fu Zhou Yuxin was cancelled in the 1st quarter of 2023.
Sin Chi Company	Yu Chia Motor Co., Ltd. ("Yu Chia")	Sale, maintenance and repair of heavy vehicles and parts	100.00	100.00	100.00	-
Yu Pong	Yulon TOBE Motor Co., Ltd. ("Yulon TOBE")	Sale of cars and parts	59.64	59.64	59.64	-
	Yu Ching Business Co., Ltd. ("Yu Ching")	Import and export and sale of cars and parts	40.00	40.00	40.00	The Group owned 100% of Yu Ching in the three reporting periods.

(Continued)

Investor	Investee	Main Businesses	% of Ownership			Remark
			September 30, 2023	December 31, 2022	September 30, 2022	
Yulon Construction	Hangzhou Yu-Jie Real Estate Co., Ltd. ("Yu-Jie")	Construction	100.00	100.00	100.00	-
	Yufong Property Management Co., Ltd.	Management consulting and lease of real estate	100.00	100.00	100.00	-
Yulon Overseas	Yulon China Investment Co., Ltd. ("Yulon China")	Investments	100.00	100.00	100.00	-
	Yulon Philippine Investment Co., Ltd. ("Yulon Philippine")	Investments	100.00	100.00	100.00	-
Yulon China	Qing Yi Investment Co., Ltd. ("Qing Yi")	Investments	100.00	100.00	100.00	-
	Wen Yang Investment Co., Ltd. ("Wen Yang")	Investments	100.00	100.00	100.00	-
	Yulon China (Hong Kong) Investment Co., Ltd. ("Yulon China HK")	Investments	100.00	100.00	100.00	-
	Feng Hua Investment Co., Ltd. ("Feng Hua")	Investments	40.00	40.00	40.00	-
	Yulon China Holding Co., Ltd. ("Yulon China Holding")	Investments	100.00	100.00	100.00	-
Yulon China Holding	Yulon China (HK) Holding Limited ("Yulon China (HK) Holding")	Investments	100.00	100.00	100.00	-
Yulon China (HK) Holding	Yulon China Motor Investment Limited ("Yulon China Motor Investment")	Investments	100.00	100.00	100.00	-
	Xiamen Young Chang Investment Co., Ltd. ("Xiamen Young Chang")	Renderers consulting services on cars, electronics, textiles and related products	100.00	100.00	100.00	-
Yulon China Motor Investment	Luxgen (Hangzhou) Motor Sales Co., Ltd. ("Luxgen (Hangzhou) Motor Sales")	Sale of cars and parts	-	-	97.75	Yulon China (HK) Holding disposal of 97.75% capital to Chuang Jie New Energy Co., Ltd. in 4th quarter of 2022.
	TAC Financial Leasing Co., Ltd.	Financial lease of equipment	20.00	20.00	20.00	The Group owned 100% of TAC Financial in the three reporting periods.
	Sheng Qing (Bei Jin) Investment Co., Ltd. ("Sheng Qing")	Investments	83.87	83.87	83.87	The Group owned 100% of Sheng Qing in the three reporting periods.
	Chuang Jie New Energy Vehicle (HZ) Limited ("Chuang Jie")	Manufacturing of key car components, electric cars and related parts	100.00	100.00	100.00	-
	Hang Zhou Haitec Company ("Hang Zhou Haitec")	Product design of cars	43.74	43.74	43.74	The Group owned 100% of Hang Zhou Haitec in the three reporting periods.
Chuang Jie New Energy Co., Ltd.	Luxgen (Hangzhou) Motor Sales Co., Ltd.	Sale of cars and parts	100.00	100.00	2.25	The company acquired 97.75% from Yulin China (HK) Holding in 4th quarter of 2022
	Hang Zhou Haitec Company ("Hang Zhou Haitec")	Product design of cars	56.26	56.26	-	Chuang Jie New Energy Co., Ltd. acquired 50.18% and 6.08% from Haitec China Investment and Hang Zhou Hsiao Yu in 4th quarter of 2022
Xiamen Young Chang	Sheng Qing (Bei Jin) Investment Co., Ltd. ("Sheng Qing")	Investments	16.13	16.13	16.13	The Group owned 100% of Sheng Qing in the three reporting periods.
Feng Hua	Su Zhou Cheng Long Auto Sale & Service Co., Ltd. ("Su Zhou Cheng Long")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
Qing Yi	Hangzhou Yuwan Auto Motive Parts Limited ("Hangzhou Yuwan")	Manufacturing of key car components, electric cars and related parts	44.11	44.11	44.11	The Group owned 100% of Hangzhou Yuwan in the three reporting periods.
	Hangzhou Liangrun Motor Parts Co., Ltd. ("Hangzhou Liangrun")	Manufacturing of car seats and developing the related market	20.51	20.51	20.51	The Group owned 100% of Hangzhou Y-Teks in the two reporting periods.
Wen Yang	Qing Tai (Nan Jing) Technology Co., Ltd. ("Qing Tai")	Computer software maintenance and computer system integration	100.00	100.00	100.00	-
	Tai Feng (Nan Jing) Software Technology Co., Ltd. ("Tai Feng")	Computer software maintenance and computer system integration	100.00	100.00	100.00	-
	Ke Yu (Nan Jing) Information Technology Co., Ltd. ("Ke Yu")	Computer software maintenance and computer system integration	100.00	100.00	100.00	-
Qing Tai	Jin Ce (Zhang Zhou) Software Technology Co., Ltd. ("Jin Ce")	Computer software maintenance and computer system integration	70.00	70.00	70.00	The Group owned 100% of Jin Ce in the three reporting periods
	Shi Cheng (Zhang Zhou) Technology Develop Co., Ltd. ("Shi Cheng")	Computer software maintenance and computer system integration	100.00	100.00	100.00	-
	Mei De (Zhang Zhou) Software Technology Co., Ltd. ("Mei De")	Computer software maintenance and computer system integration	10.00	10.00	10.00	The Group owned 100% of Mei De in the three reporting periods.
Tai Feng	Jin Ce (Zhang Zhou) Software Technology Co., Ltd. ("Jin Ce")	Computer software maintenance and computer system integration	30.00	30.00	30.00	The Group owned 100% of Jin Ce in the three reporting periods.
	Mei De (Zhang Zhou) Software Technology Co., Ltd. ("Mei De")	Computer software maintenance and computer system integration	90.00	90.00	90.00	The Group owned 100% of Mei De in the three reporting periods.
	Yi Ding (Zhang Zhou) Information Technology Co., Ltd. ("Yi Ding")	Computer software maintenance and computer system integration	100.00	100.00	100.00	-
Jin Ce	Dong Tai (Bei Jin) Investment Co., Ltd. ("Dong Tai")	Investments	5.97	5.97	5.97	The Group owned 100% of Dong Tai in the three reporting periods.
	Gao Te (Bei Jin) Investment Co., Ltd. ("Gao Te")	Investments	10.00	10.00	10.00	The Group owned 100% of Gao Te in the three reporting periods.
Shi Cheng	Dong Tai (Bei Jin) Investment Co., Ltd. ("Dong Tai")	Investments	94.03	94.03	94.03	The Group owned 100% of Dong Tai in the three reporting periods.
Yi Ding	Gao Te (Bei Jin) Investment Co., Ltd. ("Gao Te")	Investments	90.00	90.00	90.00	The Group owned 100% of Gao Te in the three reporting periods.
Dong Tai	Hang Zhou Tang Yu Investment Co., Ltd. ("Hang Zhou Tang Yu")	Investments	100.00	100.00	100.00	-
	Hang Zhou Hsiao Yu Technology Co., Ltd. ("Hang Zhou Hsiao Yu")	Investments	99.00	-	-	Dong Tai acquired 90% and 9% shareholdings of Hang Zhou Hsiao Yu from Hang Zhou Qien Yu and Hang Zhou Tang Yu Investment Co., Ltd., respectively, in the 3rd quarter of 2023.
Sheng Qing	Tong Ling Kuo Tong Auto Sale & Service Co., Ltd. ("Tong Ling Kuo Tong")	Sale and maintenance of cars and parts	29.56	29.56	29.56	The Group owned 100% of Tong Ling Kuo Tong in the three reporting periods.
	Zi Bo Yu An Auto Sale & Service Co., Ltd. ("Zi Bo Yu An")	Sale and maintenance of cars and parts	32.38	32.38	32.38	The Group owned 100% of Zi Bo Yu An in the three reporting periods.
	Zhu Hai Fu Te En Industry & Trade Co., Ltd. ("Zhu Hai Fu Te En")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Guang Zhou Yuan Du Auto Sale & Service Co., Ltd. ("Guang Zhou Yuan Du")	Sale and maintenance of cars and parts	51.00	51.00	51.00	-
	Su Zhou Feng Shen Auto Sale & Service Co., Ltd. ("Su Zhou Feng Shen")	Sale and maintenance of cars and parts	40.00	40.00	40.00	-
	Nanjing Hanhong Motor Trading Co., Ltd. ("Nanjing Hanhong")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Wuhan Yu Hsin Auto Sale & Service Co., Ltd. ("Wuhan Yu Hsin")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Hang Zhou Yu Zhong Trading Co., Ltd. ("Hang Zhou Yu Zhong")	Trading	100.00	100.00	100.00	-
	Hang Zhou Hua Zhi Auto Sales & Services Co., Ltd. ("Hang Zhou Hua Zhi")	Sale, maintenance and repair of cars and parts	60.00	60.00	60.00	-
	Changsha Yu Lu Auto Sale & Service Co., Ltd. ("Changsha Yu Lu")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	An Ching Tsai Tong Auto Sale & Service Co., Ltd. ("An Ching Tsai Tong")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Tong Ling Kuo Tong Auto Sale & Service Co., Ltd. ("Tong Ling Kuo Tong")	Sale and maintenance of cars and parts	70.44	70.44	70.44	The Group owned 100% of Tong Ling Kuo Tong in the three reporting periods.
	Zi Bo Yu An Auto Sale & Service Co., Ltd. ("Zi Bo Yu An")	Sale and maintenance of cars and parts	67.62	67.62	67.62	The Group owned 100% of Zi Bo Yu An in the three reporting periods.
	Hang Zhou Qien Yu Investment Co., Ltd. ("Hang Zhou Qien Yu")	Investments	100.00	100.00	100.00	-

(Continued)

Investor	Investee	Main Businesses	% of Ownership			Remark
			September 30, 2023	December 31, 2022	September 30, 2022	
Su Zhou Cheng Long	Su Zhou Cheng Guo Auto Sale & Service Co., Ltd. ("Su Zhou Cheng Guo")	Sale and maintenance of cars and parts	-	100.00	100.00	Su Zhou Cheng Guo was cancelled in the 3rd quarter of 2023
	Su Zhou Cheng Hung Auto Sale & Service Co., Ltd. ("Su Zhou Cheng Hung")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
Su Zhou Feng Shen	Su Zhou Feng Shun Auto Sale & Service Co., Ltd. ("Su Zhou Feng Shun")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Su Zhou Yueshun Auto Sale & Service Co., Ltd. ("Su Zhou Yueshun")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Su Zhou Cheng Pin Auto Sale & Service Co., Ltd. ("Su Zhou Cheng Pin")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Su Zhou Cheng Pang Auto Sale & Service Co., Ltd. ("Su Zhou Cheng Pang")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Tai Chang Cheng Mau Auto Sale & Service Co., Ltd. ("Tai Chang Cheng Mau")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
Su Zhou Feng Shun	Wu Jiang Lian Cheng Auto Sale & Service Co., Ltd. ("Wu Jiang Lian Cheng")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Su Zhou Cheng Li Auto Sale & Service Co., Ltd. ("Su Zhou Cheng Li")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
Wuhan Yu Hsin	Xiao Gan Yu Feng Auto Sale & Service Co., Ltd. ("Xiao Gan Yu Feng")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
Hang Zhou Hua Zhi	Hang Zhou Hua You Auto Sales & Services Co., Ltd. ("Hang Zhou Hua You")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
Nanjing Hanhong	Nan Jing Yu Shang Auto Sale & Service Co., Ltd. ("Nan Jing Yu Shang")	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Nan Jing Yu Hua Auto Sale & Service Co., Ltd. ("Nan Jing Yu Hua")	Sales and maintenance of cars and parts	100.00	100.00	100.00	-
Hang Zhou Qien Yu	Hang Zhou Hsiao Yu Business Co., Ltd. ("Hang Zhou Hsiao Yu")	Investments	-	90.00	90.00	Sold to Dong Tai in 3rd quarter of 2023 equity.
Hang Zhou Tang Yu	Hang Zhou Hsiao Yu Business Co., Ltd. ("Hang Zhou Hsiao Yu")	Investments	-	9.00	9.00	Sold to Dong Tai in 3rd quarter of 2023 equity.
Hang Zhou Hsiao Yu	Hang Zhou Haitec Co., Ltd.	Car design	-	-	6.08	Sold to Chuang Jie New Energy Co., Ltd. in 4th quarter of 2022 equity.
Yulon Philippine	Univation Motor Philippines, Inc. (UMPI)	Car manufacturing	100.00	100.00	100.00	-
	Sta. Cruz Island Corporation (SCIC)	Plant lease	100.00	100.00	100.00	-
Y-Teks	Yu-Hsin Intl Investment Co., Ltd. ("Yu-Hsin Intl")	Investments	66.67	66.67	66.67	-
Yu-Hsin Intl	Yu-Hsin Intl (HK) Investment Co., Ltd. ("Yu-Hsin Intl HK")	Investments	100.00	100.00	100.00	-
Yu-Hsin Intl HK	Hangzhou Y-Teks Automotive Trim Parts ("Hangzhou Y-Teks")	Manufacturing and sale of car interior furnishing and related business	100.00	100.00	100.00	-
	Changzhou Y-Teks Automotive Trim Parts ("Changzhou Y-Teks")	Manufacturing and sale of car interior furnishing and related business	51.00	51.00	51.00	-
Union & NKII	Uni Investment Co., Ltd. ("Uni Investment")	Investments	100.00	100.00	100.00	-
Uni Investment	Fuzhou Lianghong Motor Parts Co., Ltd. ("Fuzhou Lianghong")	Manufacturing of car seats and developing the related market	66.67	66.67	66.67	-
	Hangzhou Liangrun Motor Parts Co., Ltd. ("Hangzhou Liangrun")	Manufacturing of car seats and developing the related market	79.49	79.49	79.49	The Group owned 100% of Hangzhou Liangrun in the three reporting periods.
Yueki	Yue Ki Industrial (Samoa) Co., Ltd. ("Yue Ki Samoa")	Investments	100.00	100.00	100.00	-
	Yue Ki Investment (HK) Co., Ltd. ("Yue Ki HK")	Investments	100.00	100.00	100.00	-
Yue Ki HK	Hangzhou Yuwan Auto Motive Parts Limited ("Hangzhou Yuwan")	Manufacturing of key car components, electric cars and related parts	55.89	55.89	55.89	The Group owned 100% of Hangzhou Yuwan in the three reporting periods.
Yue Sheng	Y-Teks Co., Ltd. ("Y-Teks")	Manufacturing and furnishing, cars and the import and export of, and serving as sales agent for, car parts	11.99	11.99	11.99	The Group owned 45.99% of Y-Teks in the three reporting periods.
	Yueki Industrial Co., Ltd. ("Yueki")	Manufacturing and sale of car components	0.08	0.08	0.08	The Group owned 65.66% of Yueki in the three reporting periods.
Yu Chang	Tian Wang Co., Ltd.	Sale of secondhand cars and related products	100.00	100.00	100.00	-
	Luxgen Kaohsiung Co., Ltd. ("Luxgen Kaohsiung")	Sale, maintenance and repair of cars and related products	-	3.50	3.50	Sold to Luxgen in the 2nd quarter of 2023.
Empower	Chunmin Enterprise Co., Ltd. ("Chunmin")	Comprehensive retail of car parts	100.00	100.00	100.00	-
	Luxgen Motor Taichung Co., Ltd. ("Luxgen Taichung")	Sale, maintenance and repair of cars and related products	-	1.10	1.10	Sold to Luxgen in the 2nd quarter of 2023.
	Hong Yen Motor Ltd. ("Hong Yen")	Investments	100.00	100.00	100.00	-
	Yu Ming Insurance Co., Ltd.	Property insurance	100.00	100.00	100.00	-
	Min Shiang Lease Co., Ltd. ("Min Shiang")	Car lease and trading	100.00	100.00	100.00	-
Hong Yen Shanghai Yuming Luxgen	Shanghai Yuming	Sale and maintenance of cars and parts	100.00	100.00	100.00	-
	Jia Hsin Yudi	Sales and maintenance of cars and parts	100.00	100.00	100.00	-
	Luxgen Taipei	Sale, maintenance and repair of cars and parts	99.99	99.99	99.99	-
	Luxgen Taoyuan	Sale, maintenance and repair of cars and parts	99.99	59.99	59.99	Luxgen acquired 20% of Luxgen Taoyuan from Yushin and Hui-Fong Motor Co., Ltd., respectively, in the 2nd quarter of 2023.
	Luxgen Taichung	Sale, maintenance and repair of cars and parts	99.99	97.73	97.73	Luxgen acquired 1.10% and 1.16% of Luxgen Taichung from Empower and Hui-Fong Motor Co., Ltd., respectively, in the 2nd quarter of 2023.
	Luxgen Tainan	Sale, maintenance and repair of cars and parts	99.99	94.18	94.18	Luxgen acquired 5.81% of the capital of Luxgen Tainan from Hui-Fong Motor Co., Ltd. in the 2nd quarter of 2023.
	Luxgen Kaohsiung	Sale, maintenance and repair of cars and parts	99.99	92.94	92.94	Luxgen acquired 3.50% and 3.55% of Car-plus Auto from Yu Chang and Hui-Fong Motor Co., Ltd., respectively, in the 2nd quarter of 2023.
	Sin Gan	Wholesale and retail of information software	19.78	19.78	19.78	-
	Haitec	Product design of cars	-	-	36.98	The Group subscribed for the shares at a percentage different from its original ownership 1.92% in the 3rd quarter of 2022. Sold 36.98% to the Company in 4th quarter of 2022.
Haitec	Hua-Chung Overseas Investment Co., Ltd. ("Hua-Chung Overseas")	Investments	100.00	100.00	100.00	-
Hua-Chung Overseas	Haitec China Overseas Investment Co., Ltd. ("Hua-Chung Overseas")	Investments	100.00	100.00	100.00	-
Haitec China	Hang Zhou Haitec Company ("Hang Zhou Haitec")	Product design of cars	-	-	50.18	Sold to Chuang Jie New Energy Co., Ltd. in 4th quarter of 2022 equity.

(Concluded)

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

- b. Subsidiaries excluded from the consolidated financial statements: None.
- c. Details of subsidiaries that have material non-controlling interests

Name of Subsidiary	Proportion of Ownership and Voting Rights Held by Non-controlling Interests		
	September 30, 2023	December 31, 2022	September 30, 2022
YFC	57.19%	57.08%	57.08%

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

	Profit (Loss) Allocated to Non-controlling Interests				Accumulated Non-controlling Interests		
	For the Three Months Ended September 30		For the Nine Months Ended September 30		September 30, 2023	December 31, 2022	September 30, 2021
	2023	2022	2023	2022			
YFC (excluding its subsidiaries' non-controlling interests)	\$ 982,288	\$ 859,986	\$ 3,087,791	\$ 2,427,384	\$ 23,273,090	\$ 19,707,737	\$ 19,185,031

The summarized financial information below represents amounts before intragroup eliminations.

YFC and its subsidiaries:

	September 30, 2023	December 31, 2022	September 30, 2022
Current assets	\$ 262,856,938	\$ 244,877,487	\$ 235,896,986
Non-current assets	35,987,304	28,793,365	27,793,406
Current liabilities	(254,812,740)	(232,323,473)	(223,203,241)
Non-current liabilities	(5,905,620)	(5,415,931)	(5,444,975)
Equity	<u>\$ 38,125,882</u>	<u>\$ 35,931,448</u>	<u>\$ 35,042,176</u>
Equity attributable to:			
Owners of YFC	\$ 14,344,244	\$ 15,925,251	\$ 15,527,131
Non-controlling interests of YFC	23,273,090	19,707,737	19,185,031
Non-controlling interests of YFC's subsidiaries	<u>508,548</u>	<u>298,460</u>	<u>330,014</u>
	<u>\$ 38,125,882</u>	<u>\$ 35,931,448</u>	<u>\$ 35,042,176</u>

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Revenue	<u>\$ 10,682,134</u>	<u>\$ 9,391,895</u>	<u>\$ 30,800,878</u>	<u>\$ 26,729,704</u>
Net profit for the period	\$ 1,769,105	\$ 1,640,909	\$ 5,398,976	\$ 4,751,887
Other comprehensive income for the period	<u>442,806</u>	<u>112,705</u>	<u>241,911</u>	<u>281,042</u>
Total comprehensive income for the period	<u>\$ 2,211,911</u>	<u>\$ 1,753,614</u>	<u>\$ 5,640,887</u>	<u>\$ 5,032,929</u>

(Continued)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Profit attributable to:				
Owners of YFC	\$ 788,574	\$ 757,519	\$ 2,298,605	\$ 2,244,888
Non-controlling interests of YFC	982,288	859,986	3,087,791	2,427,384
Non-controlling interests of YFC's subsidiaries	<u>(1,757)</u>	<u>23,404</u>	<u>12,580</u>	<u>79,615</u>
	<u>\$ 1,769,105</u>	<u>\$ 1,640,909</u>	<u>\$ 5,398,976</u>	<u>\$ 4,751,887</u>
Total comprehensive income attributable to:				
Owners of YFC	\$ 1,057,653	\$ 819,543	\$ 2,426,660	\$ 2,404,017
Non-controlling interests of YFC	1,163,507	910,341	3,206,596	2,547,684
Non-controlling interests of YFC's subsidiaries	<u>(9,249)</u>	<u>23,730</u>	<u>7,631</u>	<u>81,228</u>
	<u>\$ 2,211,911</u>	<u>\$ 1,753,614</u>	<u>\$ 5,640,887</u>	<u>\$ 5,032,929</u>
Net cash inflow (outflow) from:				
Operating activities	\$ (3,912,545)	\$ (8,133,128)	\$ (13,017,622)	\$ (22,285,627)
Investing activities	(592,898)	(1,188,347)	(3,197,454)	(2,184,949)
Financing activities	5,167,836	9,184,657	16,274,378	24,683,666
Net foreign exchange gains	<u>162,850</u>	<u>37,253</u>	<u>78,627</u>	<u>95,145</u>
Net cash inflow (outflow)	<u>\$ 825,243</u>	<u>\$ (99,565)</u>	<u>\$ 137,929</u>	<u>\$ 308,235</u>
Dividends to non-controlling interests				
Non-controlling interests of YFC	\$ 1,795,886	\$ 1,235,019	\$ 1,795,886	\$ 1,235,019
Non-controlling interests of YFC's subsidiaries	<u>-</u>	<u>34,238</u>	<u>-</u>	<u>34,238</u>
	<u>\$ 1,795,886</u>	<u>\$ 1,269,257</u>	<u>\$ 1,795,886</u>	<u>\$ 1,269,257</u>

(Concluded)

17. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	September 30, 2023	December 31, 2022	September 30, 2022
Investment in associates	<u>\$ 24,008,258</u>	<u>\$ 24,243,626</u>	<u>\$ 24,547,407</u>

a. Investments in associates

	September 30, 2023	December 31, 2022	September 30, 2022
Material associates			
Yulon Nissan Motor Co., Ltd.	\$ 8,931,956	\$ 9,545,655	\$ 9,428,147
China Motor Company	3,306,645	3,217,252	3,454,119
Foxtron Vehicle Technologies Co., Ltd.	<u>5,793,193</u>	<u>6,471,302</u>	<u>6,673,842</u>
	18,031,794	19,234,209	19,556,108
Non-material associates	<u>5,976,464</u>	<u>5,009,417</u>	<u>4,991,299</u>
	<u>\$ 24,008,258</u>	<u>\$ 24,243,626</u>	<u>\$ 24,547,407</u>

1) Material associates

Name	September 30, 2023	December 31, 2022	September 30, 2022
Yulon Nissan Motor Co., Ltd.	50.02%	50.02%	50.02%
China Motor Company	8.86%	8.86%	8.86%
Foxtron Vehicle Technologies Co., Ltd.	47.96%	49.00%	49.00%

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

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

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

The Company, Haitec, and Hon Hai Precision Ind. Co., Ltd. ("Hon Hai") signed a joint venture agreement on March 6, 2020. Haitec and Hon Hai jointly invested in a new joint venture company - Foxtron Vehicle Technologies Co., Ltd. ("Foxtron Technologies") to develop automobile-related businesses. As of September 30, 2023, Haitec held 47.96% of the joint venture and invested NT\$7,632,000 thousand, which included NT\$6,450,000 thousand technical costs for car models and NT\$1,182,000 thousand cost for MBU1 car model in assets.

In accordance with the joint loan contract, Haitec pledged all of its shares in Foxtron Technologies to the joint loan financial institutions. Please refer to Note 39 for further information regarding the amount of pledged investments accounted for using the equity method.

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

Associate	September 30, 2023	December 31, 2022	September 30, 2022
Yulon Nissan Motor Co., Ltd.	\$ 28,134,375	\$ 28,359,450	\$ 28,509,500
China Motor Company	4,783,935	2,526,899	1,994,533

Share of profit or loss and other comprehensive income of material associates was calculated based on the financial statements which have been reviewed.

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

Yulon Nissan Motor Co., Ltd. and its subsidiaries

	September 30, 2023	December 31, 2022	September 30, 2022
Current assets	\$ 10,549,634	\$ 5,543,472	\$ 5,382,308
Non-current assets	13,400,995	18,967,394	19,044,580
Current liabilities	(2,588,764)	(2,291,460)	(2,480,479)
Non-current liabilities	<u>(3,137,363)</u>	<u>(2,997,916)</u>	<u>(2,950,768)</u>
Equity	<u>\$ 18,224,502</u>	<u>\$ 19,221,490</u>	<u>\$ 18,995,641</u>
Proportion of the Group's ownership	50.02%	50.02%	50.02%
Equity attributable to the Group	\$ 9,115,896	\$ 9,614,590	\$ 9,501,620
Unrealized gain with associates	<u>(183,940)</u>	<u>(68,935)</u>	<u>(73,473)</u>
Carrying amount	<u>\$ 8,931,956</u>	<u>\$ 9,545,655</u>	<u>\$ 9,428,147</u>

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Revenue	<u>\$ 6,436,491</u>	<u>\$ 5,181,378</u>	<u>\$ 19,673,802</u>	<u>\$ 17,032,967</u>
Net income	\$ 408,760	\$ 933,878	\$ 923,785	\$ 1,965,806
Other comprehensive income	<u>614,907</u>	<u>299,557</u>	<u>245,227</u>	<u>747,127</u>
Total comprehensive income	<u>\$ 1,023,667</u>	<u>\$ 1,233,435</u>	<u>\$ 1,169,012</u>	<u>\$ 2,712,933</u>
Dividends received from Yulon Nissan Motor Co., Ltd	<u>\$ 1,083,361</u>	<u>\$ 1,359,453</u>	<u>\$ 1,083,361</u>	<u>\$ 1,359,453</u>

China Motor Company and its subsidiaries

	September 30, 2023	December 31, 2022	September 30, 2022
Current assets	\$ 13,950,839	\$ 17,381,582	\$ 17,168,470
Non-current assets	34,661,061	31,108,057	34,907,279
Current liabilities	(9,698,233)	(7,521,517)	(6,885,912)
Non-current liabilities	<u>(994,485)</u>	<u>(4,921,174)</u>	<u>(6,009,863)</u>
Equity	37,919,182	36,046,948	39,179,974
Non-controlling interests	<u>(3,687,188)</u>	<u>(3,718,084)</u>	<u>(3,744,078)</u>
	<u>\$ 34,231,994</u>	<u>\$ 32,328,864</u>	<u>\$ 35,435,896</u>
Proportion of the Group's ownership	8.86%	8.86%	8.86%
Equity attributable to the Group	\$ 3,032,955	\$ 2,864,337	\$ 3,139,620
Unrealized gain in associates	(59)	(73)	(78)
Intersect shareholding (accounted for by the treasury stock method)	<u>273,749</u>	<u>352,988</u>	<u>314,577</u>
Carrying amount	<u>\$ 3,306,645</u>	<u>\$ 3,217,252</u>	<u>\$ 3,454,119</u>
	For the Three Months Ended September 30		For the Nine Months Ended September 30
	2023	2022	2023
	2022		2022
Revenue	<u>\$ 9,227,686</u>	<u>\$ 7,446,370</u>	<u>\$ 27,709,058</u>
Net income (loss)	\$ 1,404,044	\$ (495,158)	\$ 4,597,413
Other comprehensive (loss) income	<u>354,384</u>	<u>208,180</u>	<u>(58,479)</u>
Total comprehensive income (loss)	<u>\$ 1,758,428</u>	<u>\$ (286,978)</u>	<u>\$ 4,538,934</u>
Dividends received from China Motor Corporation (refers to the amount received)	<u>\$ 196,265</u>	<u>\$ 269,864</u>	<u>\$ 196,265</u>
			<u>\$ 269,864</u>

2) Aggregate information of associates that are not individually material

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

The carrying amount of investments accounted for using the equity method and the share of profit or loss and other comprehensive income were calculated based on the financial statements that were not reviewed, except for Tokio Marine Newa Insurance Co., Ltd. which was calculated based on the 3rd quarter 2023 financial statements that were reviewed.

The loss after tax of Tokio Marine Nawa Insurance Co., Ltd. was due to the recognition of pandemic insurance claim loss on December 31, 2022, and September 30, 2022. The Group recognized investment loss according to the proportion of equity. As a result, the long-term investment had a negative balance of \$3,690,555 thousand and \$4,510,895 thousand, respectively. and was reclassified as credit balance of long-term equity investments accounted for using the equity method.

In March 2023, and May 2023, the Group's board of directors resolved the capital increase of \$2,034,688 thousand and \$3,052,033 thousand, respectively, for Tokio Marine Nawa Insurance Co., Ltd.; the record date for the capital increase was set as March 15, 2023, and June 20, 2023, respectively.

b. Investment in joint ventures

The Group exercises joint control over Dong Yu (Hangzhou) Accessory Technology Co., Ltd. ("Dong Yu Tech. Company") were made through and composed of Yulon China Motor Investment and Sinqual Travel. Dong Yu Tech. Company's main business is car furnishing, installation and sale of car parts. As of September 30, 2023, Dong Yu Tech. Company has suspended operations.

Dongfeng Yulon Company, the associate of the Group, re-elected directors and amended the agreement of shareholders in July 2017. Therefore, the relationship between Dongfeng Yulon Company and the Group changed from associate to joint venture. Since the development of Dong Feng Yulon Motor Sales Co., Ltd. was not progressing as expected, the Group applied for pre-reorganization proceedings, and with the support of the local government the pre-reorganization was completed and ruled to be accepted by the Intermediate People's Court of Hangzhou city, Zhejiang Province on May 6, 2022. Later, on December 30, 2022, the Intermediate People's Court of Hangzhou city, Zhejiang Province approved the reorganization plan. Dongfeng Yulon Company had completed shareholder change registration and no longer a shareholder of the corporation on June 27, 2023.

The Group entered into a joint venture agreement with Zhou Hong Co., Ltd. in December 2022. Under the agreement, both parties jointly contributed to establish Zhuohe Company, which the Group held 40% of the shares. As of September 30, 2023, the Group incurred negative balance of \$430 thousand on the long-term equity investment, and the amount was reclassified as credit balance of long-term equity investments accounted for using the equity method.

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

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

18. PROPERTY, PLANT AND EQUIPMENT

	September 30, 2023	December 31, 2022	September 30, 2022
Assets used by the Group	\$ 17,644,578	\$ 16,763,663	\$ 15,971,588
Assets leased under operating leases	<u>25,502,614</u>	<u>22,141,724</u>	<u>21,183,378</u>
	<u>\$ 43,147,192</u>	<u>\$ 38,905,387</u>	<u>\$ 37,154,966</u>

a. Assets used by the Group

	September 30, 2023	December 31, 2022	September 30, 2022
Freehold land	\$ 6,904,998	\$ 6,621,069	\$ 6,672,199
Buildings	5,022,633	5,013,586	4,156,931
Equipment	3,400,892	2,929,156	2,858,976
Vehicles	735,805	573,236	528,034
Miscellaneous equipment	1,017,067	1,160,123	1,162,971
Property under construction	<u>563,183</u>	<u>466,493</u>	<u>592,477</u>
	<u>\$ 17,644,578</u>	<u>\$ 16,763,663</u>	<u>\$ 15,971,588</u>

For the nine months ended September 30, 2023 and 2022, there were impairment losses \$111,260 thousand and reversal of impairment losses \$9,445 thousand, respectively. The impairment loss is caused by the recoverable amounts (fair value less costs to sell) of property, plant and equipment were lower than the carrying amounts. The reversal of impairment loss is based on the increase of future cash flow of the relevant cash-generating unit, so the Group reversed the impairment loss recognized in the previous period.

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

Buildings	3-60 years
Equipment	2-20 years or unit-of-production method
Vehicles	4-7 years
Miscellaneous equipment	1-15 years

b. Assets leased under operating leases

	September 30, 2023	December 31, 2022	September 30, 2022
Vehicles	<u>\$ 25,502,614</u>	<u>\$ 22,141,724</u>	<u>\$ 21,183,378</u>

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

Vehicles	3 years or according to terms of lease
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For the nine months ended September 30, 2023 and 2022, the Group recognized reversal of impairment losses due to the sale of second-handed vehicles for \$2,710 thousand and \$88,624 thousand, respectively. The impairment loss has been reversed due to sale of the used cars.

Property, plant and equipment pledged as collateral for bank borrowings were disclosed in Note 37.

19. INVESTMENT PROPERTIES

	September 30, 2023	December 31, 2022	September 30, 2022
Investment properties	<u>\$ 14,369,818</u>	<u>\$ 15,440,918</u>	<u>\$ 16,941,652</u>

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

The fair values of investment assets as of September 30, 2023, December 31, 2022 and September 30, 2022 based on the valuation by an independent professional appraiser were as follows:

	September 30, 2023	December 31, 2022	September 30, 2022
Fair value	<u>\$ 48,329,924</u>	<u>\$ 38,174,869</u>	<u>\$ 47,572,709</u>

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

20. LEASE ARRANGEMENTS

a. Right-of-use assets

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Carrying amount</u>			
Land	\$ 1,086,147	\$ 796,981	\$ 827,991
Buildings	1,330,872	1,364,145	1,431,626
Vehicles	13,234	8,330	9,632
Others	<u>7,148</u>	<u>1,540</u>	<u>7,381</u>
	<u>\$ 2,437,401</u>	<u>\$ 2,170,996</u>	<u>\$ 2,276,630</u>
		For the Nine Months Ended September 30	
		2023	2022
Addition for right-of-use assets		<u>\$ 535,201</u>	<u>\$ 442,973</u>
Depreciation charge for right-of-use assets			
Land		\$ 98,885	\$ 100,494
Buildings		356,286	348,137
Vehicles		7,146	5,369
Others		<u>19,025</u>	<u>18,863</u>
		<u>\$ 481,342</u>	<u>\$ 472,863</u>

b. Lease liabilities

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Carrying amount</u>			
Current	<u>\$ 622,851</u>	<u>\$ 589,471</u>	<u>\$ 601,352</u>
Non-current	<u>\$ 1,580,927</u>	<u>\$ 1,322,659</u>	<u>\$ 1,410,181</u>

Range of discount rate for lease liabilities was as follows:

	September 30, 2023	December 31, 2022	September 30, 2022
Land	0.90%-6.41%	0.90%-6.41%	0.90%-6.41%
Buildings	0.88%-5.33%	0.88%-5.35%	0.88%-5.35%
Vehicles	0.74%-5.33%	0.74%-5.34%	0.74%-5.34%
Others	0.90%-6.64%	0.90%-6.64%	0.90%-6.64%

c. Material lease-in activities and terms

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

d. Other lease information

	For the Nine Months Ended September 30	
	2023	2022
Expenses relating to short-term leases	\$ 148,336	\$ 66,872
Expenses relating to low-value asset leases	\$ 7,108	\$ 4,828
Expenses relating to variable lease payments not included in the measurement of lease liabilities	\$ 33,917	\$ 13,054
Total cash outflow for leases	\$ (682,962)	\$ (567,376)

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

21. INTANGIBLE ASSETS

	September 30, 2023	December 31, 2022	September 30, 2022
Motor design and research and development outputs	\$ 190,038	\$ 276,776	\$ 249,110
Vehicle registration plates	238,527	234,611	234,214
Goodwill	466,307	882	882
Others	198,218	191,404	186,004
	<u>\$ 1,093,090</u>	<u>\$ 703,673</u>	<u>\$ 670,210</u>

The vehicle model development cost of the Group includes SUV model, MPV model, GPS (S5 Sedan) model, GPK (U6 SUV) model, LCS (S3 Sedan) model, LCH model (U5 SUV), GPM model, MBU model, M platform, ME engine, EF engine, Plug-in hybrid electric vehicle, technical cost of electric vehicles and other related vehicle model development cost. As mentioned above, SUV models, MPV models, GPS models and plug-in hybrid electric vehicle system have been fully recognized impairment, while LCS models, LCH models, MBU models, M platforms, ME engines and EF engine models have been invested to the associate - Foxtron Vehicle Technologies Co., Ltd. The mainly Motor design and research and development outputs of the Group included GPM model, GPK model and technical cost of electric vehicles as of September 30, 2023.

The Brand Segments test impairment of motor design and research and development outputs and molds of the models on an annual basis and in the event of signs of impairment; the calculation of recoverable amount is based on the value in use and the net fair value. The calculation of the value in use is based on the cash flows of the Group's future product life cycle financial forecasts to reflect the specific risks of the relevant cash-generating unit. The fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Both calculations use an annual discount rate of 7.52% at December 31, 2022 and 2021.

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

In August 2023, YFC purchased 50.70% equity of JDW for \$950,000 thousand, generating a premium of \$465,425 thousand, which was classified as goodwill. Related borrowings were disclosed in Note 32.

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

Computer software	2-5 years
Motor design and research and development outputs	Units-of-production method
Others	1-10 years

22. BORROWINGS

a. Short-term borrowings

	September 30, 2023	December 31, 2022	September 30, 2022
Secured borrowings (Note 36)			
Bank loans	\$ 8,555,222	\$ 15,738,347	\$ 10,903,713
Unsecured borrowings			
Line of credit borrowings	<u>44,339,679</u>	<u>50,277,866</u>	<u>40,997,934</u>
	<u>\$ 52,894,901</u>	<u>\$ 66,016,213</u>	<u>\$ 51,901,647</u>
Interest rate	1.20%-7.76%	1.40%-7.97%	1.00%-6.22%

b. Short-term bills payable

	September 30, 2023	December 31, 2022	September 30, 2022
Commercial paper	\$ 174,993,000	\$ 138,557,352	\$ 141,199,935
Less: Unamortized discount on bills payable	<u>(931,354)</u>	<u>(723,524)</u>	<u>(602,655)</u>
	<u>\$ 174,061,646</u>	<u>\$ 137,833,828</u>	<u>\$ 140,597,280</u>
Interest rate	0.76%-2.38%	0.76%-6.00%	0.53%-2.40%

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

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

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

c. Long-term borrowings

	September 30, 2023	December 31, 2022	September 30, 2022
Secured borrowings (Note 36)			
Bank loans (Note)	\$ 4,125,000	\$ 14,291,656	\$ 12,887,752
Unsecured borrowings			
Credit borrowings	2,106,847	3,435,458	215,862
Commercial paper (recurring)	4,847,199	3,463,663	3,960,264
Less: Current portion long-term borrowings	<u>(2,172,725)</u>	<u>(2,117,056)</u>	<u>(1,717,253)</u>
	<u>\$ 8,906,321</u>	<u>\$ 19,073,721</u>	<u>\$ 15,346,625</u>
Interest rates	0.74%-5.15%	0.74%-5.15%	0.74%-5.15%

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

23. BONDS PAYABLE

	September 30, 2023	December 31, 2022	September 30, 2022
Unsecured domestic convertible bonds	\$ 6,999,900	\$ -	\$ -
Unsecured domestic bonds	20,650,000	19,850,000	26,850,000
Secured domestic bonds	-	4,288,000	4,288,000
Less: Discounts on bonds payable	<u>(419,835)</u>	<u>(9,251)</u>	<u>(17,330)</u>
	27,230,065	24,128,749	31,120,670
Less: Current portion	<u>15,937,550</u>	<u>(19,428,749)</u>	<u>(22,820,670)</u>
Bonds payable - non-current	<u>\$ 11,292,515</u>	<u>\$ 4,700,000</u>	<u>\$ 8,300,000</u>

Unsecured domestic bonds

The Group issued unsecured corporate bonds on December 12, 2017, issuance amounting to NT\$3 billion, and the bonds have seven-year maturities and simple interest at rates of 1.17%, payable annually. The principal amounts of both bonds would be repaid on the maturity date. The Group also issued unsecured corporate bonds on December 25, 2018, with each issuance amounting to NT\$3.6 billion and NT\$1.7 billion, respectively, and the bonds have five-year maturities and ten-year maturities and simple interest at rates of 1.18% and 1.80%, respectively, payable annually.

YFC issued three-year maturity, unsecured corporate bonds on August 20, 2020, and November 9, 2020 with issuance amounts of \$1.7 billion and \$2.2 billion and simple interest rates both of 0.85% payable annually, respectively. The principal amounts of the bonds are repayable on the maturity date. The principal amount of the bond issued on August 20, 2020, was repaid on August 21, 2023. YFC also issued five-year maturity unsecured corporate bonds on July 9, 2019, August 14, 2019, June 8, 2021, and April 26, 2023, with issuance amounts of \$2 billion, \$1.9 billion, \$3.75 billion, and \$1.55 billion and simple interest rates of 0.90%, 0.90%, 0.73% and 1.70% payable annually, respectively. The principal amount of the bond issued on June 8, 2021, is repayable in the fifth year, the others are repayable 50% in the fourth year and 50% in the fifth year. The principal amount of the bond issued on July 9, 2019, August 14, 2019, was repaid 50% on July 10, 2023, and 50% on August 14, 2023, respectively. Shinshin issued three-year maturity unsecured corporate bonds on April 12, 2023 with issuance amounts of \$2.9 billion and simple interest rates both of 1.90% payable annually. The principal amounts of the bonds are repayable on the maturity date. YFC issued three-year maturity secured corporate bonds on January 13, 2020, with an issuance amount of \$4.288 billion and a simple interest rate of 0.69% payable annually. The principal amount of the secured corporate bonds was repaid on January 13, 2023.

Unsecured domestic convertible bonds

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

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

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

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

Issue price (deduct transaction costs of \$3,395 thousand)	\$ 7,136,605
Equity components	(573,028)
Financial liabilities	<u>(699)</u>
Components of liabilities at issue date	6,562,878
Interest calculated at an effective rate of 1.2889%	29,731
Converted to common stocks	<u>(94)</u>
Components of liabilities at September 30, 2023	<u>\$ 6,592,515</u>

24. OTHER LIABILITIES

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Current</u>			
Other payables			
Equipment payables	\$ 709,018	\$ 849,706	\$ 905,010
Accrued expense payable	3,543,189	4,041,531	4,134,141
Dividends payable	154,098	136,016	113,452
Others	<u>2,491,318</u>	<u>2,195,936</u>	<u>2,239,423</u>
	<u>\$ 6,897,623</u>	<u>\$ 7,223,189</u>	<u>\$ 7,392,026</u>
Other liabilities			
Guarantee deposits received	\$ 12,663,333	\$ 11,494,969	\$ 11,276,511
Others	<u>3,060,674</u>	<u>2,772,371</u>	<u>2,663,468</u>
	<u>\$ 15,724,007</u>	<u>\$ 14,267,340</u>	<u>\$ 13,939,979</u>
<u>Non-current</u>			
Other liabilities			
Guarantee deposits received	\$ 421,732	\$ 564,289	\$ 869,829
Others	<u>19,188</u>	<u>29,043</u>	<u>31,416</u>
	<u>\$ 440,920</u>	<u>\$ 593,332</u>	<u>\$ 901,245</u>

25. PROVISIONS

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Current</u>			
Financial guarantee provisions	\$ 78,122	\$ 84,725	\$ 89,725
Warranties	<u>4,406</u>	<u>3,100</u>	<u>3,071</u>
	<u>\$ 82,528</u>	<u>\$ 87,825</u>	<u>\$ 92,796</u>
<u>Non-current</u>			
Warranties	\$ 363,648	\$ 389,961	\$ 403,177
Other provisions	<u>-</u>	<u>5,076</u>	<u>-</u>
	<u>\$ 363,648</u>	<u>\$ 395,037</u>	<u>\$ 403,177</u>

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

Sinqual and YES-Energy recognized provision based on the estimated amount of service costs during the terms of service warranties of the products.

Other provisions are estimated indemnities incurred in litigation arising from Yulon Motor Finance.

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

26. RETIREMENT BENEFIT PLANS

Employee benefit expenses in respect of the Group's defined benefit retirement plans were calculated using the actuarially determined person cost discount rate as of December 31, 2022 and 2021, and recognized in the following line items in their respective periods:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Operating cost	\$ 1,698	\$ 2,572	\$ 5,740	\$ 7,565
Marketing expenses	231	136	478	397
Administration expenses	680	1,228	2,321	3,211
Research and development expenses	<u>57</u>	<u>259</u>	<u>466</u>	<u>792</u>
	<u>\$ 2,666</u>	<u>\$ 4,195</u>	<u>\$ 9,005</u>	<u>\$ 11,965</u>

27. EQUITY

a. Share capital

Common shares

	September 30, 2023	December 31, 2022	September 30, 2022
Number of shares authorized (in thousands)	<u>2,000,000</u>	<u>2,000,000</u>	<u>2,000,000</u>
Shares authorized	<u>\$ 20,000,000</u>	<u>\$ 20,000,000</u>	<u>\$ 20,000,000</u>
Number of shares issued and fully paid (in thousands)	<u>1,070,000</u>	<u>1,000,000</u>	<u>1,000,000</u>
Shares capital	\$ 10,700,000	\$ 10,000,000	\$ 10,000,000
Unregistered share capital	<u>13</u>	<u>-</u>	<u>-</u>
	<u>\$ 10,700,013</u>	<u>\$ 10,000,000</u>	<u>\$ 10,000,000</u>

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

On March 9, 2023, the Company's board of directors resolved to issue 70,000 thousand ordinary shares with a par value of \$10, for a consideration of \$68 per share, which increased the share capital issued and fully paid to \$1,070,000 thousand. On April 19, 2023, the above transaction was approved by the FSC, and the subscription base date was determined by the board of directors to be June 30, 2023. The total paid-in capital has been fully collected and stated as equity, with a corresponding increase in compensation cost of \$105,236 thousand. (See Note 34)

For the nine months ended September 30, 2023, holders exercise their rights to the Company's convertible corporate bonds, and the Company recognized \$13 thousand under unregistered share capital as the registration process is still underway.

b. Capital surplus

	September 30, 2023	December 31, 2022	September 30, 2022
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital (Note)			
Arising from issuance of common shares	\$ 8,661,115	\$ 4,508,131	\$ 4,508,131
Arising from treasury share transactions	2,044,547	2,037,021	2,037,021
The difference between the consideration received or paid and the carrying amount of the subsidiaries' net assets during actual disposal or acquisition	19,715	5,658	5,656
<u>Used to offset a deficit only</u>			
Recognizes changes in the Group's ownership interests in subsidiaries	1,547,188	1,333,643	1,326,518
Arising from share of changes in capital surplus of associates or joint ventures	89,705	38,809	38,850
<u>May not be used for any purpose</u>			
Employee share options - expired	4,342	-	-
Convertible bonds share options	573,019	-	-
	<u>\$ 12,939,631</u>	<u>\$ 7,923,262</u>	<u>\$ 7,916,176</u>

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

c. Retained earnings and dividend policy

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

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

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

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

The appropriation of earnings for 2022 and 2021, which was resolved by shareholders' meeting on May 31, 2023 and June 17, 2022, respectively, represented changes in the number of ordinary shares outstanding due to the issuance of ordinary shares for cash. The actual appropriations was as follows:

	Appropriation of Earnings		Dividend Per Share (N.T. Dollar)	
	2022	2021	2022	2021
Legal reserve	\$ -	\$ 487,801		
Reversal of special reserve	2,150,000	-		
Cash dividend	1,000,000	1,500,000	\$0.93	\$1.50

d. Special reserve

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	\$ 22,228,565	\$ 22,228,565
Reversals	(2,150,000)	-
Balance at September 30	<u>\$ 20,078,565</u>	<u>\$ 22,228,565</u>

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

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

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

e. Other equity items

1) Exchange differences on translating foreign operations

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	\$ (776,164)	\$ (1,287,377)
Exchange differences arising on translating the financial statements of foreign operations	273,450	401,523
Share of exchange difference of subsidiaries, associates and jointly ventures accounted for using the equity method	<u>156,481</u>	<u>428,883</u>
Balance at September 30	<u>\$ (346,233)</u>	<u>\$ (456,971)</u>

2) Unrealized gain/(loss) on financial assets at FVTOCI

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	\$ 1,508,886	\$ 1,712,376
Unrealized gain/(loss) - equity instruments	22,553	(55,017)
Share from associates accounted for using the equity method	53,133	(114,860)
Cumulative unrealized loss of equity instruments transferred to retained earnings due to disposal	<u>(113,704)</u>	<u>(59,203)</u>
Balance at September 30	<u>\$ 1,470,868</u>	<u>\$ 1,483,296</u>

3) Gain (loss) on hedging instruments

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	\$ -	\$ 62
Interest rate risk - interest rate swaps	<u>-</u>	<u>(156)</u>
Balance at September 30	<u>\$ -</u>	<u>\$ (94)</u>

f. Non-controlling interests

	For the Nine Months Ended September 30	
	2023	2022
Balance at January 1	\$ 24,380,919	\$ 18,047,660
Attributable to non-controlling interests:		
Share of profit for the year	3,200,051	2,647,184
Exchange difference arising on translation of foreign entities	179,244	141,366
Unrealized loss on financial assets at FVTOCI	(15,589)	(207)
Loss on hedging instruments	-	(192)
Remeasurement on defined benefit plans	(582)	-
		(Continued)

	For the Nine Months Ended September 30	
	2023	2022
Share of other comprehensive income of associates and joint ventures accounted for using the equity method	\$ 35,363	\$ 32,774
Change in percentage of ownership interests in subsidiaries	2,336,234	4,972,809
The stock option about non-controlling interest held by the employees of subsidiaries	-	33,249
Change in equity from the differences between the consideration received or paid and the carrying amount of the subsidiaries' net assets during disposal or acquisition	382,352	(649,780)
Changes in capital surplus from associates accounted for using the equity method	(388,832)	11
Cash dividends from subsidiaries	<u>(2,002,762)</u>	<u>(1,423,490)</u>
Balance at September 30	<u>\$ 28,106,398</u>	<u>\$ 23,801,384</u> (Concluded)

g. Treasury shares

Reasons for Redemption	Number of Shares, Beginning of Year	Addition During the Year	Reduction During the Year	Number of Shares, End of Year
<u>For the nine months ended September 30, 2023</u>				
Long-term investment of subsidiary transferred to treasury stock	<u>7,526</u>	<u>-</u>	<u>-</u>	<u>7,526</u>
<u>For the nine months ended September 30, 2022</u>				
Long-term investment of subsidiary transferred to treasury stock	<u>7,527</u>	<u>-</u>	<u>(1)</u>	<u>7,526</u>

The Company's shares held by subsidiaries as of September 30, 2023, December 31, 2022 and September 30, 2022 were as follows:

Name of Subsidiaries	Number of Shares Held (In Thousands)	Carrying Amount (In Thousands)	Market Value (In Thousands)
<u>September 30, 2023</u>			
Yu Ching Business Co., Ltd.	7,526	<u>\$ 376,301</u>	<u>\$ 624,694</u>
<u>December 31, 2022</u>			
Yu Ching Business Co., Ltd.	7,526	<u>\$ 376,301</u>	<u>\$ 466,639</u> (Continued)

Name of Subsidiaries	Number of Shares Held (In Thousands)	Carrying Amount (In Thousands)	Market Value (In Thousands)
<u>September 30, 2022</u>			
Yu Ching Business Co., Ltd.	7,526	<u>\$ 376,301</u>	<u>\$ 308,960</u> (Concluded)

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

28. REVENUE

a. Contract information

1) Revenue from the sale of goods

The Group identifies contracts with customers, allocates the transaction price to the performance obligations and recognizes revenue when performance obligations are satisfied.

Revenue from the sale of goods comes from sales of vehicles and parts. The Group recognized revenue when goods are delivered and legal ownership is transferred.

Horizontal Segments property on lease includes property, plant and equipment held for rental to others that are transferred to inventories at their carrying amount when they cease to be rented and become held for sale. The proceeds from the sale of such assets are recognized as revenue.

The Group does not recognize sales revenue on materials delivered to subcontractors because this delivery does not involve a transfer of risks and rewards of the materials' ownership.

The sale of goods that results in awarded credits for customers under the Group's award scheme is accounted for as a multiple element revenue transaction, and the fair value of the consideration received or receivable is allocated between the goods supplied and the awarded credits granted. The consideration allocated to the awarded credits is measured with reference to their fair value, i.e. the amount for which the awarded credits could be sold separately. Such consideration is not recognized as revenue at the time of the initial sale transactions but is deferred and recognized as revenue when the awarded credits are redeemed and the Group's obligations have been fulfilled.

2) Rental income

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

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

3) Investment income (included in other operating revenue)

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

4) Revenue from the rendering of services

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

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

Interest revenue from the accounts receivable of YFC and Shinshin, and Yu Rich collectively during the three months ended September 30, 2023 and 2022 were \$3,344,944 thousand and \$2,940,284 thousand, respectively; and for the nine months ended September 30, 2023 and 2022 were \$9,897,884 thousand and \$8,279,469 thousand, respectively. As of September 30, 2023, December 31, 2022 and September 30, 2022, the uncollected accounts receivables were \$166,642,343 thousand, \$159,894,963 thousand and \$150,925,377 thousand, respectively, and recognized as accounts receivable. The income from sales and cost of goods sold of the combined company without a dealer's interest were expressed in net amount; the gross amounts were not included in the consolidated statements of comprehensive income.

6) Interest income on installments sales. (included in other operating revenue)

Interest revenue on acquired receivables from installment sales of YFC, Shinshin and TAC Leasing (Suzhou) for the three months ended September 30, 2023 and 2022 were amounted to \$1,289,727 thousand and \$1,064,849 thousand, respectively; and for the nine months ended September 30, 2023 and 2022 were \$3,695,005 thousand and \$3,024,529 thousand, respectively. The income from sales and cost of goods sold of the combined company without a dealer's interest were expressed in net amount; the gross amounts were not included in the consolidated statements of comprehensive income.

7) Agency revenue (included in other operating revenue)

Agency revenue of YFC and Shinshin recognized for the three months ended September 30, 2023 and 2022 were \$38,325 thousand and \$44,623 thousand, respectively; and for the nine months ended September 30, 2023 and 2022 were \$118,696 thousand and \$132,134 thousand, respectively.

In the event that payments were not made on due dates, YFC and Shinshin reimburse the bank of the loan and assume all collection rights against the debtor. As of September 30, 2023, December 31, 2022 and September 30, 2022, the managerial service account balances of the loans provided by YFC and Shinshin collectively were \$2,599,855 thousand, \$2,661,674 thousand and \$2,816,956 thousand, respectively. The reimbursements from YFC and Shinshin to banks as of September 30, 2023, December 31, 2022 and September 30, 2022 were \$279,179 thousand, \$323,470 thousand and \$291,988 thousand, respectively. The reimbursements to banks were listed as accounts receivable before recognition of interest revenue from acquired accounts receivable.

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

b. Disaggregation of revenue

Refer to Note 43 for details of revenue information.

29. NET PROFIT AND OTHER COMPREHENSIVE INCOME

a. Other operating revenue

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Rental revenue	\$ 19,039	\$ 20,662	\$ 55,196	\$ 63,788
Commission revenue	61,378	66,316	188,320	191,462
Subsidy revenue	33,959	18,027	176,246	46,099
Others	<u>126,689</u>	<u>156,362</u>	<u>284,775</u>	<u>347,625</u>
	<u>\$ 241,065</u>	<u>\$ 261,367</u>	<u>\$ 704,537</u>	<u>\$ 648,974</u>

b. Other gains and losses

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Gains on disposal of property, plant and equipment	\$ 1,972	\$ 23,975	\$ 6,936	\$ 19,568
Net foreign exchange gains (losses)	29,663	26,025	(2,348)	71,963
Net gain (loss) on financial assets mandatorily at FVTPL	10,821	(19,545)	(10,973)	(71,908)
Gain on disposal of associates	-	-	120,357	-
Reversal of compensation loss (Note)	-	9,520	51,946	682,279
Others	<u>(26,519)</u>	<u>1,782</u>	<u>156,127</u>	<u>(54,683)</u>
	<u>\$ 15,937</u>	<u>\$ 41,757</u>	<u>\$ 322,045</u>	<u>\$ 647,219</u>

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

c. Finance costs

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Interest on bank loans	\$ 1,264,710	\$ 825,797	\$ 3,704,977	\$ 2,188,721
Interest on corporate bonds	90,162	85,257	221,593	252,989
Other interest expense	<u>49,343</u>	<u>38,214</u>	<u>141,726</u>	<u>91,590</u>
	1,404,215	949,268	4,068,296	2,533,300
Less: Interest accounted for as operating cost	<u>1,283,148</u>	<u>835,774</u>	<u>3,590,325</u>	<u>2,205,739</u>
	<u>\$ 121,067</u>	<u>\$ 113,494</u>	<u>\$ 477,971</u>	<u>\$ 327,561</u>

d. Interest revenue

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Interest revenue from acquired accounts receivable	\$ 3,344,892	\$ 2,940,270	\$ 9,897,805	\$ 8,279,453
Interest revenue from installment sales	1,289,727	1,064,849	3,695,005	3,024,529
Interest revenue from capital leases	819,448	733,777	2,305,062	2,152,371
Others	<u>910,962</u>	<u>878,730</u>	<u>2,734,711</u>	<u>2,581,431</u>
	6,365,029	5,617,626	18,632,583	16,037,784
Less: Interest revenue accounted for as operating revenue	<u>6,283,324</u>	<u>5,547,198</u>	<u>18,365,987</u>	<u>15,837,767</u>
	<u>\$ 81,705</u>	<u>\$ 70,428</u>	<u>\$ 266,596</u>	<u>\$ 200,017</u>

e. Depreciation and amortization

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
An analysis of depreciation by function				
Operating costs	\$ 1,821,980	\$ 1,628,798	\$ 5,250,591	\$ 4,767,665
Operating expenses	<u>378,023</u>	<u>296,809</u>	<u>1,094,648</u>	<u>872,212</u>
	<u>\$ 2,200,003</u>	<u>\$ 1,925,607</u>	<u>\$ 6,345,239</u>	<u>\$ 5,639,877</u>
An analysis of amortization by function				
Operating costs	\$ 10,475	\$ 12,498	\$ 47,092	\$ 38,980
Operating expenses	<u>847,023</u>	<u>850,837</u>	<u>2,528,602</u>	<u>2,492,467</u>
	<u>\$ 857,498</u>	<u>\$ 863,335</u>	<u>\$ 2,575,694</u>	<u>\$ 2,531,447</u>

f. Employee benefit expense

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Post-employment benefits				
Defined contribution plans	\$ 57,204	\$ 68,350	\$ 174,383	\$ 174,318
Defined benefit plans (Note 26)	<u>2,666</u>	<u>4,195</u>	<u>9,005</u>	<u>11,965</u>
	59,870	72,545	183,388	186,283

(Continued)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Other employee benefits	\$ 2,474,008	\$ 2,370,570	\$ 7,258,325	\$ 6,736,156
Share-based payment				
Equity-settled share	<u>(777)</u>	<u>58,155</u>	<u>105,236</u>	<u>58,155</u>
Total employee benefits expense	<u>\$ 2,533,101</u>	<u>\$ 2,501,270</u>	<u>\$ 7,546,949</u>	<u>\$ 6,980,594</u>
An analysis of employee benefits expense by function				
Operating costs	\$ 675,327	\$ 634,047	\$ 2,078,953	\$ 1,852,720
Operating expenses	<u>1,857,774</u>	<u>1,867,223</u>	<u>5,467,996</u>	<u>5,127,874</u>
	<u>\$ 2,533,101</u>	<u>\$ 2,501,270</u>	<u>\$ 7,546,949</u>	<u>\$ 6,980,594</u>

(Concluded)

g. Compensation of employees and remuneration of directors

According to the Company's Articles, the Company accrued compensation of employees and remuneration of directors at the rates no less than 0.1% and no higher than 0.5%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors. However, if there have accumulated deficits, the amount to cover the deficits shall be reserved in advance, and then distributed according to the proportion in the preceding paragraph. For the three months ended September 30, 2023 and 2022 and for the nine months ended September 30, 2023 and 2022, the employees' compensation and the remuneration of directors were as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Compensation of employees	<u>\$ 11,744</u>	<u>\$ -</u>	<u>\$ 26,272</u>	<u>\$ -</u>
Remuneration of directors	<u>\$ 7,830</u>	<u>\$ -</u>	<u>\$ 17,515</u>	<u>\$ -</u>

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

In 2022, the Company did not distribute compensation of employees, and remuneration of directors due to no profit.

The compensation of employees and the remuneration of directors for the year ended December 31, 2021, which was approved by the Company's board of directors on March 10, 2022, was as follows:

	2021	
	Cash Dividends	Share Dividends
Compensation of employees	\$ 36,640	\$ -
Remuneration of director	24,391	-

There was no difference between the actual amounts of employees' compensation and remuneration of directors paid and the amounts recognized in the consolidated financial statements for the years ended December 31, 2021.

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

h. Impairment losses on non-financial assets (reversal of impairment losses)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Property, plant and equipment (included in lease cost and other operating cost and other gains and losses)	\$ 12,454	\$ (1,638)	\$ 108,550	\$ (98,069)
Inventories (included in operating cost)	(4,999)	(5,964)	5,037	(187,305)
Other intangible assets (included in other operating cost)	<u>1,325</u>	<u>-</u>	<u>2,648</u>	<u>-</u>
	<u>\$ 8,780</u>	<u>\$ (7,602)</u>	<u>\$ 116,235</u>	<u>\$ (285,374)</u>

30. INCOME TAXES

a. Income tax recognized in profit or loss

Major components of tax expense were as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Current tax				
In respect of the current year	\$ 363,285	\$ 486,559	\$ 1,209,037	\$ 1,553,084
Income tax on unappropriated earnings	3	22,164	165,099	116,687
Adjustments for prior years	<u>(3,577)</u>	<u>(11,631)</u>	<u>(21,397)</u>	<u>(21,148)</u>
	359,711	497,092	1,352,739	1,648,623
Deferred tax				
In respect of the current year	<u>240,246</u>	<u>120,799</u>	<u>452,748</u>	<u>381,627</u>
Income tax expense recognized in profit or loss	<u>\$ 599,957</u>	<u>\$ 617,891</u>	<u>\$ 1,805,487</u>	<u>\$ 2,030,250</u>

b. Income tax assessed

The tax returns through 2020 have been assessed by the tax authorities.

31. EARNINGS (LOSS) PER SHARE

Unit: NT\$ Per Share

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Basic earnings (loss) per share	<u>\$ 1.20</u>	<u>\$ (0.13)</u>	<u>\$ 3.55</u>	<u>\$ (1.98)</u>
Diluted earnings (loss) per share	<u>\$ 1.12</u>	<u>\$ (0.13)</u>	<u>\$ 3.43</u>	<u>\$ (1.98)</u>

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

Net Profit (Loss) for the Year

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Earnings (loss) used in the computation of basic earnings (loss) per share	\$ 1,255,812	\$ (125,262)	\$ 3,550,303	\$ (1,938,549)
Convertible bonds	<u>22,732</u>	<u>-</u>	<u>22,732</u>	<u>-</u>
Earnings (loss) used in the computation of diluted earnings (loss) per share	<u>\$ 1,278,544</u>	<u>\$ (125,262)</u>	<u>\$ 3,573,035</u>	<u>\$ (1,938,549)</u>

Shares

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Weighted average number of ordinary shares used in the computation of basic earnings (loss) per share	1,047,292	977,705	1,001,410	977,705
Effect of potentially dilutive ordinary shares:				
Compensation of employees	317	-	317	-
Convertible bonds	<u>87,608</u>	<u>-</u>	<u>41,397</u>	<u>-</u>
Weighted average number of ordinary shares used in the computation of diluted earnings (loss) per share	<u>1,135,217</u>	<u>977,705</u>	<u>1,043,124</u>	<u>977,705</u>

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

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

32. BUSINESS COMBINATIONS

a. Subsidiaries acquired

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

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

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

	JDW
Current assets	
Cash	\$ 1,150,344
Accounts receivables	43,834
Other receivables	5,580
Prepayments	2,675
Non-current assets	
Property, plant and equipment	2,053
Refundable Deposits	9,385
Current liabilities	
Accounts payables	(73,005)
Other payables	(174,390)
Deposits received	(203)
Other current liabilities	<u>(3,486)</u>
	<u>\$ 962,787</u>

At the date of issuance of these consolidated financial statements, the necessary market valuations and other calculations have not been finalized for the acquisition of JDW, therefore the original accounting treatment as of September 30, 2023 was provisional only.

c. Non-controlling interests

Non-controlling interests are measured as the proportionate share of the recognized amount of the acquiree's identifiable net assets.

d. Goodwill recognized on acquisitions

	JDW
Consideration transferred	\$ 950,000
Plus: Non-controlling interests	478,212
Less: Fair value of identifiable net assets acquired	<u>(962,787)</u>
Goodwill recognized on acquisitions	<u>\$ 465,425</u>

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

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

As of September 30, 2023, the Group had not finished identifying the difference between the investment cost and net fair value of JDW. Hence, the difference is temporarily recognized as goodwill.

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

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

f. Impact of acquisitions on the results of the Group

The financial results of the acquirees since the acquisition dates were as follows:

	JDW
Operating revenue	<u>\$ 18,696</u>
Net loss	<u>\$ (7,456)</u>

Had JDW concluded the acquisition at the beginning of 2023, the Group's revenue would have been \$53,832 thousand and \$165,465 thousand, and the loss would have been \$20,100 thousand and \$59,623 thousand for the three months and nine months ended September 30, 2023, respectively. This pro-forma information is for illustrative purposes only and is not necessarily an indication of the revenue and results of operations of the Group that actually would have been achieved had the acquisition been completed at the beginning of the acquisition year, nor is it intended to be a projection of future results.

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

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

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

a. Assets acquired and liabilities assumed

	Tai Chuang Energy	Zysun Power	Wysun Power
Current assets			
Cash	\$ 630,448	\$ 80	\$ 69
Prepayments	972	475	19
Non-current assets			
Right-of-use assets	311,608	-	-
Prepayments for equipment	2,016	9,443	324
Refundable deposits	4,028	-	-
Current liabilities			
Other payables	(8)	(35)	-
Other current liabilities	(25)	-	-
Non-current liabilities			
Lease liabilities	<u>(319,309)</u>	<u>-</u>	<u>-</u>
	<u>\$ 629,730</u>	<u>\$ 9,963</u>	<u>\$ 412</u>

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

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

34. SHARE-BASED PAYMENT ARRANGEMENTS

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

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

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

The Company recognized a compensation cost of \$105,236 thousand under employee share option plans.

35. EQUITY TRANSACTIONS WITH NON-CONTROLLING INTERESTS - 2023

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

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

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

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

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

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

36. CAPITAL MANAGEMENT

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

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

According to externally imposed capital requirement of banks, part of the subsidiaries should keep the agreed equity during the borrowing period. As of September 30, 2023, the Company has met the requirements of banks.

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

37. FINANCIAL INSTRUMENTS

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

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

	September 30, 2023		December 31, 2022		September 30, 2022	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value	Carrying Amount	Fair Value
<u>Financial liabilities</u>						
Convertible bonds	\$ 6,592,515	\$ 8,049,185	\$ -	\$ -	\$ -	\$ -

The fair value of convertible bonds is measured by Level 2 input values. The valuation is based on the weighted average \$100 price in the OTC trading center on the reporting date to calculate the fair value.

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

1) Fair value hierarchy

September 30, 2023

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Domestic and foreign quoted shares	\$ 10,193	\$ -	\$ -	\$ 10,193
Domestic and foreign unlisted shares	-	-	2,420	2,420
Derivatives	-	6,300	-	6,300
Mutual funds	345,312	-	-	345,312
				(Continued)

	Level 1	Level 2	Level 3	Total
Limited partnership investment	\$ -	\$ -	\$ 71,985	\$ 71,985
Others	<u>233,719</u>	<u>-</u>	<u>209,979</u>	<u>443,698</u>
	<u>\$ 589,224</u>	<u>\$ 6,300</u>	<u>\$ 284,384</u>	<u>\$ 879,908</u>

Financial assets at FVTOCI

Investments in equality instrument				
Domestic quoted shares	\$ 392,751	\$ -	\$ -	\$ 392,751
Domestic and foreign unlisted shares	-	-	454,137	454,137
Others	<u>-</u>	<u>1,529</u>	<u>-</u>	<u>1,529</u>
	<u>\$ 392,751</u>	<u>\$ 1,529</u>	<u>\$ 454,137</u>	<u>\$ 848,417</u>

(Concluded)

December 31, 2022

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Domestic and foreign quoted shares	\$ 8,910	\$ -	\$ -	\$ 8,910
Domestic and foreign unlisted shares	-	-	2,303	2,303
Mutual funds	109,540	-	-	109,540
Limited partnership investment	-	-	71,985	71,985
Others	<u>163,148</u>	<u>-</u>	<u>399,869</u>	<u>563,017</u>
	<u>\$ 281,598</u>	<u>\$ -</u>	<u>\$ 474,157</u>	<u>\$ 755,755</u>

Financial assets at FVTOCI

Investments in equality instrument				
Domestic quoted shares	\$ 253,308	\$ -	\$ -	\$ 253,308
Domestic and foreign unlisted shares	-	-	425,940	425,940
Others	<u>-</u>	<u>979</u>	<u>-</u>	<u>979</u>
	<u>\$ 253,308</u>	<u>\$ 979</u>	<u>\$ 425,940</u>	<u>\$ 680,227</u>

September 30, 2022

	Level 1	Level 2	Level 3	Total
<u>Financial assets at FVTPL</u>				
Domestic and foreign quoted shares	\$ 106,334	\$ -	\$ -	\$ 106,334
Domestic and foreign unlisted shares	-	-	2,381	2,381
Mutual funds	211,577	-	-	211,577
Limited partnership investment	-	-	71,985	71,985
Others	<u>637,260</u>	<u>-</u>	<u>442,073</u>	<u>1,079,333</u>
	<u>\$ 955,171</u>	<u>\$ -</u>	<u>\$ 516,439</u>	<u>\$ 1,471,610</u>
<u>Financial assets at FVTOCI</u>				
Domestic quoted shares	\$ 224,591	\$ -	\$ -	\$ 224,591
Domestic and foreign unlisted shares	-	-	421,880	421,880
Others	<u>-</u>	<u>963</u>	<u>-</u>	<u>963</u>
	<u>\$ 224,591</u>	<u>\$ 963</u>	<u>\$ 421,880</u>	<u>\$ 647,434</u>
<u>Hedged financial liabilities</u>				
Foreign currency forward contracts	<u>\$ -</u>	<u>\$ 220</u>	<u>\$ -</u>	<u>\$ 220</u>

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

2) Valuation technique and input to Level 2 fair value measurement

<u>Financial Instrument</u>	<u>Valuation Technique and Input</u>
Derivatives - foreign exchange forward contracts	Discounted cash flow. Future cash flows were estimated based on observable forward exchange rates and contract rates at the end of the reporting period, discounted at rates that reflects the credit risk of various counterparties.
Derivatives - redemption option and put option of convertible bonds	Binomial tree valuation model. Evaluated by the observable closing price of the stocks, risk-free interest rate, risk discount rate, and liquidity risk at the balance sheet date.

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

For the nine months ended September 30, 2023

	Financial Assets at Fair Value Through Profit or Loss	Available-for- sale Financial Assets Equity Instruments	Total
Balance at January 1, 2023	\$ 474,157	\$ 425,940	\$ 900,097
Recognized in profit or loss			
Other gains and losses	(568)	-	(568)
Interest revenue	4,798	-	4,798
Recognized in other comprehensive income (included in unrealized gain on financial assets at FVTOCI)	-	27,116	27,116
Purchases	103,715	1,000	104,715
Disposals/settlements	(299,743)	-	(299,743)
Effects of exchange rate changes	<u>2,025</u>	<u>81</u>	<u>2,106</u>
Balance at September 30, 2023	<u>\$ 284,384</u>	<u>\$ 454,137</u>	<u>\$ 738,521</u>

For the nine months ended September 30, 2022

	Financial Assets at Fair Value Through Profit or Loss	Available-for- sale Financial Assets Equity Instruments	Total
Balance at January 1, 2022	\$ 525,283	\$ 407,022	\$ 932,305
Recognized in profit or loss			
Other gains and losses	(234)	-	(234)
Interest revenue	9,099	-	9,099
Recognized in other comprehensive income (included in unrealized gain on financial assets at FVTOCI)	-	17,362	17,362
Purchases	164,000	-	164,000
Disposals/settlements	(182,014)	(2,622)	(184,636)
Effects of exchange rate changes	<u>305</u>	<u>118</u>	<u>423</u>
Balance at September 30, 2022	<u>\$ 516,439</u>	<u>\$ 421,880</u>	<u>\$ 938,319</u>

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

To determine the fair value for the funds, the Company utilizes the asset approach and takes into account the net asset value measured at the fair value by independent parties. On September 30, 2023, the Company uses unobservable inputs derived from discount for lack of marketability and lack of non-controlling interest.

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

c. Categories of financial instruments

	September 30, 2023	December 31, 2022	September 30, 2022
<u>Financial assets</u>			
Fair value through profit or loss (FVTPL)			
Mandatorily classified as at FVTPL	\$ 879,908	\$ 755,755	\$ 1,471,610
Financial assets at amortized cost (Note 1)	273,988,179	255,902,928	244,920,313
Fair value through other comprehensive income (FVTOCI)	848,417	680,227	647,434

Financial liabilities

Derivative instruments in designated hedge accounting relationships	-	-	220
Amortized cost (Note 2)	290,215,234	273,450,311	265,122,793
Financial guaranteed contracts	78,122	84,725	89,725

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

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

d. Financial risk management objectives and policies

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

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

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

a) Precautions

Key points of management

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

Control mechanisms

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

Management tools

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

b) Controls during the ongoing process

Key points of management

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

Control mechanisms

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

Management tools

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

Key points of management

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

Control mechanisms

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

Management tools

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

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

3) Market risk

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

a) Foreign currency risk

The Group had foreign currency sales and purchases, which exposed the Group to exchange rate risk. Exposure to exchange rate risk is managed within the approved policy by using forward foreign exchange contracts.

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

Sensitivity analysis

The Group was mainly exposed to Currency USD and Currency JPY.

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

	USD Impact	
	For the Nine Months Ended	
	September 30	
	2023	2022
Profit or loss	\$ (2,777)	\$ 854
	JPY Impact	
	For the Nine Months Ended	
	September 30	
	2023	2022
Profit or loss	\$ 2,600	\$ -

Hedge accounting

The Group's hedging strategy is to enter into foreign exchange forward contracts to avoid exchange rate exposure of its foreign currency receipts and payments and to manage exchange rate exposure of its forecasted foreign currency. Those transactions are designated as cash flow hedges. When forecast purchases actually take place, basis adjustments are made to the initial carrying amounts of non-financial hedged items when the anticipated purchases take place.

The following tables summarize the information relating to the hedges of foreign currency risk.

September 30, 2023 and December 31, 2022: None.

September 30, 2022

Hedging Instrument	Currency	Notional Amount	Maturity	Forward Price	Line Item in Balance Sheet	Carrying Amount		Change in Value Used for Calculating Hedge Ineffectiveness
						Asset	Liability	
Cash flow hedge Forecast purchases - forward exchange contracts	JPY/NT	JPY16,800/ NT\$3,926	2022.11.09- 2022.12.09	NT\$ 3,926	Financial liabilities for hedging	\$ -	\$ 220	\$ -

Hedged Item	Change in Value Used for Calculating Hedge Ineffectiveness	Accumulated Gains or Losses on Hedging Instruments in Other Equity	
		Continuing Hedges	Hedge Accounting No Longer Applied
Cash flow hedge Forecast purchases - forward exchange contracts	\$ -	\$ 220	\$ -

b) Interest rate risk

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

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

	September 30, 2023	December 31, 2022	September 30, 2022
Fair value interest rate risk			
Financial assets	\$ 225,436,434	\$ 214,045,422	\$ 211,073,246
Financial liabilities	201,291,711	161,962,577	171,717,950
Cash flow interest rate risk			
Financial assets	14,117,889	14,570,315	13,715,240
Financial liabilities	63,973,947	87,206,990	68,965,524

Sensitivity analysis

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

If interest rates had been 1% higher and all other variables were held constant, the Group's pre-tax profit for the nine months ended September 30, 2023 and 2022 would have decreased by \$373,920 thousand and \$414,377 thousand, respectively.

c) Other price risk

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

Sensitivity analysis

The Group assesses equity price risk using sensitivity analysis.

The sensitivity analyses below were determined based on the exposure to equity price risks at the end of the reporting period. If equity prices had been 1% lower, as of September 30, 2023, financial assets at FVTPL and FVTOCI would have decreased by \$8,799 thousand and \$8,484 thousand, respectively.

If equity prices had been 1% lower, as of September 30, 2022, financial assets at FVTPL and FVTOCI would have decreased by \$14,716 thousand and \$6,474 thousand, respectively.

4) Credit risk

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

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

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

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

5) Liquidity risk

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

Liquidity and interest risk rate table

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

September 30, 2023

	Less than 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>			
Non-interest bearing	\$ 11,864,511	\$ -	\$ -
Variable interest rate liabilities	40,647,546	56,873,528	-
Fixed interest rate liabilities	134,707,030	32,285,965	1,700,000
Lease liabilities	561,509	1,157,107	647,939
Financial guarantee contracts	<u>2,599,855</u>	<u>-</u>	<u>-</u>
	<u>\$ 190,380,451</u>	<u>\$ 90,316,600</u>	<u>\$ 2,347,939</u>

December 31, 2022

	Less than 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>			
Non-interest bearing	\$ 12,221,486	\$ -	\$ -
Variable interest rate liabilities	35,837,846	63,554,049	-
Fixed interest rate liabilities	123,398,809	25,439,749	1,700,000
Lease liabilities	528,045	1,086,600	405,772
Financial guarantee contracts	<u>2,661,674</u>	<u>-</u>	<u>-</u>
	<u>\$ 174,647,860</u>	<u>\$ 90,080,398</u>	<u>\$ 2,105,772</u>

September 30, 2022

	Less than 1 Year	1-5 Years	5+ Years
<u>Non-derivative financial liabilities</u>			
Non-interest bearing	\$ 12,292,978	\$ -	\$ -
Variable interest rate liabilities	35,131,940	43,907,050	-
Fixed interest rate liabilities	112,197,276	48,371,929	1,700,000
Lease liabilities	552,749	1,144,792	434,518
Financial guarantee contracts	<u>2,816,956</u>	<u>-</u>	<u>-</u>
	<u>\$ 162,991,899</u>	<u>\$ 93,423,771</u>	<u>\$ 2,134,518</u>

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

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

38. TRANSACTIONS WITH RELATED PARTIES

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

a. Related parties

Related Party	Relationship with the Group
Dongfeng Yulon Motor Co., Ltd.	Joint ventures (became non-related party on June 27, 2023)
Dong Yu Tech. Co., Ltd.	Joint ventures
Zhuo He Co., Ltd.	Joint ventures
Cheng Long Co., Ltd.	Associates
Yuan Lon Co., Ltd.	Associates
Yu Tang Co., Ltd.	Associates
Yulon-Nissan Motor Co., Ltd.	Associates
Guangzhou He Xi Co., Ltd.	Associates
China Motor Co., Ltd.	Associates
Tokio Marine Newa Insurance Co., Ltd.	Associates
ROC-Spicer Co., Ltd.	Associates
Fujian Spicer Co., Ltd.	Associates
Uni-calsonic Co., Ltd.	Associates
China Ogihara Co., Ltd.	Associates
China Engine Co., Ltd.	Associates
HuiZhou DongFeng Yi Jing Co., Ltd.	Associates (became non-related party from second quarter of 2023)
Hui-Lian Motor Co., Ltd.	Associates
Yulon Management Co., Ltd.	Associates
Foxtron Vehicle Technologies Co., Ltd.	Associates
Hong Kong-Spicer Co., Ltd.	Associates
Zhuo Giu Co., Ltd.	Associates
Bing Yu Co., Ltd.	Associates
Guang Zhou Ri Zheng Spring	Associates
Ding Long Co., Ltd.	Associate's subsidiary
Tang Li Co., Ltd.	Associate's subsidiary
Yuan Zhi Co., Ltd.	Associate's subsidiary
Lian Cheng Co., Ltd.	Associate's subsidiary
Yuen-Jin Co., Ltd.	Associate's subsidiary
Kian Shen Co., Ltd.	Associate's subsidiary
Hua Ling Co., Ltd.	Associate's subsidiary
Lin Wei Co., Ltd.	Associate's subsidiary
Yuan Rui Auto Co., Ltd.	Associate's subsidiary
MG Motor Taiwan Co., Ltd.	Associate's subsidiary

(Continued)

Related Party	Relationship with the Group
Dong Feng Yulon Motor Sales Co., Ltd.	Other related parties
Tai-Yuen Textiles Co., Ltd.	Other related parties
Wen Shen Co., Ltd.	Other related parties
Shenyang Spicer Co., Ltd.	Other related parties
Lowin Industrial Co., Ltd.	Other related parties
Taiwin Company	Other related parties
Hui-Fong Motor Co., Ltd.	Other related parties
Nissan Motor Co., Ltd.	Other related parties
Shug Ye Motor Co., Ltd.	Other related parties
Victory Motors Co., Ltd.	Other related parties
Southeast Motor Co., Ltd.	Other related parties
Gunze Co., Ltd.	Other related parties
Taiway Co., Ltd.	Other related parties
ROC-Keeper Co., Ltd.	Other related parties
Carnival Industrial Co., Ltd.	Other related parties
Fu Lun Motors Co., Ltd.	Other related parties
Fortune Hsieh-Shin Motors Co., Ltd.	Other related parties
Feng Shun Machinery Co., Ltd.	Other related parties
Fusion Motors Co., Ltd.	Other related parties
Raising Motors Co., Ltd.	Other related parties
Luxgen (Hangzhou) Real Estate Co., Ltd.	Other related parties
Yen Tjing Ling Industrial Development Foundation	Other related parties
Vivianwu Journalism Award Foundation	Other related parties
Greentrans Corporation	Other related parties
Feng-Chan Motors Co., Ltd.	Other related parties

(Concluded)

b. Operating revenue

1) Sales of goods

Related Party Categories	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Associates				
Yulon-Nissan Motor Co., Ltd.	\$ 2,629,068	\$ 2,261,778	\$ 7,888,777	\$ 6,687,273
Others	<u>2,735,456</u>	<u>2,345,782</u>	<u>8,306,845</u>	<u>7,480,837</u>
	5,364,524	4,607,560	16,195,622	14,168,110
Joint venture	3	-	3	-
Other related parties	<u>11,343</u>	<u>25,663</u>	<u>35,416</u>	<u>71,768</u>
	<u>\$ 5,375,870</u>	<u>\$ 4,633,223</u>	<u>\$ 16,231,041</u>	<u>\$ 14,239,878</u>

2) Rental revenue

Related Party Categories	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Associates	\$ 53,686	\$ 36,936	\$ 161,233	\$ 107,740
Joint venture	1,693	-	4,332	-
Other related parties	<u>11,251</u>	<u>12,033</u>	<u>32,932</u>	<u>36,721</u>
	<u>\$ 66,630</u>	<u>\$ 48,969</u>	<u>\$ 198,497</u>	<u>\$ 144,461</u>

3) Service revenue

Related Party Categories	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Associates	\$ 72,201	\$ 53,490	\$ 221,287	\$ 199,310
Joint venture	40	-	40	-
Other related parties	<u>3,132</u>	<u>3,486</u>	<u>10,697</u>	<u>8,966</u>
	<u>\$ 75,373</u>	<u>\$ 56,976</u>	<u>\$ 232,024</u>	<u>\$ 208,276</u>

4) Other operating revenue

Related Party Categories	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Associates	\$ 261,783	\$ 208,092	\$ 526,704	\$ 613,616
Joint venture	343	-	570	-
Other related parties	<u>754</u>	<u>2,492</u>	<u>4,746</u>	<u>11,037</u>
	<u>\$ 262,880</u>	<u>\$ 210,584</u>	<u>\$ 532,020</u>	<u>\$ 624,653</u>

5) Installment sales interest subsidies revenue

Related Party Categories	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Associates				
Yulon-Nissan Motor Co., Ltd.	\$ 7,343	\$ 26,406	\$ 26,217	\$ 78,722
Yuan Lon Co., Ltd.	1,237	2,774	4,175	6,217
Others	<u>1,709</u>	<u>3,259</u>	<u>4,951</u>	<u>8,039</u>
	<u>\$ 10,289</u>	<u>\$ 32,439</u>	<u>\$ 35,343</u>	<u>\$ 92,978</u>

c. Purchase of goods

Related Party Categories	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Associates				
Yulon-Nissan Motor Co., Ltd.	\$ 3,098,861	\$ 2,729,955	\$ 9,441,863	\$ 8,584,801
Others	<u>136,111</u>	<u>187,562</u>	<u>502,263</u>	<u>688,409</u>
	<u>3,234,972</u>	<u>2,917,517</u>	<u>9,944,126</u>	<u>9,273,210</u>
Joint venture	<u>5,831</u>	<u>-</u>	<u>6,335</u>	<u>-</u>
Other related parties				
Nissan Motor Co., Ltd.	2,375,059	2,089,695	6,746,423	6,274,599
Other	<u>40,641</u>	<u>45,333</u>	<u>141,941</u>	<u>126,010</u>
	<u>2,415,700</u>	<u>2,135,028</u>	<u>6,888,364</u>	<u>6,400,609</u>
	<u>\$ 5,656,503</u>	<u>\$ 5,052,545</u>	<u>\$ 16,838,825</u>	<u>\$ 15,673,819</u>

d. Operating expenses

Related Party Categories	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Associates	\$ 24,196	\$ 31,325	\$ 74,102	\$ 91,761
Other related parties	<u>1,367</u>	<u>1,517</u>	<u>3,434</u>	<u>3,084</u>
	<u>\$ 25,563</u>	<u>\$ 32,842</u>	<u>\$ 77,536</u>	<u>\$ 94,845</u>

e. Acquisition of property, plant and equipment

Related Party Categories	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Associates				
Cheng Long Co., Ltd.	\$ 1,457	\$ 88,127	\$ 24,506	\$ 116,863
Yulon-Nissan Motor Co., Ltd.	160,896	-	289,605	-
Others	<u>67,687</u>	<u>45,554</u>	<u>220,158</u>	<u>94,992</u>
	<u>230,040</u>	<u>133,681</u>	<u>534,269</u>	<u>211,855</u>
Other related parties				
Hui-Fong Motor Co., Ltd.	87,553	106,456	233,262	299,278
Shung Ye Motor Co., Ltd.	32,544	42,770	98,436	150,887
Others	<u>4,000</u>	<u>-</u>	<u>5,134</u>	<u>6,889</u>
	<u>124,097</u>	<u>149,226</u>	<u>336,832</u>	<u>457,054</u>
	<u>\$ 354,137</u>	<u>\$ 282,907</u>	<u>\$ 871,101</u>	<u>\$ 668,909</u>

f. Lease arrangements

Acquisition of right-to-use assets

Related Party Categories	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Associates				
China Motor Co., Ltd.	\$ -	\$ 9,244	\$ -	\$ 9,244
Hua Ling Co., Ltd.	-	-	89,058	76
	-	9,244	89,058	9,320
Other related parties				
Yen Tjing Ling Industrial Development Foundation	-	9,248	-	9,248
Tai Yuen Textile Co., Ltd.	-	4,706	-	4,706
Others	-	-	474	-
	-	13,954	474	13,954
	<u>\$ -</u>	<u>\$ 23,198</u>	<u>\$ 89,532</u>	<u>\$ 23,274</u>

Lease liabilities

Related Party Categories	September 30, 2023	December 31, 2022	September 30, 2022
Associates	\$ 60,922	\$ 32,336	\$ 37,408
Others related parties	<u>104,576</u>	<u>112,308</u>	<u>115,789</u>
	<u>\$ 165,498</u>	<u>\$ 144,644</u>	<u>\$ 153,197</u>

g. Acquisition of receivables

Related Party Categories	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Associates				
Yulon-Nissan Motor Co., Ltd.	\$ 485,841	\$ 475,027	\$ 1,463,367	\$ 1,453,518
Cheng Long Co., Ltd.	41,050	122,860	113,450	312,540
Hui-Lian Motor Co., Ltd.	136,600	244,460	477,710	796,100
Yuan Lon Co., Ltd.	77,300	167,800	262,000	442,930
Others	<u>114,570</u>	<u>262,760</u>	<u>403,942</u>	<u>663,038</u>
	<u>\$ 855,361</u>	<u>\$ 1,272,907</u>	<u>\$ 2,720,469</u>	<u>\$ 3,668,126</u>

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

Related Party Categories	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Associates	<u>\$ 1,581</u>	<u>\$ 10,582</u>	<u>\$ 5,778</u>	<u>\$ 26,717</u>

i. Receivable from related parties

1) Notes receivable and trade receivables

Related Party Categories	September 30, 2023	December 31, 2022	September 30, 2022
Associates	\$ 1,074,823	\$ 723,203	\$ 688,984
Joint venture	697	-	-
Other related parties (Note 1)	<u>8,779</u>	<u>18,072</u>	<u>24,295</u>
	<u>\$ 1,084,299</u>	<u>\$ 741,275</u>	<u>\$ 713,279</u>

2) Other receivables

Related Party Categories	September 30, 2023	December 31, 2022	September 30, 2022
Associates	\$ 171,661	\$ 257,440	\$ 163,661
Joint venture	5,016	813	106
Others related parties (Note 2)	<u>9,234</u>	<u>628</u>	<u>1,382</u>
	<u>\$ 185,911</u>	<u>\$ 258,881</u>	<u>\$ 165,149</u>

3) Refundable deposits

Related Party Categories	September 30, 2023	December 31, 2022	September 30, 2022
Associates	\$ 1,478	\$ 2,365	\$ 1,259
Other related parties	<u>1,220</u>	<u>1,505</u>	<u>1,595</u>
	<u>\$ 2,698</u>	<u>\$ 3,870</u>	<u>\$ 2,854</u>

Note 1: As of September 30, 2023, the receivable from related parties of the Group - Dong Feng Yulon Motor Sales Co., Ltd. was assessed according to the expected credit loss model. At the end of the period, the carrying amount of receivable which deducts allowance loss of \$112,475 thousand is \$0 thousand.

Note 2: As of September 30, 2023, the other receivable from related parties of the Group - Dong Feng Yulon Motor Sales Co., Ltd. was assessed according to the expected credit loss model. At the end of the period, the carrying amount of other receivable which deducts allowance loss of \$700,502 thousand is \$0 thousand.

j. Payable to related parties

1) Notes payable and trade payables

Related Party Categories	September 30, 2023	December 31, 2022	September 30, 2022
Associates			
Yulon-Nissan Motor Co., Ltd.	\$ 577,233	\$ 327,465	\$ 210,303
Others	160,831	195,908	215,871
Joint venture	6,414	-	5,327
Other related parties			
Nissan Motor Co., Ltd.	575,276	365,761	1,143,537
Others	<u>104,891</u>	<u>131,430</u>	<u>137,881</u>
	<u>\$ 1,424,645</u>	<u>\$ 1,020,564</u>	<u>\$ 1,712,919</u>

2) Other payables

Related Party Categories	September 30, 2023	December 31, 2022	September 30, 2022
Associates	\$ 86,664	\$ 155,443	\$ 199,641
Other related parties	<u>4,328</u>	<u>5,591</u>	<u>31,908</u>
	<u>\$ 90,992</u>	<u>\$ 161,034</u>	<u>\$ 231,549</u>

k. Endorsement/guarantees provided

Information about endorsement/guarantee provided, see Table 2.

l. Compensation of key management personnel

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2023	2022	2023	2022
Short-term employee benefits	\$ 89,479	\$ 97,556	\$ 278,213	\$ 300,584
Post-employment benefits	1,131	1,018	3,221	14,949
Other long-term employee benefits	146	134	898	795
Share-based payment	<u>-</u>	<u>2,924</u>	<u>10,152</u>	<u>2,924</u>
	<u>\$ 90,756</u>	<u>\$ 101,632</u>	<u>\$ 292,484</u>	<u>\$ 319,252</u>

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

39. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

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

	September 30, 2023	December 31, 2022	September 30, 2022
Notes and trade receivables	\$ 12,065,520	\$ 11,879,384	\$ 9,722,002
Property, plant and equipment	1,051,221	1,047,441	1,043,638
Investment properties	3,919,105	4,018,141	3,305,370
Vehicle certificates (classified as inventories)	304,138	575,990	653,731
Reserve account and pledged time deposits (classified as financial assets at amortized cost)	340,453	436,520	435,967
Investments accounted for using the equity method	5,793,193	6,471,302	6,673,842
Others	<u>42,899</u>	<u>600</u>	<u>91,202</u>
	<u>\$ 23,516,529</u>	<u>\$ 24,429,378</u>	<u>\$ 21,925,752</u>

40. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

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

- a. The Company has a manufacturing contract with Yulon Nissan Motor Co., Ltd. (“Yulon Nissan”) with a five-year validity from May 1, 2015 to April 30, 2020. (The contract is automatically renewed unless either party issues a notice of discontinuance), as of September 30, 2023, it’s the 4th year since the contract was automatically renewed. The contract states that Yulon Nissan has authorized the Company to manufacture Nissan automobiles and parts, and Yulon Nissan is responsible for the subsequent development of new automobile parts. The volume of the Company’s manufacturing should be based on Yulon Nissan’s projection of car unit sales for the year. In addition, the Company manufactures other service parts for Yulon Nissan upon the latter’s request.

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

- b. Luxgen entrusted to the Company the assembly of cars, for which the obtaining of the manufacturing and selling license was assigned by Haitec to Luxgen. This car assembly is based on a five-year contract valid from May 1, 2015 to April 30, 2020. (The contract is automatically renewed unless either party issues a notice of discontinuance), as of September 30, 2023, it’s the 4th year since the contract was automatically renewed. The contract states that Luxgen authorizes the Company to manufacture Luxgen automobiles and parts. The volume of the Company’s manufacturing should be based on Luxgen’s projection of car unit sales for the year. In addition, the Company manufactures other service parts for Luxgen upon the latter’s request.

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

- c. Yulon Commissioned Kumagai Gumi Co., Ltd. & BES Engineering Corporation to Contract the Yulon New Taipei City Commercial District Development Project. The commission coverage included the first stage of hypothetical engineering, the main structure engineering, the main steel structure engineering and the external wall engineering, etc. The total amount of project is \$3,663,911 thousand. This project is a turnkey contract, so the lump sum amount of engineering includes all related expenses to obtain the user license. The company obtained user license of the Yulon Town commercial district on February 24, 2022 and started operations in September 2023.

41. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

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

September 30, 2023

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 17,523	32.27 (USD:NTD)	<u>\$ 565,459</u>
Non-monetary items			
Associates and joint ventures accounted for using the equity method			
RMB	331,891	4.495 (RMB:NTD)	\$ 1,491,717
RMB	213,408	0.139 (RMB:USD)	<u>959,184</u>
			<u>\$ 2,450,901</u>
<u>Financial liabilities</u>			
Monetary items			
USD	8,919	32.27 (USD:NTD)	\$ 287,821
JPY	1,202,599	0.2162 (JPY:NTD)	<u>260,002</u>
			<u>\$ 547,823</u>

December 31, 2022

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 19,153	30.71 (USD:NTD)	<u>\$ 588,189</u>

(Continued)

	Foreign Currency	Exchange Rate	Carrying Amount
Non-monetary items			
Associates and joint ventures accounted for using the equity method			
RMB	\$ 344,033	4.40 (RMB:NTD)	\$ 1,516,979
RMB	224,904	0.14 (RMB:USD)	<u>991,693</u>
			<u>\$ 2,508,672</u>
<u>Financial liabilities</u>			
Monetary items			
USD	7,161	30.71 (USD:NTD)	<u>\$ 219,914</u> (Concluded)

September 30, 2022

	Foreign Currency	Exchange Rate	Carrying Amount
<u>Financial assets</u>			
Monetary items			
USD	\$ 31,249	31.75 (USD:NTD)	<u>\$ 992,171</u>
Non-monetary items			
Associates and joint ventures accounted for using the equity method			
RMB	343,459	4.472 (RMB:NTD)	\$ 1,535,950
RMB	218,087	0.141 (RMB:USD)	<u>975,285</u>
			<u>\$ 2,511,235</u>
<u>Financial liabilities</u>			
Monetary items			
USD	33,939	31.75 (USD:NTD)	<u>\$ 1,077,552</u>

For the nine months ended September 30, 2023 and 2022, realized and unrealized foreign exchange gain/loss were loss \$2,348 thousand and gain \$71,963 thousand, respectively. It is impractical to disclose net foreign exchange gains (losses) on each significant foreign currency there were many foreign currency transactions and the Group entities had different functional currencies.

42. SEPARATELY DISCLOSED ITEMS

a. Information about significant transactions and investees:

- 1) Financing provided to others. (Table 1)
- 2) Endorsements/guarantees provided. (Table 2)

- 3) Marketable securities held (excluded investment in subsidiaries, associates and joint controlled entities). (Table 3)
 - 4) Marketable securities acquired and disposed at costs or prices at least NT\$300 million or 20% of the paid-in capital. (Table 4)
 - 5) Acquisition of individual real estate at costs of at least NT\$300 million or 20% of the paid-in capital. (Table 5)
 - 6) Disposal of individual real estate at prices of at least NT\$300 million or 20% of the paid-in capital. (Table 6)
 - 7) Total purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (Table 7)
 - 8) Receivables from related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (Table 8)
 - 9) Information on investees. (Table 9)
 - 10) Trading in derivative instruments. (Notes 7, 11 and 37)
 - 11) Others: Intercompany relationships and significant intercompany transactions. (Table 11)
- b. Information on investments in mainland China. (Table 10)
- c. Information of major shareholder

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

43. SEGMENT INFORMATION

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

a. Segment revenues and results

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

	Brand Segments	Supporting Segments	Horizontal Segments	Taiwan Retail Segments	China Retail Segments	Others	Adjustment and Eliminations	Total
For the nine months ended September 30, 2023								
Revenues from external customers	\$ 8,773,912	\$ 2,552,035	\$ 30,585,518	\$ 11,572,154	\$ 4,907,568	\$ 661,400	\$ -	\$ 59,052,587
Intersegment revenues	<u>12,171,918</u>	<u>996,944</u>	<u>553,467</u>	<u>630,620</u>	<u>569,347</u>	<u>819,058</u>	<u>(15,741,354)</u>	<u>-</u>
Segment revenues	<u>\$ 20,945,830</u>	<u>\$ 3,548,979</u>	<u>\$ 31,138,985</u>	<u>\$ 12,202,774</u>	<u>\$ 5,476,915</u>	<u>\$ 1,480,458</u>	<u>\$ (15,741,354)</u>	<u>\$ 59,052,587</u>
Segment income								<u>\$ 8,555,841</u>

(Continued)

	Brand Segments	Supporting Segments	Horizontal Segments	Taiwan Retail Segments	China Retail Segments	Others	Adjustment and Eliminations	Total
For the nine months ended <u>September 30, 2022</u>								
Revenues from external customers	\$ 7,509,580	\$ 2,976,745	\$ 26,552,985	\$ 11,406,258	\$ 6,124,846	\$ 1,479,028	\$ -	\$ 56,049,442
Intersegment revenues	<u>10,441,976</u>	<u>1,114,184</u>	<u>579,583</u>	<u>885,519</u>	<u>602,845</u>	<u>668,672</u>	<u>(14,292,779)</u>	<u>-</u>
Segment revenues	<u>\$ 17,951,556</u>	<u>\$ 4,090,929</u>	<u>\$ 27,132,568</u>	<u>\$ 12,291,777</u>	<u>\$ 6,727,691</u>	<u>\$ 2,147,700</u>	<u>\$ (14,292,779)</u>	<u>\$ 56,049,442</u>
Segment income								<u>\$ 2,738,885</u>

(Concluded)

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

b. Segment total assets and liabilities

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

TABLE 1

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
1	YFC	Shinshin Yu Rich	Other receivables	Y	\$ 3,000,000	\$ -	\$ -	-	b	\$ -	Operating capital	\$ -	-	-	\$ 3,502,834	\$ 35,028,343	Note 1
			Other receivables	Y	3,000,000	-	-	-	b	-	Operating capital	-	-	-	3,502,834	35,028,343	Note 1
2	Hsiang Shuo	Sinqual	Other receivables	Y	60,000	60,000	20,000	1.94%	b	-	Operating capital	-	-	-	102,318	102,318	Note 1
3	Yulon China Motor Investment	Hang Zhou Hua You	Accounts receivable - related parties	Y	82,279	81,774	81,774	4.00%	b	-	Operating capital	-	-	-	795,611	2,386,834	Note 1
4	Sheng Qing	Nanjing Hanhong	Accounts receivable - related parties	Y	66,552	66,303	66,303	-	b	-	Operating capital	-	-	-	4,184,360	12,553,081	Note 1
		Wuhan Yu Hsin	Accounts receivable - related parties	Y	57,818	35,362	13,261	-	b	-	Operating capital	-	-	-	4,184,360	12,553,081	Note 1
		Zhu Hai Fu Te En	Accounts receivable - related parties	Y	44,368	23,194	23,194	-	b	-	Operating capital	-	-	-	4,184,360	12,553,081	Note 1
		Hang Zhou Hua Zhi	Accounts receivable - related parties	Y	57,364	56,533	50,177	3.00%	b	-	Operating capital	-	-	-	1,673,744	1,673,744	Note 1
		Hang Zhou Hua You	Accounts receivable - related parties	Y	10,301	10,238	8,178	-	b	-	Operating capital	-	-	-	4,184,360	12,553,081	Note 1
		Yulon China Motor Investment	Accounts receivable - related parties	Y	993,368	989,652	901,248	-	b	-	Operating capital	-	-	-	4,184,360	12,553,081	Note 1
		Zi Bo Yu An	Accounts receivable - related parties	Y	467	464	-	-	b	-	Operating capital	-	-	-	4,184,360	12,553,081	Note 1
		Xiamen Young Chang	Accounts receivable - related parties	Y	169,895	168,852	168,852	0.60%	b	-	Operating capital	-	-	-	4,184,360	12,553,081	Note 1
		Yu-Jie	Accounts receivable - related parties	Y	177,900	176,808	176,808	1.00%	b	-	Operating capital	-	-	-	4,184,360	12,553,081	Note 1
		Fu Zhou Yu Xin	Accounts receivable - related parties	Y	11,119	-	-	-	b	-	Operating capital	-	-	-	4,184,360	12,553,081	Note 1
5	Su Zhou Feng Shen	Su Zhou Cheng Pin	Other receivables	Y	22,238	12,633	-	-	b	-	Operating capital	-	-	-	339,403	339,403	Note 1
		Tai Chang Cheng Mau	Other receivables	Y	44,475	12,629	-	-	b	-	Operating capital	-	-	-	339,403	339,403	Note 1
		Su Zhou Cheng Hung	Other receivables	Y	22,238	12,629	-	-	b	-	Operating capital	-	-	-	339,403	339,403	Note 1
		Su Zhou Feng Shun	Other receivables	Y	12,629	12,629	-	-	b	-	Operating capital	-	-	-	339,403	339,403	Note 1
		Wu Jiang Lian Cheng	Other receivables	Y	22,238	12,629	-	-	b	-	Operating capital	-	-	-	339,403	339,403	Note 1
		Su Zhou Cheng Pang	Other receivables	Y	22,238	12,629	-	-	b	-	Operating capital	-	-	-	339,403	339,403	Note 1
		Su Zhou Cheng Long	Other receivables	Y	35,580	12,629	-	-	b	-	Operating capital	-	-	-	339,403	339,403	Note 1
		Su Zhou Cheng Guo	Other receivables	Y	22,238	-	-	-	b	-	Operating capital	-	-	-	339,403	339,403	Note 1
6	Wu Jiang Lian Cheng	Tai Chang Cheng Mau	Other receivables	Y	22,238	6,316	-	-	a	-	Operating capital	-	-	-	34,571	34,571	Note 1
7	Hang Zhou Yu Zhong	Yulon China Motor Investment	Other receivables	Y	39,138	11,935	11,935	-	b	-	Operating capital	-	-	-	511,552	767,328	Note 1
		Hang Zhou Hsiao Yu	Other receivables	Y	13,787	-	-	-	b	-	Operating capital	-	-	-	511,552	767,328	Note 1
8	Shinshin	A32	Other receivables	N	303,998	-	-	1.5%-16%	a	481,000	-	-	Land	-	2,755,952	13,779,762	Note 1
		L55	Other receivables	N	231,831	231,732	126,732	1.5%-16%	b	-	Operating capital	1,267	Land	284,796	2,755,952	13,779,762	Note 1
		L60	Other receivables	N	123,315	110,121	110,121	1.5%-16%	b	-	Operating capital	1,101	Land	211,300	2,755,952	13,779,762	Note 1
		L63	Other receivables	N	249,799	152,128	152,128	1.5%-16%	b	-	Operating capital	1,521	Property	112,127	2,755,952	13,779,762	Note 1
		L88	Other receivables	N	118,848	114,178	114,178	1.5%-16%	b	-	Operating capital	1,142	Property	320,000	2,755,952	13,779,762	Note 1
		M8	Other receivables	N	266,889	265,245	265,245	1.5%-16%	b	-	Operating capital	2,652	Land	333,476	2,755,952	13,779,762	Note 1
		M21	Other receivables	N	124,999	124,997	124,997	1.5%-16%	b	-	Operating capital	1,250	Land	174,376	2,755,952	13,779,762	Note 1
		M25	Other receivables	N	472,043	390,893	390,893	1.5%-16%	b	-	Operating capital	3,909	Land/property	551,774	2,755,952	13,779,762	Note 1
		M48	Other receivables	N	150,000	122,756	122,756	1.5%-16%	b	-	Operating capital	1,620	Travel equipment (includes ships)	240,000	2,755,952	13,779,762	Note 1
		M51	Other receivables	N	100,000	84,000	84,000	1.5%-16%	b	-	Operating capital	1,680	Property	135,000	2,755,952	13,779,762	Note 1
		M63	Other receivables	Y	348,500	150,000	80,000	1.5%-16%	b	-	Operating capital	800	Self-built case	48,500	2,755,952	13,779,762	Note 1
		M66	Other receivables	N	120,000	60,000	-	1.5%-16%	b	-	Operating capital	-	Performance bond	9,000	2,755,952	13,779,762	Note 1

(Continued)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
		M83	Other receivables	N	\$ 922,000	\$ -	\$ -	1.5%-16%	b	\$ -	Operating capital	\$ -	Land	\$ -	\$ 2,755,952	\$ 13,779,762	Note 1
		M6	Other receivables	N	168,000	168,000	168,000	1.5%-16%	b	-	Operating capital	1,680	Land	236,000	2,755,952	13,779,762	Note 1
		M19	Other receivables	N	268,000	267,677	267,677	1.5%-16%	b	-	Operating capital	5,126	Property	335,147	2,755,952	13,779,762	Note 1
		M20	Other receivables	N	102,000	100,980	100,980	-	b	-	Operating capital	2,020	Property	353,680	2,755,952	13,779,762	Note 1
		M46	Other receivables	N	102,000	101,982	101,982	-	b	-	Operating capital	2,040	Property	128,965	2,755,952	13,779,762	Note 1
		Summary of other clients	Other receivables	N	388,280	267,696	247,696	1.5%-16%	a	583,500	-	4,637	Land/property/ deposits and performance bond	451,630	2,755,952	13,779,762	Note 1
		Summary of other clients	Other receivables	N	4,754,153	3,183,356	2,693,356	1.5%-16%	b	-	Operating capital	46,290	Land/property/ deposits and performance bond	4,852,653	2,755,952	13,779,762	Note 1
9	Su Zhou Feng Shun	Su Zhou Feng Shen	Other receivables	Y	8,288	8,288	-	-	b	-	Operating capital	-	-	-	116,382	116,382	Note 1
		Su Zhou Cheng Long	Other receivables	Y	8,288	8,288	-	-	b	-	Operating capital	-	-	-	116,382	116,382	Note 1
		Su Zhou Cheng Pang	Other receivables	Y	8,288	8,288	-	-	b	-	Operating capital	-	-	-	116,382	116,382	Note 1
		Wu Jiang Lian Cheng	Other receivables	Y	8,288	8,288	-	-	b	-	Operating capital	-	-	-	116,382	116,382	Note 1
		Su Zhou Cheng Pin	Other receivables	Y	22,238	8,288	-	-	b	-	Operating capital	-	-	-	116,382	116,382	Note 1
		Su Zhou Cheng Hung	Other receivables	Y	22,238	8,288	-	-	b	-	Operating capital	-	-	-	116,382	116,382	Note 1
		Tai Chang Cheng Mau	Other receivables	Y	22,238	8,288	-	-	b	-	Operating capital	-	-	-	116,382	116,382	Note 1
		Su Zhou Cheng Li	Other receivables	Y	8,288	8,288	-	-	b	-	Operating capital	-	-	-	116,382	116,382	Note 1
10	Su Zhou Yueshun	Tai Chang Cheng Mau	Other receivables	Y	6,671	-	-	3.60%	b	-	Operating capital	-	-	-	16,859	16,859	Note 1
		Su Zhou Feng Shun	Other receivables	Y	13,261	13,261	13,261	-	b	-	Operating capital	-	-	-	16,859	16,859	Note 1
11	Nan Jing Yu Hua	Nanjing Hanhong	Other receivables	Y	120,625	119,885	119,885	-	b	-	Operating capital	-	-	-	178,795	357,589	Note 1
12	Yu-Hsin Intl	Yu-Hsin Intl HK	Other receivables	Y	95,562	-	-	-	b	-	Operating capital	-	-	-	278,556	417,834	Note 1
13	Su Zhou Cheng Long	Su Zhou Cheng Pin	Other receivables	Y	43,980	16,576	-	-	b	-	Operating capital	-	-	-	142,089	142,089	Note 1
		Su Zhou Feng Hung	Other receivables	Y	48,923	16,576	-	-	b	-	Operating capital	-	-	-	142,089	142,089	Note 1
		Su Zhou Cheng Li	Other receivables	Y	16,576	16,576	-	-	b	-	Operating capital	-	-	-	142,089	142,089	Note 1
		Tai Chang Cheng Mau	Other receivables	Y	66,713	16,576	-	-	b	-	Operating capital	-	-	-	142,089	142,089	Note 1
		Su Zhou Feng Hung	Other receivables	Y	16,576	16,576	-	-	b	-	Operating capital	-	-	-	142,089	142,089	Note 1
		Su Zhou Feng Shun	Other receivables	Y	16,576	16,576	-	-	b	-	Operating capital	-	-	-	142,089	142,089	Note 1
		Su Zhou Cheng Pang	Other receivables	Y	16,576	16,576	-	-	b	-	Operating capital	-	-	-	142,089	142,089	Note 1
		Su Zhou Feng Shen	Other receivables	Y	16,576	16,576	-	-	b	-	Operating capital	-	-	-	142,089	142,089	Note 1
		Wu Jiang Lian Cheng	Other receivables	Y	16,576	16,576	-	-	b	-	Operating capital	-	-	-	142,089	142,089	Note 1
14	Su Zhou Cheng Pang	Su Zhou Cheng Hung	Other receivables	Y	13,343	7,368	-	-	b	-	Operating capital	-	-	-	28,301	28,301	Note 1
15	Hang Zhou Tang Yu	Yulon China Motor Investment	Other receivables	Y	39,138	38,898	-	-	b	-	Operating capital	-	-	-	442,020	663,030	Note 1
16	Hang Zhou Qien Yu	Yulon China Motor Investment	Other receivables	Y	3,558	3,536	-	-	b	-	Operating capital	-	-	-	442,020	663,030	Note 1
17	Ke Yu	Sheng Qing	Other receivables	Y	217,038	215,706	215,706	0.50%	b	-	Operating capital	-	-	-	672,235	1,344,469	Note 1
		Yi Ding	Other receivables	Y	88,404	88,404	66,303	0.50%	b	-	Operating capital	-	-	-	672,235	1,344,469	Note 1
		Shi Cheng	Other receivables	Y	44,368	44,202	44,202	0.50%	b	-	Operating capital	-	-	-	672,235	1,344,469	Note 1
18	Mei De	Shi Cheng	Other receivables	Y	133,425	132,606	132,606	0.50%	b	-	Operating capital	-	-	-	442,020	663,030	Note 1
		Xiamen Young Chang	Other receivables	Y	133,425	88,404	88,404	0.50%	b	-	Operating capital	-	-	-	442,020	663,030	Note 1
19	Qing Tai	Shi Cheng	Other receivables	Y	17,790	17,681	17,681	0.50%	b	-	Operating capital	-	-	-	557,846	1,115,693	Note 1
		Dong Tai	Other receivables	Y	111,188	110,505	110,505	0.50%	b	-	Operating capital	-	-	-	557,846	1,115,693	Note 1
20	Jin Ce	Yi Ding	Other receivables	Y	17,790	17,681	17,681	0.50%	b	-	Operating capital	-	-	-	680,032	1,020,048	Note 1
21	Tai Feng	Yi Ding	Other receivables	Y	13,343	13,261	13,261	0.50%	b	-	Operating capital	-	-	-	500,277	1,000,553	Note 1
		Dong Tai	Other receivables	Y	53,042	53,042	22,101	0.50%	b	-	Operating capital	-	-	-	500,277	1,000,553	Note 1
22	Dong Tai	An Ching Tsai Tong	Other receivables	Y	7,023	6,979	-	-	b	-	Operating capital	-	-	-	771,141	1,542,282	Note 1
		Tong Ling Kuo Tong	Other receivables	Y	2,210	2,210	-	-	-	-	Operating capital	-	-	-	771,141	1,542,282	Note 1
23	Su Zhou Cheng Li	Su Zhou Cheng Pin	Other receivables	Y	8,895	8,840	-	-	b	-	Operating capital	-	-	-	30,189	30,189	Note 1
		Su Zhou Feng Shun	Other receivables	Y	13,343	8,840	-	-	b	-	Operating capital	-	-	-	30,189	30,189	Note 1

(Continued)

No.	Lender	Borrower	Financial Statement Account	Related Parties	Highest Balance for the Period	Ending Balance	Actual Borrowing Amount	Interest Rate	Nature of Financing	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower	Aggregate Financing Limits	Note
													Item	Value			
24	Tai Chang Cheng Mau	Su Zhou Cheng Guo	Accounts receivable - related parties	Y	S 8,895	S -	S -	-	a	S -	Operating capital	S -	-	S -	S 40,941	S 40,941	Note 1
25	Yu-Hsin Intl HK	Hang Zhou Y-Teks	Other receivables	Y	127,416	-	-	-	b	-	Operating capital	-	-	-	172,379	172,379	Note 1
26	Chuang Jie	LUXGEN (Hangzhou) Motor Sales	Other receivables	Y	111,188	110,505	-	-	b	-	Operating capital	-	-	-	344,313	1,032,938	Note 1
27	Yu Ching	UMPI	Other receivables	N	129,072	129,072	129,072	2.50%	b	-	Operating capital	-	-	-	251,925	251,925	Note 1

- Note 1:
1. YFC: While credit financing limit for each borrower was 10% of the lender's net equity and aggregate financing limits was 100% of the lender's net equity.
 2. Hsiang Shuo: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity.
 3. Yulon China Motor Investment: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 100% of the lender's net equity and aggregate financing limits was 300% of the lender's net equity.
 4. Sheng Qing: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 100% of the lender's net equity and aggregate financing limits was 300% of the lender's net equity.
 5. Su Zhou Feng Shen: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. Su Zhou Feng Shen applies common quota totalling RMB20,000 thousand to seven corporation.
 6. Wu Jiang Lian Cheng: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity.
 7. Hang Zhou Yu Zhong: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 1,000% of the lender's net equity and aggregate financing limits was 1,500% of the lender's net equity.
 8. Shinshin: Credit financing limit for each borrower were not exceeding 100% of the lender's net equity and aggregate financing limits were not exceeding 40% of the lender's net equity. Business transactions financing limit for each borrower were not exceeding 100% of the lender's net equity and aggregate financing limits were not exceeding 20% of the lender's net equity.
 9. Su Zhou Feng Shun: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. Su Zhou Feng Shun applies common quota totalling RMB15,000 thousand to eight corporation.
 10. Su Zhou Yueshun: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity.
 11. Nan Jing Yu Hua: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 150% of the lender's net equity and aggregate financing limits was 300% of the lender's net equity.
 12. Yu-Hsin Intl: Credit financing limit for each borrower were not exceeding 20% of the lender's net equity and aggregate financing limits were not exceeding 30% of the lender's net equity.
 13. Su Zhou Chen Long: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. Su Zhou Chen Long applies common quota totalling RMB30,000 thousand to three corporation.
 14. Su Zhou Cheng Pang: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity.
 15. Hang Zhou Tang Yu: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 1,000% of the lender's net equity and aggregate financing limits was 1,500% of the lender's net equity.
 16. Hang Zhou Qien Yu: Credit financing limit for each borrower and aggregate financing limit were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was RMB100 million and aggregate financing limit was RMB150 million.
 17. Ke Yu: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 100% of the lender's net equity and aggregate financing limits was 200% of the lender's net equity.
 18. Mei De: Credit financing limit for each borrower and aggregate financing limit were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 150% of the lender's net equity and aggregate financing limit was 300% of the lender's net equity.
 19. Qing Tai: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 150% of the lender's net equity and aggregate financing limits was 300% of the lender's net equity.
 20. Jin Ce: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 1,000% of the lender's net equity and aggregate financing limits was 1,500% of the lender's net equity.
 21. Tai Feng: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity. While the financing was provided to a foreign subsidiary which was directly or indirectly held by the Company, credit financing limit for each borrower was 150% of the lender's net equity and aggregate financing limits was 300% of the lender's net equity.

(Continued)

22. Dong Tai: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity.
23. Su Zhou Cheng Li: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity.
24. Tai Chang Cheng Mau: Credit financing limit for each borrower and aggregate financing limits were not exceeding 40% of the lender's net equity.
25. Yu-Hsin Intl HK: Credit financing limit for each borrower were not exceeding 20% of the lender's net equity and aggregate financing limits were not exceeding 30% of the lender's net equity.
26. Chuang Jie: Credit financing limit for each borrower were not exceeding 10% of the lender's net equity and aggregate financing limits were not exceeding 30% of the lender's net equity.
27. Yu Ching: Credit financing limit for each borrower and aggregate financing limit were not exceeding 40% of the lender's net equity.

(Concluded)

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

ENDORSEMENTS/GUARANTEES PROVIDED
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Each Endorsement/ Guarantee Given on Behalf of Each Party	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China	Note
		Name	Relationship (Note 2)											
0	The Company	Yu Sing	b	\$ 16,966,334	\$ 460,000	\$ 210,000	\$ 20,000	\$ -	0.37	\$ 42,415,834	Y	N	N	Note 1
		Luxgen	b	16,966,334	2,500,000	2,500,000	-	-	4.42	42,415,834	Y	N	N	Note 1
		UMPI	b	16,966,334	426,720	209,742	-	-	0.37	42,415,834	Y	N	N	Note 1
		Yu Ching	b	16,966,334	500,000	500,000	130,000	-	0.88	42,415,834	Y	N	N	Note 1
		Sin Chi	b	16,966,334	500,000	500,000	-	-	0.88	42,415,834	Y	N	N	Note 1
		Luxgen Taipei	b	16,966,334	200,000	200,000	100,000	-	0.35	42,415,834	Y	N	N	Note 1
		Luxgen Taoyuan	b	16,966,334	50,000	37,500	-	-	0.07	42,415,834	Y	N	N	Note 1
		Luxgen Taichung	b	16,966,334	50,000	37,500	-	-	0.07	42,415,834	Y	N	N	Note 1
		Luxgen Tainan	b	16,966,334	50,000	37,500	-	-	0.07	42,415,834	Y	N	N	Note 1
		Luxgen Kaohsiung	b	16,966,334	50,000	37,500	-	-	0.07	42,415,834	Y	N	N	Note 1
1	Union & NKH	Hangzhou Liangrun	b	335,899	90,000	-	-	-	3.75	959,712	N	N	Y	Note 1
2	YFC	Yulon Finance Philippines Corporation	b	87,570,857	2,288,800	2,266,000	583,920	-	6.47	175,141,715	N	N	N	Note 1
3	Sheng Qing	Guang Zhou Yuan Du	b	20,921,802	200,138	198,909	-	-	4.75	104,609,012	N	N	Y	Note 1
		Yu-Jie	b	20,921,802	889,500	-	-	-	-	104,609,012	N	N	Y	Note 1
4	Nanjing Hanhong	Zhu Hai Fu Te En	d	522,865	133,425	132,606	-	-	50.72	653,581	N	N	Y	Note 1
		Xiao Gan Yu Feng	d	522,865	133,425	132,606	33,974	-	50.72	653,581	N	N	Y	Note 1
5	Zhu Hai Fu Te En	Nanjing Hanhong	d	579,780	111,188	110,505	-	-	38.12	869,671	N	N	Y	Note 1
		Xiao Gan Yu Feng	d	579,780	133,425	132,606	33,974	-	45.74	869,671	N	N	Y	Note 1
6	Su Zhou Feng Shen	Su Zhou Feng Shun	b	848,507	77,564	-	-	-	-	2,545,521	N	N	Y	Note 1
		Wu Jiang Lian Cheng	b	848,507	44,475	-	-	-	-	2,545,521	N	N	Y	Note 1
		Su Zhou Cheng Pang	b	848,507	249,060	132,606	45,047	-	15.63	2,545,521	N	N	Y	Note 1
		Tai Chang Cheng Mau	b	848,507	88,950	88,404	24,579	-	10.42	2,545,521	N	N	Y	Note 1
7	Wu Jiang Lian Cheng	Su Zhou Feng Shen	c	432,144	44,475	-	-	-	-	884,040	N	N	Y	Note 1
		Su Zhou Feng Shun	c	432,144	233,227	154,707	69,558	-	179.00	884,040	N	N	Y	Note 1
8	Su Zhou Feng Shun	Wu Jiang Lian Cheng	b	1,454,781	155,663	88,404	-	-	30.38	2,909,562	N	N	Y	Note 1
		Su Zhou Feng Shen	c	1,454,781	44,475	-	-	-	-	2,909,562	N	N	Y	Note 1
		Su Zhou Cheng Li	b	1,454,781	70,723	70,723	-	-	24.31	2,909,562	N	N	Y	Note 1
9	Su Zhou Cheng Pang	Su Zhou Feng Shen	c	397,818	155,663	154,707	3,382	-	218.66	795,636	N	N	Y	Note 1
10	Tai Chang Cheng Mau	Su Zhou Feng Shen	c	511,759	155,663	154,707	3,382	-	151.15	1,023,517	N	N	Y	Note 1
11	Su Zhou Cheng Guo	Su Zhou Cheng Long	c	397,818	155,663	154,707	-	-	454.14	884,040	N	N	Y	Note 1
12	Su Zhou Cheng Long	Su Zhou Cheng Hung	b	1,776,109	80,055	48,622	2,210	-	13.69	3,552,218	N	N	Y	Note 1
		Su Zhou Cheng Guo	b	1,776,109	240,165	-	-	-	-	3,552,218	N	N	Y	Note 1

(Continued)

No.	Endorser/Guarantor	Endorsee/Guarantee		Limits on Each Endorsement/ Guarantee Given on Behalf of Each Party	Maximum Amount Endorsed/ Guaranteed During the Period	Outstanding Endorsement/ Guarantee at the End of the Period	Actual Borrowing Amount	Amount Endorsed/ Guaranteed by Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit	Endorsement/ Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement/ Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement/ Guarantee Given on Behalf of Companies in Mainland China	Note
		Name	Relationship (Note 2)											
13	Xiao Gan Yu Feng	Nanjing Hanhong Zhu Hai Fu Te En	c c	\$ 1,415,433 1,415,433	\$ 111,188 133,425	\$ 110,505 132,606	\$ 33,974 -	\$ - -	39.04 46.84	\$ 2,830,867 2,830,867	N N	N N	Y Y	Note 1 Note 1
14	Wuhan Yu Hsin	Xiao Gan Yu Feng	b	2,266,271	133,425	132,606	33,974	-	29.26	4,532,541	N	N	Y	Note 1
15	Su Zhou Cheng Li	Su Zhou Feng Shun	c	1,132,105	154,707	154,707	78,334	-	204.98	2,641,579	N	N	Y	Note 1

- Note 1: 0. The Company: The aggregate endorsement/guarantee limit was calculated for 75% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was not exceeding 40% of the aggregate endorsement/guarantee amount.
- Union & NKH: The aggregate endorsement/guarantee limit was calculated for 40% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was not exceeding 35% of the aggregate endorsement/guarantee amount.
 - YFC: The aggregate endorsement/guarantee limit was calculated for 500% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was not exceeding 50% of the aggregate endorsement/guarantee amount.
 - Sheng Qing: The aggregate endorsement/guarantee limit was calculated for 2,500% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 500% of the endorser's/guarantor's net equity.
 - Nanjing Hanhong: The aggregate endorsement/guarantee limit was calculated for 250% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 200% of the endorser's/guarantor's net equity.
 - Zhu Hai Fu Te En: The aggregate endorsement/guarantee limit was calculated for 300% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 200% of the endorser's/guarantor's net equity.
 - Su Zhou Feng Shen: The aggregate endorsement/guarantee limit was calculated for 300% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 100% of the endorser's/guarantor's net equity.
 - Wu Jiang Lian Cheng: The aggregate endorsement/guarantee limit was calculated for 1,000% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 500% of the endorser's/guarantor's net equity.
 - Su Zhou Feng Shun: The aggregate endorsement/guarantee limit was calculated for 1,000% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was not exceeding 500% of the endorser's/guarantor's net equity.
 - Su Zhou Cheng Pang: The aggregate endorsement/guarantee limit was calculated for 1,000% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 500% of the endorser's/guarantor's net equity.
 - Tai Chang Cheng Mau: The aggregate endorsement/guarantee limit was calculated for 1,000% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 500% of the endorser's/guarantor's net equity.
 - Su Zhou Cheng Guo: The aggregate endorsement/guarantee limit was calculated for 1,000% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 500% of the endorser's/guarantor's net equity.
 - Su Zhou Cheng Long: The aggregate endorsement/guarantee limit was calculated for 1,000% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was not exceeding 500% of the endorser's/guarantor's net equity.
 - Xiao Gan Yu Feng: The aggregate endorsement/guarantee limit was calculated for 1000% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was calculated for 500% of the endorser's/guarantor's net equity.
 - Wuhan Yu Hsin: The aggregate endorsement/guarantee limit was calculated for 1,000% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was not exceeding 500% of the endorser's/guarantor's net equity.
 - Su Zhou Cheng Li: The aggregate endorsement/guarantee limit was calculated for 3,500% of the endorser's/guarantor's net equity. The limit on each endorsement/guarantee given on behalf of each party was not exceeding 1,500% of the endorser's/guarantor's net equity.

Note 2: The relationship between guarantor and guarantee are as follows:

- The Company in relation to business.
- Subsidiaries' common stocks which were directly owned by parent company over 50%.
- Investees' common stocks which were both owned by parent company and subsidiary over 50%.
- Investees' common stocks which were directly or indirectly held by the Company over 90%.
- Based on contract projects among their peers in accordance with contract provisions which need mutual insurance company.
- Owing to the joint venture funded by the shareholders on its endorsement of its holding company.
- Companies in the same industry provide among themselves joint and several securities for a performance guarantee of a sales contract for pre-construction homes pursuant to the Consumer Protection Act for each other.

(Concluded)

TABLE 3

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

SEPTEMBER 30, 2023

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

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2023				Note
				Shares or Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
The Company	<u>Common stocks</u>							
	Taiwan Stock Exchange	-	Financial assets at fair value through other comprehensive income - non-current	11,585	\$ 406,914	1.00	\$ 406,914	-
	Taiwan Aerospace Company	-	Financial assets at fair value through other comprehensive income - non-current	811	-	0.60	-	-
	YFC, Preferred Shares A	Subsidiary	Financial assets at fair value through other comprehensive income - non-current	13	628	0.01	628	-
	TYC Brother Industrial Preferred Shares A	-	Financial assets at fair value through other comprehensive income - non-current	1,000	45,050	3.33	45,050	-
	Fubon Financial Holding Co., Ltd. Preferred Shares C	-	Financial assets at fair value through other comprehensive income - non-current	500	28,050	0.15	28,050	-
	Formosa Electronic Industries Inc.	-	Financial assets at fair value through other comprehensive income - non-current	500	19,200	0.65	19,200	-
	<u>Structured finance products</u>							
	KGI Securities CLN - Taiwan Mask. 3rd	-	Financial assets at fair value through profit or loss - current	1	50,137	-	50,137	-
	KGI Securities CLN - Lemtech 4th KY	-	Financial assets at fair value through profit or loss - current	-	20,097	-	20,097	-
	<u>Limited partnership investment</u>							
	Future Technology Venture Capital Limited Partner	-	Financial assets at fair value through profit or loss - non-current	-	41,985	-	41,985	-
	Cathay Smart Technology Privately Offered Fund	-	Financial assets at fair value through profit or loss - non-current	-	30,000	-	30,000	-
YFC	<u>Bonds</u>							
	Government bonds	-	Financial assets at amortized cost - non-current	-	200	-	208	-
	<u>Common stocks</u>							
	Green World FinTech Service Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	500	211,000	2.72	211,000	-
Shinshin	BSOS Holdings	-	Financial assets at fair value through other comprehensive income - non-current	2,406	9,939	3.01	9,939	-

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2023				Note
				Shares or Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Diamond Leasing	<u>Beneficiary certificates</u>							
	Union Money Market Fund	-	Financial assets at fair value through profit or loss - current	1,492	\$ 20,194	-	\$ 20,194	-
	Union Money Market Fund	-	Financial assets at fair value through profit or loss - current	1,118	15,124	-	15,124	-
	Cathay Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss - current	1,586	20,186	-	20,186	-
	Union Money Market Fund	-	Financial assets at fair value through profit or loss - current	741	10,034	-	10,034	-
	Union Money Market Fund	-	Financial assets at fair value through profit or loss - current	740	10,014	-	10,014	-
H. K. Manpower Service	Capital Money Market Fund	-	Financial assets at fair value through profit or loss - current	129	2,127	-	2,127	-
	Union Money Market Fund	-	Financial assets at fair value through profit or loss - current	235	3,176	-	3,176	-
	The RSIT Enhanced Money Market Fund	-	Financial assets at fair value through profit or loss - current	254	3,103	-	3,103	-
	Jih Sun Money Market Fund	-	Financial assets at fair value through profit or loss - current	206	3,128	-	3,128	-
Yu Ching	<u>Common stocks</u>							
	Yulon Motor Company	The parent company	Financial assets at fair value through other comprehensive income - non-current	7,526	376,301	0.70	624,694	-
Yu Pong	<u>Structured finance products</u>							
	KGI Securities CLN - Taiwan Mask. 3rd	-	Financial assets at fair value through profit or loss - current	-	17,049	-	17,049	-
	KGI Securities CLN - Mobiletron Electronics. 3rd	-	Financial assets at fair value through profit or loss - current	-	10,045	-	10,045	-
Yung Hong	<u>Common stocks</u>							
	Fubon Financial Company	-	Financial assets at fair value through other comprehensive income - current	1,474	89,451	0.01	89,451	-
	Carnival Industrial Corporation	Related party in substance	Financial assets at fair value through profit or loss - current	141	1,818	0.07	1,818	-
	Kian-shen Company	Related party in substance	Financial assets at fair value through profit or loss - current	81	6,365	0.11	6,365	-
	YFC	The same ultimate parent company	Financial assets at fair value through profit or loss - current	397	72,777	0.07	72,777	-
	<u>Beneficiary certificates</u>							
	FSITC Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss - current	1,024	16,072	-	16,072	-
	Prudential Financial Money Market Fund	-	Financial assets at fair value through profit or loss - current	565	9,164	-	9,164	-
	Capital Money Market Fund	-	Financial assets at fair value through profit or loss - current	1,596	26,384	-	26,384	-
	Allianz Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss - current	191	2,448	-	2,448	-
	Nomura Taiwan Money Market Fund	-	Financial assets at fair value through profit or loss - current	918	15,332	-	15,332	-
	FSITC Global Utilities and Infrastructure Fund	-	Financial assets at fair value through profit or loss - current	224	2,966	-	2,966	-
	FSITC US Top 100 Bond Fund	-	Financial assets at fair value through profit or loss - current	538	4,903	-	4,903	-
	PGIM US Corporate Bond Fund T	-	Financial assets at fair value through profit or loss - current	2	5,170	-	5,170	-
	Cathay US Premium Bond Fund USD A	-	Financial assets at fair value through profit or loss - current	500	5,039	-	5,039	-
	Yuanta 2 to 10 Year Investment Grade Corporate Bond Fund	-	Financial assets at fair value through profit or loss - current	497	5,025	-	5,025	-
	Capital Global Financial Bond Fund	-	Financial assets at fair value through profit or loss - current	543	5,163	-	5,163	-

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2023				Note
				Shares or Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	<u>Common stocks</u> YFC, Preferred Shares A	The same ultimate parent company	Financial assets at fair value through other comprehensive income - current	104	\$ 5,041	0.10	\$ 5,041	-
	Orgchem Technology Company		Financial assets at fair value through other comprehensive income - non-current	291	1,136	0.53	1,136	-
	T-Car Inc.		Financial assets at fair value through other comprehensive income - non-current	1,275	24,089	-	24,089	-
	ADTO Company		Financial assets at fair value through other comprehensive income - non-current	1	10	0.01	10	-
	ROCKER ZONE		Financial assets at amortized cost - non-current	330	7,024	1.67	7,024	-
	<u>Structured finance products</u> Credit-linked structured finance products - Kistler-KY		Financial assets at fair value through profit or loss - current	-	7,028	-	7,028	-
	<u>Common stocks</u> Yueki	The same ultimate parent company	Financial assets at fair value through other comprehensive income - non-current	16	100	0.08	100	-
Yu Chang	Kai Xing Insurance Agency	-	Financial assets at fair value through other comprehensive income - non-current	43	1,693	6.96	1,693	-
Yushin	Kai Xing Insurance Agency	-	Financial assets at fair value through other comprehensive income - non-current	43	1,693	6.96	1,693	-
Yulon Construction	Shin Kong Security Co., Ltd.	-	Financial assets at fair value through profit or loss - current	50	2,010	0.01	2,010	-
	<u>Beneficiary certificates</u> Bloomberg USD Corporate 10+ Year High Grade Capped Bond Index	-	Financial assets at fair value through profit or loss - current	143	4,842	-	4,842	-
	00646 TT EQUITY	-	Financial assets at fair value through profit or loss - current	115	4,938	-	4,938	-
Empower	<u>Common stocks</u> Kai Xing Insurance Agency	-	Financial assets at fair value through other comprehensive income - non-current	43	1,693	6.96	1,693	-
Yu Sing	Kai Xing Insurance Agency	-	Financial assets at fair value through other comprehensive income - non-current	43	1,693	6.96	1,693	-
Luxgen	<u>Beneficiary certificates</u> Hua Nan Phoenix Money Market Fund	-	Financial assets at fair value through profit or loss - current	9,034	150,780	-	150,780	-
	<u>Common stocks</u> Union Auto international Co., Ltd.	-	Financial assets at fair value through other comprehensive income - non-current	100	1,000	10.00	1,000	-

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2023				Note
				Shares or Units	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Yulon China	Yung Jen Industrial Co., Ltd.	-	Financial assets at fair value through profit or loss - non-current	-	\$ 2,420	-	\$ 2,420	-
Su Zhou Chen Long	<u>Structured finance products</u>							
	Bank of China Limited Structural Deposit	-	Financial assets at fair value through profit or loss - current	-	74,161	-	74,161	-
	Industrial Bank Structural Deposit	-	Financial assets at fair value through profit or loss - current	-	31,462	-	31,462	-
Su Zhou Feng Shen	<u>Common stocks</u> Guang Zhou Cheng Yi	-	Financial assets at fair value through other comprehensive income - non-current	-	4,277	-	4,277	-
Sheng Qing	<u>Financial products</u>							
	Fubon Bank (China) Structured Deposit	-	Financial assets at fair value through profit or loss - current	-	22,473	-	22,473	-
	Fubon Bank (China) Structured Deposit	-	Financial assets at fair value through profit or loss - non-current	-	121,354	-	121,354	-
Yu-Jie	Lidodo Public Structural Deposit	-	Financial assets at fair value through profit or loss - current	-	89,892	-	89,892	-

(Concluded)

TABLE 4

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED AND DISPOSED OF AT COSTS OR PRICES OF AT LEAST NTS300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance		Acquisition		Disposal				Ending Balance	
					Shares/Units	Amount (Note 1)	Shares/Units	Amount	Shares/Units	Amount	Carrying Value	Gain (Loss) on Disposal	Shares/Units (Note 2)	Amount (Note 1)
The Company	YFC, Preferred Shares A	Financial assets at fair value through other comprehensive income - non-current	-	-	36,584	\$ 1,840,175	-	\$ -	36,571	\$ 1,840,557	\$ 1,828,550	\$ 12,007	13	\$ 628
	Tokio Marine Nawa Insurance	Investments accounted for using equity method	Issuance of common share for cash	Associates	94,142	(3,075,938)	372,529	3,725,287	-	-	-	-	223,517	1,044,935
	Haitec	Investments accounted for using equity method	Issuance of common share for cash	Subsidiary	1,413,600	319,286	660,000	6,600,000	-	-	-	-	2,073,600	6,316,463
Yung Hong	YFC, Preferred Shares A	Financial assets at fair value through other comprehensive income - current	-	-	8,001	402,464	-	-	7,897	395,869	394,850	1,019	104	5,041
Luxgen	YFC, Preferred Shares A	Financial assets at fair value through other comprehensive income - non-current	-	-	8,000	402,400	-	-	8,000	401,032	400,000	1,032	-	-
	Phoenix Money Market Fund	Financial assets mandatorily at fair value through profit or loss - current	Hua Nan Investment Trust Corporation (HINT)	-	-	-	18,050	300,000	9,016	150,000	149,831	169	9,034	150,780
YFC	Shinshin	Investments accounted for using equity method	Issuance of common share for cash	Subsidiary	430,300	9,394,196	87,500	3,500,000	-	-	-	-	517,800	14,313,595
	Tokio Marine Nawa Insurance	Investments accounted for using equity method	-	Associates	14,345	(470,714)	136,143	1,361,434	-	-	-	-	81,686	381,965
	Yu Rich	Investments accounted for using equity method	Issuance of common share for cash	Subsidiary	247,481	4,260,503	62,500	2,000,000	-	-	-	-	430,608	7,415,702
	Car-plus Auto JDW	Investments accounted for using equity method	-	Subsidiary	94,463	2,030,452	53,502	1,926,064	-	-	-	-	147,965	3,772,174
		Investments accounted for using equity method	Issuance of common share for cash	Subsidiary	-	-	38,508	950,000	-	-	-	-	38,508	945,604
	Sin Gan	Investments accounted for using equity method	Car-plus Auto	Subsidiary	21,004	437,237	-	-	21,004	499,487	367,088	-	-	-
Car-plus Auto	Sin Gan	Investments accounted for using equity method	YFC	The parent company	-	-	22,275	537,600	-	-	-	-	22,275	432,150
Shinshin	Tai Chuang Energy	Investments accounted for using equity method	Issuance of common share for cash	Subsidiary	-	-	63,000	630,000	-	-	-	-	63,000	627,696
TAC Leasing (Suzhou)	Car-Plus Leasing (Shanghai)	Investments accounted for using equity method	-	The same parent company	79,039	381,106	90,961	462,301	-	-	-	-	170,000	867,233

Note 1: The beginning balance and ending balance included unrealized gains or loss on financial assets and investments of investments accounted for using equity method.

Note 2: The number of shares at end of the year included dividend and the share of make up for the loss by reducing capital.

TABLE 5**YULON MOTOR COMPANY LTD. AND SUBSIDIARIES**

**ACQUISITION OF INDIVIDUAL REAL ESTATE AT PRICES OF AT LEAST NTS300 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)**

Company Name	Types of Property	Transaction Date	Transaction Amount	Payment Term	Counterparty	Nature of Relationships	Prior Transaction of Related Counter Party				Price Reference	Purpose of Acquisition	Other Terms
							Owner	Relationships	Transfer Date	Amount			
YFC	Land and building	2023.3.9	S 881,334	By negotiation	The Company	Parent company	-	-	-	-	After negotiation according to the real estate valuation report, it shall be resolved by the board of directors	To meet future business development needs	None

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

DISPOSAL OF INDIVIDUAL REAL ESTATE AT PRICES OF AT LEAST NTS300 MILLION OR 20% OF THE PAID-IN CAPITAL
 FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Seller	Property	Event Date	Original Acquisition Date	Carrying Amount	Transaction Amount	Collection of Payments	Gain (Loss) on Disposal	Counterparty	Relationship	Purpose of Disposal	Price Reference	Other Terms
The Company	Land and building	2023.3.9	1986.5.1 1986.6.1 1986.12.1	\$ 121,339	\$ 881,334	By negotiation	Note	YFC	Subsidiary	To meet future business development needs	Zhanqi Real Estate Appraisal Firm	None

Note: Since YFC is a subsidiary of the Company, no gain or loss on disposal was recognized in the consolidated financial statements.

TABLE 7

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

TOTAL PURCHASE FROM OR SALE TO RELATED PARTIES AMOUNTING TO AT LEAST NTS100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Purchasing or (Selling) Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts (Payable) or Receivable		Note
			Purchase/ (Sale)	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
The Company	Yulon Nissan Luxgen	An investee accounted for using equity method Subsidiary	Sales Sales	\$ (15,978,524) (1,551,004)	91 9	Within 45 days Within 10 days	- -	3 days to 45 days 3 days to 10 days	\$ 638,903 80,313	85 11	- -
YFC	Yu Chang	The same ultimate parent company	Sales	(2,334,244)	7	Receipt of payment on the day	-	-	113,346	-	-
	Yuan Lon	An investee accounted for using equity method	Sales	(2,120,939)	7	Receipt of payment on the day	-	-	28,485	-	-
	Hui-Lian	An investee accounted for using equity method	Sales	(1,926,098)	6	Receipt of payment on the day	-	-	29,003	-	-
	Luxgen Taipei	The same ultimate parent company	Sales	(468,586)	1	Receipt of payment on the day	-	-	25,227	-	-
	Yu Sing	The same ultimate parent company	Sales	(1,820,554)	6	Receipt of payment on the day	-	-	18,960	-	-
	Yushin	The same ultimate parent company	Sales	(1,337,044)	4	Receipt of payment on the day	-	-	17,106	-	-
	Yu Tang	An investee accounted for using equity method	Sales	(1,253,029)	4	Receipt of payment on the day	-	-	6,362	-	-
	Luxgen Taoyuan	The same ultimate parent company	Sales	(267,664)	1	Receipt of payment on the day	-	-	6,516	-	-
	Empower	The same ultimate parent company	Sales	(1,496,903)	5	Receipt of payment on the day	-	-	5,439	-	-
	Cheng Long	An investee accounted for using equity method	Sales	(916,365)	3	Receipt of payment on the day	-	-	8,350	-	-
	Luxgen Taichung	The same ultimate parent company	Sales	(332,707)	1	Receipt of payment on the day	-	-	6,298	-	-
	Luxgen Kaohsiung	The same ultimate parent company	Sales	(213,066)	1	Receipt of payment on the day	-	-	2,980	-	-
	Luxgen Tainan	The same ultimate parent company	Sales	(173,980)	1	Receipt of payment on the day	-	-	3,739	-	-
	Ding Long	An investee accounted for using equity method	Sales	(564,560)	2	Receipt of payment on the day	-	-	470	-	-
	Lian Cheng	An investee accounted for using equity method	Sales	(313,494)	1	Receipt of payment on the day	-	-	922	-	-
	Yuan Zhi	An investee accounted for using equity method	Sales	(276,346)	1	Receipt of payment on the day	-	-	6,119	-	-
Sin Jang	YFC	The same ultimate parent company	Sales	(14,550,306)	98	Receipt of payment on the day	-	-	-	-	-
Union & NKH	The Company	The parent company	Sales	(410,861)	40	60 days	Because the standard and characteristic of products are different, there is no base to compare.	Same as general customer	94,844	22	-
	China Motor	An investee accounted for using equity method	Sales	(428,624)	42	60 days	Because the standard and characteristic of products are different, there is no base to compare.	Same as general customer	108,290	25	-
Yueki	The Company	The parent company	Sales	(192,564)	38	45 days	Bargaining	45 days	37,165	24	-
	China Motor	An investee accounted for using equity method	Sales	(114,707)	22	45 days	Bargaining	45 days	28,120	18	-
	Kian-shen	A related party in substance	Sales	(107,515)	21	45 days	Bargaining	45 days	47,011	31	-
Y-Teks	The Company	The parent company	Sales	(109,513)	65	45 days	-	-	18,605	60	-
Luxgen	Luxgen Taipei	The same ultimate parent company	Sales	(155,210)	7	At sight	-	At sight	591	1	-
	Luxgen Taoyuan	The same ultimate parent company	Sales	(112,898)	5	At sight	-	At sight	322	1	-
	Luxgen Taichung	The same ultimate parent company	Sales	(103,187)	5	At sight	-	At sight	340	1	-
	Car-plus Auto	The same ultimate parent company	Sales	(113,065)	5	At sight	-	At sight	-	-	-
	YFC	The same ultimate parent company	Sales	(1,488,514)	70	Within 3 days	-	Within 3 days	45,004	92	-
Sinqual	The Company	The parent company	Sales	(104,802)	28	At sight or a month	Bargaining	At sight or a month	25,147	24	-
Hang Zhou Haitec	The Company	The parent company	Sales	(233,103)	62	25 days	-	-	27,683	87	-
Chuang Jie	Hang Zhou Haitec	The same ultimate parent company	Sales	(366,837)	99	60 days	Because the standard and characteristic of products are different, there is no base to compare.	60 days	43,851	66	-

(Continued)

Purchasing or (Selling) Company Name	Related Party	Relationship	Transaction Details				Abnormal Transaction		Notes/Accounts (Payable) or Receivable		Note
			Purchase/ (Sale)	Amount	% to Total	Payment Terms	Unit Price	Payment Terms	Ending Balance	% to Total	
The Company	Union & NKH	Subsidiary	Purchase	\$ 410,861	3	60 days	Because the standard and characteristic of products are different, there is no base to compare.	-	\$ (94,844)	5	-
	Yueki	Subsidiary	Purchase	192,564	1	45 days	Bargaining	45 days	(37,165)	2	-
	Nissan Motor Co., Ltd.	A related party in substance	Purchase	6,746,423	49	12 days after bill of lading	-	12 days after bill of lading	(575,276)	33	-
	Y-Teks	Subsidiary	Purchase	109,513	1	45 days	-	-	(18,605)	1	-
	Sinqual	Subsidiary	Purchase	104,802	1	At sight or a month	Bargaining	At sight or a month	(25,147)	1	-
	China Ogihara	An investee accounted for using equity method	Purchase	166,537	1	45 days after monthly closing	Bargaining	45 days after monthly closing	-	-	-
	Hang Zhou Haitec	Subsidiary	Purchase	233,103	2	25 days	-	-	(27,683)	2	-
YFC	Yulon Nissan	An investee accounted for using equity method	Purchase	16,441,231	51	Within 3 days	-	-	(535,025)	82	-
	Luxgen	The same ultimate parent company	Purchase	1,488,514	5	Within 3 days	-	-	(45,004)	7	-
	Sin Jang	The same ultimate parent company	Purchase	14,550,306	45	Payment on the day	-	-	-	-	-
Yu Sing	YFC	The same ultimate parent company	Purchase	1,820,554	84	Receipt of payment on the day	-	-	(18,960)	19	-
	Yulon Nissan	An investee accounted for using equity method	Purchase	285,317	13	Receipt of payment on the day	-	-	(4,203)	4	-
Yushin	YFC	The same ultimate parent company	Purchase	1,337,044	83	Receipt of payment on the day	-	-	(17,106)	29	-
	Yulon Nissan	An investee accounted for using equity method	Purchase	201,970	13	Receipt of payment on the day	-	-	(5,837)	10	-
Yu Chang	YFC	The same ultimate parent company	Purchase	2,334,244	85	Receipt of payment on the day	-	-	(113,346)	64	-
	Yulon Nissan	An investee accounted for using equity method	Purchase	329,499	12	Receipt of payment on the day	-	-	(9,004)	5	-
Empower	YFC	The same ultimate parent company	Purchase	1,496,903	66	Receipt of payment on the day	-	-	(5,439)	6	-
	Yulon Nissan	An investee accounted for using equity method	Purchase	282,951	12	Receipt of payment on the day	-	-	(16,968)	20	-
Luxgen	The Company	The parent company	Purchase	1,551,004	92	Within 10 days	-	3 days to 10 days	(80,313)	23	-
Luxgen Taipei	YFC	The same ultimate parent company	Purchase	468,586	66	Receipt of payment on the day	-	-	(25,227)	65	-
	Luxgen	The same ultimate parent company	Purchase	155,210	22	At sight	-	-	(591)	2	-
Luxgen Taoyuan	YFC	The same ultimate parent company	Purchase	267,664	65	Receipt of payment on the day	-	-	(6,516)	66	-
	Luxgen	The same ultimate parent company	Purchase	112,898	28	At sight	-	-	(322)	3	-
Luxgen Taichung	YFC	The same ultimate parent company	Purchase	332,707	70	Receipt of payment on the day	-	-	(6,298)	38	-
	Luxgen	The same ultimate parent company	Purchase	103,187	22	At sight	-	-	(340)	2	-
Luxgen Tainan	YFC	The same ultimate parent company	Purchase	173,980	66	Receipt of payment on the day	-	-	(3,739)	68	-
Luxgen Kaohsiung	YFC	The same ultimate parent company	Purchase	213,066	71	Receipt of payment on the day	-	-	(2,980)	33	-
Hang Zhou Haitec	Chuang Jie	The same ultimate parent company	Purchase	366,837	100	60 days	Because the standard and characteristic of products are different, there is no base to compare.	60 days	(43,851)	37	-

(Concluded)

TABLE 8

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NTS100 MILLION OR 20% OF THE PAID-IN CAPITAL

FOR THE NINE MONTH ENDED SEPTEMBER 30, 2023

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

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Impairment Loss
					Amount	Action Taken		
The Company	Yulon Nissan Luxgen	An investee accounted for using equity method Subsidiary	\$ 714,716 (Note 1)	39.04	\$ -	-	\$ 500,770	\$ -
			118,239 (Note 2)	14.37	-	-	54,177	-
YFC	Yu Chang	The same ultimate parent company	113,346 (Note 6)	-	-	Depends on status of fund	112,591	-
Shinshin	YES-Energy	The same ultimate parent company	192,752 (Note 5)	-	-	Depends on status of fund	353	1,030
Yu Ching	UMPI	The same ultimate parent company	125,157 (Note 7)	-	-	-	-	-
Yueki	Yue Ki Samoa	The same ultimate parent company	458,443 (Note 7)	-	-	-	-	-
Yulon China	Wen Yang	The same ultimate parent company	679,134 (Note 7)	-	-	-	-	-
Qing Tai	Dong Tai	The same ultimate parent company	112,460 (Note 7)	-	-	-	-	-
Mei De	Shi Cheng	The same ultimate parent company	135,349 (Note 7)	-	-	-	-	-
Ke Yu	Tai Feng Sheng Qing	The same ultimate parent company	304,029 (Note 7)	-	-	-	-	-
		The same ultimate parent company	219,522 (Note 7)	-	-	-	-	-
Yulon China Motor Investment	Hang Zhou Hua You	The same ultimate parent company	114,541 (Note 7)	-	-	-	-	114,541
Nan Jing Yu Hua	Nanjing Hanhong	The same ultimate parent company	121,903 (Note 7)	-	-	-	-	-
LUXGEN (Hangzhou) Motor Sales	Dong Feng Yulon Sales Company	Other related party	700,042 (Note 3)	-	-	-	-	700,042
Sheng Qing	Yu-Jie Xiamen Young Chang Yulon China Motor Investment	The same ultimate parent company	180,243 (Note 7)	-	-	-	-	-
		The same ultimate parent company	172,475 (Note 7)	-	-	-	-	-
		The same ultimate parent company	920,214 (Note 7)	-	-	-	-	-
Union & NKH	Hang Zhou Liangrun China Motor	The same ultimate parent company	189,060 (Note 4)	-	-	-	-	-
		An investee accounted for using equity method	108,290 (Note 6)	4.96	-	-	39,340	-

(Continued)

- Note 1: The receivables comprised accounts receivable of \$638,903 thousand and other receivables of \$75,813 thousand.
- Note 2: The receivables comprised accounts receivable of \$80,313 thousand and other receivables of \$37,926 thousand.
- Note 3: The receivables comprised accounts receivable of \$7,146 thousand and other receivables of \$692,896 thousand.
- Note 4: The receivables comprised accounts receivable of \$171,458 thousand and other receivables of \$17,602 thousand.
- Note 5: The receivables comprised notes receivables.
- Note 6: The receivables comprised accounts receivables.
- Note 7: The receivables comprised other receivables.

(Concluded)

TABLE 9

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

NAMES, LOCATIONS, AND OTHER INFORMATION OF INVESTEEES ON WHICH THE CORPORATION EXERCISES SIGNIFICANT INFLUENCE (EXCLUDING INVESTMENT IN MAINLAND CHINA)
 FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
 (In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of September 30, 2023			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				September 30, 2023	December 31, 2022	Shares	Percentage of Ownership	Carrying Value			
The Company	Yulon Nissan	Miaoli, Taiwan	Sales of cars	\$ 7,062,225	\$ 7,062,225	143,500	47.83	\$ 8,539,327	\$ 899,044	\$ 326,117	-
	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	141,526	141,526	44,592	8.05	3,042,983	4,369,608	310,928	-
	YFC	Taipei, Taiwan	Sale and lease of cars and parts	1,832,150	1,832,150	234,713	42.81	10,873,789	5,252,137	2,164,038	-
	Yueki	Hsinchu, Taiwan	Manufacturing and sale of car components	169,978	169,978	12,767	65.58	352,875	43,893	46,894	-
	Yue Sheng	Miaoli, Taiwan	Car manufacture and furnishing; manufacture, installation and sale of car parts	329,210	329,210	28,800	100.00	415,034	(12,687)	(11,691)	-
	China Cast Iron	Taipei, Taiwan	Metal casting and related business	24,850	24,850	25	77.66	42,464	10,341	8,022	-
	Union & NKH	Miaoli, Taiwan	Manufacturing and sale of springs for various motor vehicles and sale of nonmotorized vehicles	183,692	183,692	21,729	25.01	597,314	(47,114)	(11,207)	-
	Uni-calsonic	Miaoli, Taiwan	Production and sales of various kinds of radiators, heat transfer apparatus, geysers, water tank and car parts	96,449	96,449	5,983	30.68	149,542	14,217	8,426	-
	Yu Chang	Kaohsiung, Taiwan	Sale, maintenance and repair of cars and parts	114,096	114,096	13,999	64.99	183,543	29,905	19,419	-
	China Ogihara	Taoyuan, Taiwan	Design, manufacturing and sales of cars and various kinds of molds, fixtures, stamping parts and inspection implements	280,071	280,071	25,470	37.76	563,644	88,840	38,185	-
	Yuan Lon	Taoyuan, Taiwan	Sale, maintenance and repair of cars and parts	84,405	84,405	7,999	20.00	100,154	18,321	5,748	-
	Yu Ching	New Taipei City, Taiwan	Import and export and sale of cars and parts	776,907	776,907	42,660	60.00	30,184	14,091	(14,870)	-
	Yu Pong	New Taipei City, Taiwan	Yulon basketball team management and related services	972,659	1,122,659	13,470	100.00	446,987	(9,454)	(6,405)	-
	Yung Hong	New Taipei City, Taiwan	Investments	87,311	537,311	32,622	100.00	448,062	50,603	50,603	-
	Yushin	Hsinchu, Taiwan	Sale, maintenance and repair of cars and parts	186,926	186,926	19,999	99.99	288,903	38,679	37,045	-
	China Engine	Taoyuan, Taiwan	Manufacturing of car engines and parts	675,137	789,878	16,113	38.16	456,381	(466)	(38)	-
	Cheng Long	Taipei, Taiwan	Sale, maintenance and repair of cars and parts	51,677	51,677	13,936	27.00	256,895	29,880	18,996	-
	Yu Tang	Taichung, Taiwan	Sale, maintenance and repair of cars and parts	71,166	71,166	7,117	20.33	107,543	10,334	(3,758)	-
	ROC-Spicer	Taoyuan, Taiwan	Manufacturing and sales of cars and parts	476,740	476,740	102	20.46	226,722	100,981	14,845	-
	Empower	Taichung, Taiwan	Sale, maintenance and repair of cars and parts	29,987	29,987	5,999	20.00	74,262	26,639	5,557	-
	Chan Yun	Hsinchu, Taiwan	Wholesale and retail of information software	58,594	58,594	16,664	87.71	37,102	1,861	1,593	-
	Sin Chi	Taipei, Taiwan	General advertising planning services	850,896	950,896	80,500	100.00	894,546	22,207	22,214	-
	Yu Sing	Taipei, Taiwan	Sale, maintenance and repair of cars and parts	505,189	505,189	17,999	99.99	176,832	14,286	14,502	-
	Y-Teks	Taoyuan, Taiwan	Manufacturing and furnishing, cars and the import and export of, and serving as sales agent for, car parts	61,307	61,307	602	34.00	294,882	53,267	19,452	-
	Yulon Overseas	B.V.I.	Investments	32,056,349	32,302,352	1,082,406	100.00	7,405,497	698,201	308,547	-
	Tokio Marine Nawa Insurance	Taipei, Taiwan	Property insurance	8,075,258	4,349,971	223,517	18.63	1,044,935	2,647,677	474,656	-
	Haitec	New Taipei City, Taiwan	Product design	17,769,859	11,169,859	2,073,600	99.99	6,316,463	(652,850)	(652,850)	-
	Hui-Lian	Changhua, Taiwan	Sale, maintenance and repair of cars and parts	74,366	74,366	6,116	20.34	78,222	18,219	2,999	-
	Luxgen	Miaoli, Taiwan	Sales and producing of cars and related parts	29,067,000	29,067,000	92,700	100.00	866,756	12,825	12,865	-
	Yulon Construction	New Taipei City, Taiwan	Construction industry	3,034,485	3,034,485	144,078	100.00	3,589,216	87,903	71,834	-
	Hong Kong-Spicer	Hong Kong	Investments	56,475	56,475	1,585	20.50	54,109	9,100	(656)	-
	Advance Power Machinery	Miaoli, Taiwan	Sales and producing of cars and related parts	210,787	10,787	20,500	100.00	205,412	(2,880)	(4,020)	-
	Yuke	New Taipei City, Taiwan	Energy technical services	15,000	-	1,500	100.00	15,005	5	5	-
	Yu Yao	New Taipei City, Taiwan	Energy technical services	15,000	-	1,500	100.00	15,004	4	4	-
YFC	Car-plus Auto	Taipei, Taiwan	Car lease and trade	3,435,813	1,509,749	147,965	100.00	3,772,174	182,959	-	-
	Shinshin	Taipei, Taiwan	Installment financing services for cars and trucks	6,919,808	3,419,808	517,800	100.00	14,313,595	1,416,256	-	-
	TAC Global	Samoa	Shareholding company	3,342,688	3,342,688	108,833	100.00	6,497,585	663,774	-	-
	Tokio Marine Nawa Insurance	Taipei, Taiwan	Property insurance	1,960,885	599,451	81,686	6.81	381,965	2,647,677	-	-
	Empower	Taichung, Taiwan	Retail of cars and related parts	48,843	48,843	8,100	27.00	107,463	26,639	-	-
	Yu Rich	New Taipei City, Taiwan	Installment loans of consumer goods	3,160,662	1,160,662	430,608	100.00	7,415,702	1,155,200	-	-
	Yulon Finance Overseas.	Samoa	Shareholding company	437,490	437,490	15,000	100.00	162,612	-	-	-
	Sin Gan	Taipei, Taiwan	Sales of automobile - related products	-	315,157	-	-	-	151,318	-	Note 1
	JDW	Taipei, Taiwan	Software design services, information processing service and advertisement services	950,000	-	38,508	50.70	945,604	(8,670)	-	-

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of September 30, 2023			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				September 30, 2023	December 31, 2022	Shares	Percentage of Ownership	Carrying Value			
Shinshin	Shinshin Samoa	Samoa	Shareholding company	\$ 389,077	\$ 389,077	12,000	100.00	\$ 132,938	\$ 20,465	\$ -	-
	YES Energy	New Taipei City, Taiwan	Energy technical services	246,407	246,407	29,000	100.00	380,430	109,589	-	-
	Shinshin Power	Taipei, Taiwan	Energy technical services	1,000	-	100	100.00	1,003	3	-	-
	Zysun Power	Taipei, Taiwan	Energy technical services	10,000	-	1,010	100.00	9,380	(624)	-	-
	Wysun Power	Taipei, Taiwan	Energy technical services	245,600	-	24,560	100.00	242,826	(2,783)	-	-
	Tai Chuang Energy	Taipei, Taiwan	Energy technical services	630,000	-	63,000	96.92	627,696	(2,378)	-	-
	Yulon Capital SDN. BHD.	Malaysia	Equipment leasing business and installment-related financing services	73	-	10	100.00	66	-	-	-
Car-plus Auto	Diamond Leasing	Taipei, Taiwan	Car lease and trade	133,351	85,000	8,500	100.00	195,710	14,354	-	-
	Car-Plus Samoa	Samoa	Shareholding company	941,992	941,992	31,200	100.00	716,353	6,639	-	-
	Da-Wei	Taipei, Taiwan	brokerage of electric vehicles	-	40,000	-	-	-	4,084	-	Note 2
	Hong Shou Culture	Taipei, Taiwan	Publication	11,881	11,881	4,050	100.00	22,108	1,210	-	-
	YES Charging Service Co., Ltd.	New Taipei City, Taiwan	Wholesale and retail sale of batteries	70,005	70,005	7,200	100.00	20,570	(39,485)	-	-
	Sin Gan	Taipei, Taiwan	Sales of automobile - related products	537,600	-	22,275	77.69	432,150	151,318	-	Note 1
Da-Wei	Bing Yu	New Taipei City, Taiwan	Vehicle subscription service platform	8,685	8,685	724	20.00	9,516	4,888	-	-
	Da Teng	Taipei, Taiwan	Taxi service	-	7,028	-	-	-	545	-	Note 2
	Da-Chuan	Taipei, Taiwan	Taxi service	-	1,125	-	-	-	410	-	Note 2
	Da-Mu	Taipei, Taiwan	Taxi service	-	1,575	-	-	-	162	-	Note 2
	Da-Jun	Taipei, Taiwan	Taxi service	-	900	-	-	-	195	-	Note 2
	Yong-Xiang	Taipei, Taiwan	Taxi service	-	3,810	-	-	-	376	-	Note 2
	Guo-Ma	Taipei, Taiwan	Taxi service	-	2,286	-	-	-	144	-	Note 2
	Jin-Yu	Taipei, Taiwan	Taxi service	-	3,048	-	-	-	140	-	Note 2
	Zhong-Xing	Taipei, Taiwan	Taxi service	-	3,810	-	-	-	341	-	Note 2
	Li-Yang	Taipei, Taiwan	Taxi service	-	5,381	-	-	-	723	-	Note 2
	He-Yang	Taipei, Taiwan	Taxi service	-	2,032	-	-	-	366	-	Note 2
	Jia-Yu	Taipei, Taiwan	Taxi service	-	1,778	-	-	-	106	-	Note 2
	Tian-Yang	Taipei, Taiwan	Taxi service	-	2,159	-	-	-	469	-	Note 2
Diamond Leasing	H. K. Manpower	Taipei, Taiwan	Temporary labor services	10,000	10,000	1,000	100.00	19,255	2,419	-	Note 2
	Da Teng	Taipei, Taiwan	Taxi service	7,028	-	600	-	20,496	3,661	-	Note 2
	Da-Chuan	Taipei, Taiwan	Taxi service	1,125	-	300	-	6,411	545	-	Note 2
	Da-Mu	Taipei, Taiwan	Taxi service	1,575	-	600	-	2,946	410	-	Note 2
	Da-Jun	Taipei, Taiwan	Taxi service	900	-	300	-	2,883	162	-	Note 2
	Yong-Xiang	Taipei, Taiwan	Taxi service	3,810	-	300	-	2,302	195	-	Note 2
	Guo-Ma	Taipei, Taiwan	Taxi service	2,286	-	400	-	4,992	376	-	Note 2
	Jin-Yu	Taipei, Taiwan	Taxi service	3,048	-	300	-	2,849	144	-	Note 2
	Zhong-Xing	Taipei, Taiwan	Taxi service	3,810	-	350	-	3,741	140	-	Note 2
	Li-Yang	Taipei, Taiwan	Taxi service	5,381	-	900	-	4,664	341	-	Note 2
	He-Yang	Taipei, Taiwan	Taxi service	2,032	-	600	-	8,179	723	-	Note 2
	Jia-Yu	Taipei, Taiwan	Taxi service	1,778	-	300	-	2,992	366	-	Note 2
	Tian-Yang	Taipei, Taiwan	Taxi service	2,159	-	600	-	2,174	106	-	Note 2
Sin Jang	Sinjang Samoa	Samoa	Shareholding company	-	42,790	-	-	-	127	-	Note 3
Car-Plus Samoa	Car-Plus China	Samoa	Shareholding company	193,004	193,004	6,000	60.00	413,538	23,697	-	-
	Car-Plus Shanghai	Samoa	Shareholding company	-	185,183	-	-	-	(13,251)	-	Note 3
	Car-Plus Hangzhou	Samoa	Shareholding company	563,805	563,805	19,200	60.00	20,550	(557)	-	-
TAC Global	Car-Plus China	Samoa	Shareholding company	128,647	128,647	4,000	40.00	275,692	23,697	-	-
	Car-Plus Shanghai	Samoa	Shareholding company	-	123,455	-	-	-	(13,251)	-	Note 3
	Car-Plus Hangzhou	Samoa	Shareholding company	375,906	375,906	12,800	40.00	13,700	(557)	-	-
	Yu Rong	Samoa	Shareholding company	2,698,460	2,698,460	87,496	100.00	6,012,632	660,673	-	-
	Sinjang Samoa	Samoa	Shareholding company	-	16,220	-	-	-	127	-	Note 3
Yulon Finance Overseas	Yulon Finance Philippines	Samoa	Shareholding company	437,490	437,490	15,000	100.00	162,612	3,160	-	-

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of September 30, 2023			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				September 30, 2023	December 31, 2022	Shares	Percentage of Ownership	Carrying Value			
Yulon Finance Philippines	Yulon Finance Philippines Corporation	Philippine	Financing and leasing of cars and commercial vehicles, and car purchases and loans to car dealers for car purchases	\$ 437,490	\$ 437,490	7,500	100.00	\$ 162,612	\$ 3,160	\$ -	-
Sin Gan	Hsiang Shuo	New Taipei City, Taiwan	Towing	128,400	128,400	10,000	100.00	254,108	67,073	-	-
	Sinqual	New Taipei City, Taiwan	Sale of cars and parts	130,591	130,591	13,000	100.00	190,954	12,792	-	-
	Sin Jang	Taipei, Taiwan	Sale and brokerage of secondhand vehicles	218,754	218,754	12,824	100.00	254,113	66,822	-	-
	Ching-Tong	Tainan, Taiwan	Sales maintenance and repair of cars and parts	75,578	75,578	6,746	100.00	56,163	9,601	-	-
	Zhuo Giu	Taoyuan, Taiwan	Freezer construction and repair service	19,400	-	400	40.00	17,379	(5,053)	-	-
	Zhuo Ho	New Taipei City, Taiwan	Freezer construction and repair service	400	-	40	40.00	(430)	(2,076)	-	-
JDW	JDW Taxi	Taipei, Taiwan	Taxi transportation and advertisement services	6,250	6,250	625	62.50	13,720	3,237	-	-
Yu Pong	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	35,269	35,269	454	0.08	44,270	4,369,608	-	-
	Yu Ching	New Taipei City, Taiwan	Import and export and sale of cars and parts	472,511	472,511	28,440	40.00	377,821	14,091	-	-
Yue Sheng	Y-Teks	Taoyuan, Taiwan	Manufacturing and furnishing, cars and the import and export of, and serving as sales agent for, car parts	25,510	25,510	212	11.99	104,426	53,267	-	-
Yung Hong	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	193,869	193,869	3,998	0.72	217,219	4,369,608	-	-
Yu Ching	Tokio Marine Nawa Insurance	Taipei, Taiwan	Property insurance	20,467	227,850	-	-	-	2,647,677	-	Note 4
	Yulon Nissan	Miaoli, Taiwan	Sales of cars	336,923	336,923	3,500	1.17	209,826	899,044	-	-
	Yulon Management	New Taipei City, Taiwan	Investment advisor and temporary labor services	32,403	32,403	3,300	33.00	30,864	3,009	-	-
Yueki	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	243	243	11	-	1,070	4,369,608	-	-
	Uni-calsonic	Miaoli, Taiwan	Production and sales of various kinds of radiators, heat transfer apparatus, geysers, water tank and car parts	17,328	17,328	800	4.10	17,328	14,217	-	-
	Yue Ki Samoa	Samoa	Investments	123,058	123,058	4,126	100.00	15,606	118,642	-	-
	Yue Ki HK	Hong Kong	Investments	330,094	330,094	10,600	100.00	63,563	23,639	-	-
Yu Chang	Tian Wang	Kaohsiung, Taiwan	Secondhand cars and car related products	17,000	17,000	1,700	100.00	21,254	(8)	-	-
Yushin	Yu Pool	Miaoli, Taiwan	Supply of and providing services on information software and retail trade of spare parts of vehicles	7,000	7,000	5,000	100.00	64,771	2,416	-	-
	Luxgen Taoyuan	Taoyuan, Taiwan	Sales, maintenance and repair of cars and related products	12,250	12,250	-	-	-	7,394	-	-
	Yu Shin Investment	Samoa	Investments	148,966	154,805	185	100.00	3,563	-	-	-
Empower	Chunmin	Taichung, Taiwan	Comprehensive retail of car parts	8,000	8,000	800	100.00	13,663	8	-	-
	Hong Yen	Samoa	Investments	213,774	213,774	213,774	100.00	22,351	(6,817)	-	-
	Yu Ming Insurance Co., Ltd.	Taichung, Taiwan	Property insurance	5,000	5,000	500	100.00	5,127	165	-	-
	Min Shiang	Taichung, Taiwan	Lease of cars and related services	30,000	30,000	3,000	100.00	30,969	4	-	-
Sin Chi	Yulon Nissan	Miaoli, Taiwan	Sales of cars	311,853	311,853	3,050	1.02	182,803	899,044	-	-
	Yu Chia	New Taipei City, Taiwan	Sales, maintenance and repair of heavy vehicles and related products	84,000	84,000	2,600	100.00	29,184	1	-	-
	Yulon TOBE	New Taipei City, Taiwan	Sale, maintenance and repair of cars and parts	27,996	27,996	22,005	59.64	59,333	(14,686)	-	-
Yu Sing	Ding Long	Taipei, Taiwan	Sales, maintenance and repair of cars and parts	37,790	37,790	3,779	37.79	30,364	2,565	-	-
	Kuen You	New Taipei City, Taiwan	Sale, maintenance and repair of cars and parts	10,000	10,000	1,000	100.00	17,023	926	-	-
Y-Teks	Yu-Hsin Intl	B.V.I.	Investments	65,854	65,854	2,208	66.67	837,525	71,598	-	-
	China Motor	Taoyuan, Taiwan	Manufacturing and sales of cars	265	265	11	-	1,103	4,369,608	-	-
Yu-Hsin Intl	Yu-Hsin Intl HK	Hong Kong	Investments	311,194	311,194	13,071	100.00	400,938	43,931	-	-
Union & NKH	Uni Investment	B.V.I.	Investments	289,287	289,287	8,403	100.00	1,912,367	(47,763)	-	-

(Continued)

Investor Company	Investee Company	Location	Main Businesses and Products	Investment Amount		Balance as of September 30, 2023			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				September 30, 2023	December 31, 2022	Shares	Percentage of Ownership	Carrying Value			
Luxgen	Luxgen Taipei	Taipei, Taiwan	Repair, wholesale and retail of cars and parts	\$ 513,613	\$ 513,613	18,499	99.99	\$ 101,781	\$ (7,531)	\$ -	-
	Luxgen Taoyuan	Taoyuan, Taiwan	Repair, wholesale and retail of cars and parts	108,192	108,192	10,499	99.99	114,933	7,394	-	-
	Luxgen Taichung	Taichung, Taiwan	Repair, wholesale and retail of cars and parts	174,767	174,767	10,599	99.99	142,682	4,337	-	-
	Luxgen Tainan	Tainan, Taiwan	Repair, wholesale and retail of cars and parts	263,153	263,153	10,499	99.99	111,152	3,261	-	-
	Luxgen Kaohsiung	Kaohsiung, Taiwan	Repair, wholesale and retail of cars and parts	121,458	121,458	7,099	99.99	66,183	165	-	-
	Sin Gan	New Taipei City, Taiwan	Wholesale and retail of information software	81,191	81,191	5,670	19.78	110,056	151,318	-	-
Yulon Construction	Yufong Property Management Co., Ltd.	New Taipei City, Taiwan	Construction greening industry	24,990	24,990	2,499	99.96	63,784	10,038	-	-
Haitec	Hua-Chung Overseas	B.V.I.	Investments	371,771	371,771	15,965	100.00	-	-	-	-
	Foxtron Vehicle Technologies Corporation	New Taipei City, Taiwan	Product design	7,632,000	7,632,000	763,200	47.96	5,793,193	(1,514,793)	-	-
Hua-Chung Overseas	Haitec China Investment	Hong Kong	Investments	343,374	343,374	15,014	100.00	-	-	-	-
Yulon Overseas	Yulon Philippine	Cayman	Investments	1,153,161	1,097,415	35,741	100.00	190,512	17,003	-	-
	Yulon China	B.V.I.	Investments	33,981,459	32,584,659	1,057,380	100.00	7,213,786	681,326	-	-
Yulon Philippine	UMPI & SCIC	Philippine	Manufacturing of cars and factory lease	942,090	896,548	10,914	100.00	189,999	17,377	-	-
	NPI	Philippine	Sale, maintenance and repair of cars and parts	75,905	72,235	12	24.50	-	283,529	-	-
Yulon China	Qing Yi	Samoa	Investments	452,554	430,676	-	100.00	85,055	31,841	-	-
	Wen Yang	Samoa	Investments	956,806	910,552	31,450	100.00	680,171	(40,878)	-	-
	Yulon China (Hong Kong) Investment Limited	Hong Kong	Investments	8,770,302	8,348,041	-	100.00	-	595,568	-	-
	Yulon China Holding	Cayman	Investments	22,901,109	22,039,956	702,043	100.00	5,475,198	89,522	-	-
	Feng Hua	Hong Kong	Investments	90,356	85,988	-	40.00	175,531	10,029	-	-
Yulon China Holding	Yulon China (HK) Holding	Hong Kong	Investments	22,901,109	22,039,956	-	100.00	5,475,192	89,522	-	-

Note 1: On May 2023, the YFC board of directors resolved to capital increase \$913 thousand and all the shares of Sin Gan held at \$499,487 thousand in Car-plus Auto.

Note 2: In August 2023, Da-Wei was merged into Diamond Leasing. Diamond Leasing has been the surviving company and acquired all its subsidiaries, Da-Wei was the dissolved company.

Note 3: Sinjang International Investment (Samoa) Co., Ltd. ("Sinjang Samoa) and Car-Plus Shanghai Investment (Samoa) Co., Ltd. ("Car-Plus Shanghai") had been liquidated in August 2023.

Note 4: In June 2023, Tokio Marine Newa Insurance Co., Ltd. reduced its capital by, 999.9 shares per thousand shares. As of September 30, 2023, Yu Ching holds 1 share of Tokio Marine Newa Insurance Co., Ltd.

(Concluded)

TABLE 10

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

INVESTMENT IN MAINLAND CHINA
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars, Unless Stated Otherwise)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2023	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2023	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2023	Accumulated Repatriation of Investment Income as of September 30, 2023	Note
					Outward	Inward							
Xiamen Young Chang	Cars, electronics, textiles and related business investment consulting services; advanced technology, products and equipment import consulting	\$ 69,547	b	\$ 55,763	\$ -	\$ -	\$ 55,763	\$ 2,294	100.00	\$ 2,294	\$ 520,617	\$ -	2, c
Ke Yu	Computer software maintenance and computer system integration	809,166	b	723,154	-	-	723,154	2,198	100.00	2,198	685,743	-	2, c
Tai Feng	Computer software maintenance and computer system integration	513,345	b	445,203	-	-	445,203	(4,616)	100.00	(4,616)	334,451	-	2, c
Qing Tai	Computer software maintenance and computer system integration	540,544	b	460,193	-	-	460,193	(38,326)	100.00	(38,326)	339,053	-	2, c
Dongfeng Yulon	Manufacturing of key car components, electric cars and related parts	15,926,877	b	7,969,003	-	-	7,969,003	(94,603)	-	-	-	-	2, c,4
Su Zhou Cheng Long	Sale, maintenance and repair of cars and parts	198,475	b	83,944	-	-	83,944	10,029	40.00	4,011	371,414	-	2, c
Yulon China Motor Investment	Investment, shareholding and related business	8,492,755	b	1,745,943	-	-	1,745,943	87,557	100.00	87,557	4,941,448	-	2, b
Luxgen (Hangzhou) Motor Sales	Sales of cars and car parts	13,537,118	b	12,928,809	-	-	12,928,809	(4,031)	100.00	(4,031)	88,292	-	2, a
Yulon Motor Finance	Car purchases and loans to car dealers for car purchases	4,494,600	a	2,479,875	-	-	2,479,875	181,879	71.98	130,911	4,752,902	-	2, b
Hang Zhou Yong Ren	Manufacturing of machinery, car accessory and seat parts	179,391	b	2,249	-	-	2,249	(6,720)	2.59	-	2,420	-	-
Hang Zhou Haitec	Product design	889,781	b	-	-	-	-	1,980	100.00	1,980	(4,192)	-	2, c
Fujian Spicer	Production of car key parts, drive axle assemblies and parts	920,521	a	228,152	-	-	228,152	405,860	20.50	83,201	335,210	33,610	2, c
Shenyang Spicer	Manufacturing and sales of automotive drive shafts, mechanical drive shafts and parts	386,206	a	55,124	-	-	55,124	15,707	14.29	2,245	276,407	-	2, c
Hui Zhou Deng Feng Yi Jing	Manufacturing of car parts	674,190	b	-	-	-	-	(7,693)	-	(1,715)	-	-	2, c
Hang Zhou Yue Wan	Manufacturing of car parts	640,882	b	267,362	-	-	267,362	42,295	80.76	34,158	137,679	-	2, c
Hang Zhou Y-Teks	Manufacturing and sales of car interior furnishing and related business	337,222	b	44,327	-	-	44,327	40,265	30.66	12,345	170,167	-	2, c
Changzhou Y-TEKS	Manufacturing and sales of car interior furnishing and related business	45,178	b	-	-	-	-	4,169	15.64	652	49,649	-	2, c

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2023	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2023	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2023	Accumulated Repatriation of Investment Income as of September 30, 2023	Note
					Outward	Inward							
Liu Zhou Yu Xin Fang Sheng	Manufacturing and sales of car interior furnishing and related business	\$ 161,350	b	\$ -	\$ -	\$ -	\$ -	\$ 16,129	6.13	\$ 989	\$ 164,132	\$ -	2, c
Guang Zhou He Xi	Manufacturing and sales of car interior furnishing and related business	374,332	b	-	-	-	-	186,498	6.96	12,980	795,052	-	2, c
Fuzhou Lianghong	Manufacturing of car seats	467,277	b	-	-	-	-	8,841	16.67	1,474	549,768	-	2, c
Hang Zhou Liangrun	Manufacturing of car seats	666,309	b	142,431	-	-	142,431	64,338	40.39	25,986	104,861	-	2, c
Guang Zhou Ri Zheng Spring	Manufacturing of vibration damper springs	863,223	b	-	-	-	-	(271,024)	10.00	(27,102)	1,156,507	-	2, c
Yu-Jie	Construction industry	2,247,300	a	-	-	-	-	41,105	100.00	41,105	2,296,568	-	2, c
Car-Plus (Suzhou)	Lease of cars and related services	783,495	b	-	-	-	-	23,691	42.81	9,878	687,991	-	2, c
Car-Plus Leasing (Shanghai)	Lease of cars and related services	821,459	b	-	-	-	-	31,072	42.81	13,171	867,233	-	2, c
Car-Plus Go	Car-hailing related services	1,032,640	b	-	-	-	-	(557)	42.81	(230)	34,249	-	2, c
TAC Leasing	Equipment and cars leasing business	2,436,256	b	-	-	-	-	640,207	42.81	274,073	5,923,390	-	2, b
TAC Financial	Cars leasing business	968,100	b	-	-	-	-	51,164	54.25	27,755	222,159	-	2, c
Zhejiang Cheng-Yi	Secondhand vehicle consulting service and vehicle agent	89,892	b	-	-	-	-	318	54.25	173	15,223	-	2, c
Zhe Jiang Cheng-Yi-Jun	Secondhand vehicle authentication and evaluation service	6,742	b	-	-	-	-	508	54.25	276	3,549	-	2, c
Zhejiang Cheng Yi Auction Co., Ltd.	Secondhand vehicles auction service	8,989	b	-	-	-	-	(362)	54.25	(196)	10,102	-	2, c
Wuhan TAC Auto Trade Co., Ltd.	Sales of cars	8,989	b	-	-	-	-	153	54.25	83	(17,775)	-	2, c
Genwise Auto Technology Co., Ltd. (Shanghai)	Sales of car parts	50,695	b	-	-	-	-	1,503	53.04	797	26,390	-	2, c
Dong Yu Tech. Company	Sales of car parts	67,419	b	-	-	-	-	-	17.95	-	-	-	2, c
Shanghai Yuming	Sales of cars	366,575	b	-	-	-	-	(2,408)	32.62	(785)	(6,652)	-	2, c
Jia Hsin Yuda	Sales of cars	120,307	b	-	-	-	-	(7,674)	32.62	(2,503)	(16,130)	-	2, c
Sheng Qing	Investments	5,571,825	b	3,080,606	-	-	3,080,606	9,763	100.00	9,763	4,264,733	-	2, c
Chuang Jie	Manufacturing of key car components, electric cars and related parts	3,550,734	b	3,432,301	-	-	3,432,301	39,359	100.00	39,359	2,277,121	-	2, c
Mei De	Computer software maintenance and computer system integration	357,321	b	-	-	-	-	(470)	100.00	(470)	333,424	-	2, c
Shi Cheng	Computer software maintenance and computer system integration	322,847	b	-	-	-	-	(36,302)	100.00	(36,302)	119,269	-	2, c
Jin Ce	Computer software maintenance and computer system integration	88,409	b	-	-	-	-	(2,561)	100.00	(2,561)	66,542	-	2, c

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2023	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2023	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2023	Accumulated Repatriation of Investment Income as of September 30, 2023	Note
					Outward	Inward							
Yi Ding	Computer software maintenance and computer system integration	\$ 248,102	b	\$ -	\$ -	\$ -	\$ -	\$ (2,796)	100.00	\$ (2,796)	\$ 153,597	\$ -	2, c
Dong Tai	Investments	329,005	b	-	-	-	-	(39,166)	100.00	(39,166)	116,887	-	2, c
Gao Te	Investments	260,687	b	-	-	-	-	(3,451)	100.00	(3,451)	173,714	-	2, c
Su Zhou Feng Shen	Sales of cars	215,741	b	-	-	-	-	57,169	40.00	22,868	368,404	-	2, c
Guang Zhou Yuan Du	Sales of cars	157,311	b	-	-	-	-	3,488	51.00	1,779	82,196	-	2, c
Zhu Hai Fu Te En	Sales of cars	158,210	b	-	-	-	-	7,783	100.00	7,783	302,696	-	2, c
Nanjing Hanhong	Sales of cars	588,793	b	-	-	-	-	(65,284)	100.00	(65,284)	199,347	-	2, c
Wuhan Yu Hsin	Sales of cars	461,146	b	-	-	-	-	29,144	100.00	29,144	502,250	-	2, c
HangZhou Yu Zhong	Trading	44,946	b	-	-	-	-	28	100.00	28	52,044	-	2, c
Hang Zhou Hua Zhi	Sales of cars	89,892	b	-	-	-	-	(7,266)	60.00	(4,360)	(186,718)	-	2, c
Changsha Yu Lu	Sales of cars	142,928	b	-	-	-	-	6,627	100.00	6,627	18,852	-	2, c
Hang Zhou Tang Yu	Investments	44,946	b	-	-	-	-	(38,887)	100.00	(38,887)	857	-	2, c
Hang Zhou Qien Yu	Investments	44,946	b	-	-	-	-	(3,609)	100.00	(3,609)	809	-	2, c
Xiao Gan Yu Feng	Sales of cars	155,513	b	-	-	-	-	17,194	100.00	17,194	317,048	-	2, c
Su Zhou Feng Shun	Sales of cars	112,365	b	-	-	-	-	27,635	40.00	11,054	323,997	-	2, c
Su Zhou Yueshun	Sales of cars	44,946	b	-	-	-	-	(2,628)	40.00	(1,051)	40,180	-	2, c
Su Zhou Cheng Pin	Sales of cars	179,784	b	-	-	-	-	5,378	40.00	2,151	210,683	-	2, c
Wu Jiang Lian Cheng	Sales of cars	44,946	b	-	-	-	-	12,057	40.00	4,823	100,162	-	2, c
Su Zhou Cheng Li	Sales of cars	67,419	b	-	-	-	-	8,592	40.00	3,437	85,494	-	2, c
Hang Zhou Hsiao Yu	Investments	44,946	b	-	-	-	-	(51)	99.00	(50)	807	-	2, c
Nan Jing Yu Shang	Sales of cars	170,795	b	-	-	-	-	577	100.00	577	6,910	-	2, c
Hang Zhou Hua You	Sales of cars	35,957	b	-	-	-	-	(2,859)	60.00	(1,715)	(188,949)	-	2, c
Su Zhou Cheng Pang	Sales of cars	44,946	b	-	-	-	-	6,366	40.00	2,546	78,427	-	2, c
Nan Jing Yu Hua	Sales of cars	197,762	b	-	-	-	-	(3,486)	100.00	(3,486)	117,652	-	2, c
Su Zhou Cheng Guo	Sales of cars	-	b	-	-	-	-	1,719	40.00	688	-	-	2, c
Su Zhou Cheng Hung	Sales of cars	44,946	b	-	-	-	-	(4,852)	40.00	(1,941)	45,036	-	2, c
Tai Chang Cheng Mau	Sales of cars	44,946	b	-	-	-	-	8,373	40.00	3,349	112,602	-	2, c

(Continued)

Investee Company	Main Businesses and Products	Paid-in Capital	Method of Investment (Note 1)	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2023	Remittance of Funds		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2023	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2023	Accumulated Repatriation of Investment Income as of September 30, 2023	Note
					Outward	Inward							
An Ching Tsai Tong	Sales of cars	\$ 123,228	b	\$ -	\$ -	\$ -	\$ -	\$ 438	100.00	\$ 438	\$ 15	\$ -	2, c
Tung Ling Kuo Tung	Sales of cars	76,017	b	-	-	-	-	(855)	100.00	(855)	27,354	-	2, c
Zi Bo Yu An	Sales of cars	69,397	b	-	-	-	-	1,893	100.00	1,893	(793)	-	2, c

Accumulated Investment in Mainland China as of September 30, 2023	Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2023	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
Yulon Motor Company Ltd.	\$34,144,439	\$38,945,615	\$50,796,506

Note 1: Methods of investment are as follows:

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

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

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

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

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

(Concluded)

TABLE 11

YULON MOTOR COMPANY LTD. AND SUBSIDIARIES

BUSINESS RELATIONSHIP AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2023
(In Thousands of New Taiwan Dollars)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
0	The Company	Luxgen	1	Notes and trade receivables, net	\$ 80,313	Based on regular terms	-
		Yung Hong	1	Other receivables	22,520	Based on regular terms	-
		Yueki	1	Other receivables	77,513	Based on regular terms	-
		Luxgen	1	Other receivables	37,926	Based on regular terms	-
		Hang Zhou Haitec Company	1	Other current assets	57,601	Based on regular terms	-
		Yu Ching	1	Operating revenue, net	26,710	Based on regular terms	-
		Yulon Construction	1	Operating revenue, net	53,048	Based on regular terms	-
		Yu Sing	1	Operating revenue, net	12,524	Based on regular terms	-
		Luxgen	1	Operating revenue, net	1,621,703	Based on regular terms	3
		Luxgen Taipei	1	Operating revenue, net	11,416	Based on regular terms	-
		Yufong Property Management Co., Ltd.	1	Operating revenue, net	18,808	Based on regular terms	-
		Advance Power Machinery	1	Operating revenue, net	48,895	Based on regular terms	-
		Yushin	1	Operating revenue, net	1,027,372	Based on regular terms	2
		Yu Sing	1	Operating revenue, net	1,547,311	Based on regular terms	3
		Yu Chang	1	Operating revenue, net	1,855,744	Based on regular terms	3
		Empower	1	Operating revenue, net	1,229,292	Based on regular terms	2
		Yushin	1	Operating revenue, net	176,235	Based on regular terms	-
		Yu Sing	1	Operating revenue, net	86,170	Based on regular terms	-
		Yu Chang	1	Operating revenue, net	237,290	Based on regular terms	-
		Empower	1	Operating revenue, net	115,593	Based on regular terms	-
		YFC	1	Operating revenue, net	1,010,823	Based on regular terms	2
		The Company	1	Long term investment	45,278	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	45,278	Based on regular terms	-
		Yushin	1	Operating revenue, net	159,045	Based on regular terms	-
		Yu Sing	1	Operating revenue, net	218,279	Based on regular terms	-
		Yu Chang	1	Operating revenue, net	236,500	Based on regular terms	-
		Empower	1	Operating revenue, net	193,059	Based on regular terms	-
		Yushin	1	Operating revenue, net	16,660	Based on regular terms	-
		Yu Sing	1	Operating revenue, net	22,282	Based on regular terms	-
		Yu Chang	1	Operating revenue, net	38,009	Based on regular terms	-
		Empower	1	Operating revenue, net	18,391	Based on regular terms	-
		The Company	1	Long term investment	14,921	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	14,921	Based on regular terms	-
		The Company	1	Unrealized gain on transactions with associates	14,920	Based on regular terms	-
1	YFC	Yu Chang	3	Notes and trade receivables, net	113,346	Based on regular terms	-
		Yushin	3	Notes and trade receivables, net	17,106	Based on regular terms	-
		Yu Sing	3	Notes and trade receivables, net	18,960	Based on regular terms	-
		Luxgen Taipei	3	Notes and trade receivables, net	25,227	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
		Min Shiang	3	Notes and trade receivables, net	\$ 16,554	Based on regular terms	-
		Shinshin	3	Other receivables	45,603	Based on regular terms	-
		Yu Rich	3	Other receivables	26,920	Based on regular terms	-
2	Yue Sheng	The Company	2	Notes and trade receivables, net	15,767	Based on regular terms	-
		The Company	2	Operating revenue, net	79,992	Based on regular terms	-
3	Yueki	The Company	2	Notes and trade receivables, net	37,165	Based on regular terms	-
		Yue Ki Samoa	3	Other receivables	458,443	Based on regular terms	-
		The Company	2	Operating revenue, net	246,074	Based on regular terms	-
		Luxgen	3	Operating revenue, net	37,157	Based on regular terms	-
4	Yu Chang	YFC	3	Notes and trade receivables, net	22,041	Based on regular terms	-
		Tian Wang	3	Operating revenue, net	57,475	Based on regular terms	-
		Car-plus Auto	3	Operating revenue, net	34,314	Based on regular terms	-
5	Sinqual	The Company	2	Notes and trade receivables, net	25,147	Based on regular terms	-
		The Company	2	Operating revenue, net	104,802	Based on regular terms	-
		Ching-Tong	3	Operating revenue, net	16,890	Based on regular terms	-
6	Yu Pool	Yushin	3	Operating revenue, net	42,230	Based on regular terms	-
7	Yu Sing	YFC	3	Notes and trade receivables, net	20,560	Based on regular terms	-
		Car-plus Auto	3	Notes and trade receivables, net	17,905	Based on regular terms	-
		Kuen You	3	Notes and trade receivables, net	13,653	Based on regular terms	-
		Car-plus Auto	3	Operating revenue, net	89,993	Based on regular terms	-
		Kuen You	3	Nonoperating revenue and expense	20,840	Based on regular terms	-
8	Y-Teks	The Company	2	Notes and trade receivables, net	18,605	Based on regular terms	-
		The Company	2	Operating revenue, net	109,513	Based on regular terms	-
9	Union & NKH	The Company	2	Notes and trade receivables, net	94,844	Based on regular terms	-
		Hang Zhou Liangrun	3	Notes and trade receivables, net	171,458	Based on regular terms	-
		Uni Investment	3	Other receivables	29,994	Based on regular terms	-
		Fuzhou Lianghong	3	Other receivables	29,895	Based on regular terms	-
		Hang Zhou Liangrun	3	Other receivables	17,602	Based on regular terms	-
		The Company	2	Operating revenue, net	410,861	Based on regular terms	1
		Fuzhou Lianghong	3	Operating revenue, net	27,325	Based on regular terms	-
11	Luxgen	YFC	3	Notes and trade receivables, net	45,004	Based on regular terms	-
		LUXGEN (Hangzhou) Motor Sales	3	Other current assets	12,554	Based on regular terms	-
		The Company	2	Guarantee deposits	387,969	Based on regular terms	-
		YFC	3	Operating revenue, net	1,488,514	Based on regular terms	3
		Car-plus Auto	3	Operating revenue, net	113,065	Based on regular terms	-
		Luxgen Taipei	3	Operating revenue, net	157,306	Based on regular terms	-
		Luxgen Taoyuan	3	Operating revenue, net	114,086	Based on regular terms	-
		Luxgen Taichung	3	Operating revenue, net	104,108	Based on regular terms	-
		Luxgen Tainan	3	Operating revenue, net	77,509	Based on regular terms	-
		Luxgen Kaohsiung	3	Operating revenue, net	66,130	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
12	Luxgen Taipei	Car-plus Auto Luxgen	3	Operating revenue, net	\$ 33,496	Based on regular terms	-
			3	Operating revenue, net	10,856	Based on regular terms	-
13	Luxgen Taoyuan	Luxgen	3	Operating revenue, net	15,226	Based on regular terms	-
14	Yulon China Motor Investment	Hang Zhou Tang Yu Hang Zhou Hua You	3	Nonoperating revenue and expense	38,838	Based on regular terms	-
			3	Nonoperating revenue and expense	13,773	Based on regular terms	-
15	Kuen You	Yu Sing	3	Operating revenue, net	70,639	Based on regular terms	-
16	Chuang Jie	The Company	2	Notes and trade receivables, net	20,667	Based on regular terms	-
		Hang Zhou Haitec Company	3	Notes and trade receivables, net	43,851	Based on regular terms	-
		The Company	2	Operating revenue, net	19,145	Based on regular terms	-
		Hang Zhou Haitec Company	3	Operating revenue, net	367,536	Based on regular terms	1
17	Yulon China	Wen Yang	3	Other receivables	679,134	Based on regular terms	-
18	Yue Ki Samoa	Yue Ki HK	3	Other receivables	15,356	Based on regular terms	-
19	Ke Yu	Tai Feng	3	Other receivables	304,029	Based on regular terms	-
		Yi Ding	3	Other receivables	67,476	Based on regular terms	-
		Shi Cheng	3	Other receivables	44,984	Based on regular terms	-
		Sheng Qing	3	Other receivables	219,522	Based on regular terms	-
20	Tai Feng	Yi Ding Dong Tai	3	Other receivables	13,535	Based on regular terms	-
			3	Other receivables	22,558	Based on regular terms	-
21	Qing Tai	Shi Cheng Dong Tai	3	Other receivables	17,994	Based on regular terms	-
			3	Other receivables	112,460	Based on regular terms	-
22	Mei De	Xiamen Young Chang Shi Cheng	3	Other receivables	90,233	Based on regular terms	-
			3	Other receivables	135,349	Based on regular terms	-
23	Jin Ce	Yi Ding	3	Other receivables	18,047	Based on regular terms	-
24	Sheng Qing	Xiamen Young Chang	3	Other receivables	172,475	Based on regular terms	-
		Zhu Hai Fu Te En	3	Other receivables	23,584	Based on regular terms	-
		Nanjing Hanhong	3	Other receivables	68,249	Based on regular terms	-
		Wuhan Yu Hsin	3	Other receivables	13,484	Based on regular terms	-
		Yulon China Motor Investment	3	Other receivables	920,214	Based on regular terms	-
		Yu-Jie	3	Other receivables	180,243	Based on regular terms	-
		Hang Zhou Hua Zhi	3	Nonoperating revenue and expense	17,513	Based on regular terms	-
		Yulon China Motor Investment	3	Nonoperating revenue and expense	10,436	Based on regular terms	-
25	Su Zhou Cheng Long	Su Zhou Feng Shen	3	Operating revenue, net	16,603	Based on regular terms	-
		Su Zhou Feng Shun	3	Operating revenue, net	14,819	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
26	HangZhou Yu Zhong	Yulon China Motor Investment	3	Other receivables	\$ 12,135	Based on regular terms	-
28	Hsiang Shuo	Sinqual	3	Other receivables	20,216	Based on regular terms	-
		Sin Gan	3	Other current assets	11,464	Based on regular terms	-
		YFC	3	Operating revenue, net	30,672	Based on regular terms	-
		Sin Jang	3	Operating revenue, net	10,105	Based on regular terms	-
29	Sin Jang	YFC	3	Operating revenue, net	69,780	Based on regular terms	-
30	Nan Jing Yu Hua	Nanjing Hanhong	3	Other receivables	121,903	Based on regular terms	-
31	Yulon Construction	The Company	2	Other current assets	19,851	Based on regular terms	-
		The Company	2	Guarantee deposits	40,263	Based on regular terms	-
		The Company	2	Operating revenue, net	35,249	Based on regular terms	-
33	Yu Pong	The Company	2	Operating revenue, net	15,429	Based on regular terms	-
34	Yushin	Yu Pool	3	Operating revenue, net	34,259	Based on regular terms	-
		Car-plus Auto	3	Operating revenue, net	17,405	Based on regular terms	-
35	Empower	YFC	3	Other current assets	18,057	Based on regular terms	-
		Minxiang Leasing Company	3	Guarantee deposits	15,000	Based on regular terms	-
		Car-plus Auto	3	Operating revenue, net	40,653	Based on regular terms	-
		Minxiang Leasing Company	3	Operating revenue, net	45,141	Based on regular terms	-
36	Tian Wang	Yu Chang	3	Operating revenue, net	47,900	Based on regular terms	-
37	Sin Chi	Yu Sing	3	Operating revenue, net	41,428	Based on regular terms	-
38	Luxgen Kaohsiung	Luxgen	3	Operating revenue, net	29,428	Based on regular terms	-
40	Yufong Property Management	The Company	2	Operating revenue, net	34,565	Based on regular terms	-
41	Yu Ching	UMPI	3	Other receivables	125,157	Based on regular terms	-
42	Sin Gan	Sin Jang	3	Operating revenue, net	17,951	Based on regular terms	-
43	Su Zhou Yueshun	Su Zhou Feng Shun	3	Other receivables	13,484	Based on regular terms	-
		Su Zhou Cheng Pin	3	Other receivables	25,619	Based on regular terms	-
44	Hong Yen	Shanghai Yuming	3	Other current assets	11,130	Based on regular terms	-
45	Shinshin	YES Energy	3	Notes and trade receivables, net	191,722	Based on regular terms	-
		Zysun Company Limited	3	Other receivables	79,556	Based on regular terms	-
		YES Energy	3	Other current assets	253,228	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
46	Fuzhou Lianghong	Union & NKH	3	Notes and trade receivables, net	\$ 21,288	Based on regular terms	-
		Hang Zhou Liangrun	3	Notes and trade receivables, net	30,470	Based on regular terms	-
		Union & NKH	3	Other receivables	14,070	Based on regular terms	-
		Union & NKH	3	Operating revenue, net	37,899	Based on regular terms	-
		Hang Zhou Liangrun	3	Operating revenue, net	15,999	Based on regular terms	-
47	Su Zhou Feng Shun	Su Zhou Feng Shen	3	Operating revenue, net	18,215	Based on regular terms	-
		Wu Jiang Lian Cheng	3	Operating revenue, net	11,447	Based on regular terms	-
		Su Zhou Cheng Long	3	Operating revenue, net	20,485	Based on regular terms	-
		Su Zhou Cheng Pin	3	Operating revenue, net	12,087	Based on regular terms	-
		Su Zhou Cheng Pang	3	Operating revenue, net	21,580	Based on regular terms	-
		Tai Chang Cheng Mau	3	Operating revenue, net	13,939	Based on regular terms	-
48	Nanjing Hanhong	Xiao Gan Yu Feng	3	Notes and trade receivables, net	13,111	Based on regular terms	-
		Nan Jing Yu Hua	3	Other receivables	16,608	Based on regular terms	-
		Xiao Gan Yu Feng	3	Operating revenue, net	25,303	Based on regular terms	-
51	Hang Zhou Haitec	The Company	2	Notes and trade receivables, net	27,683	Based on regular terms	-
		Chuang Jie	3	Other current assets	67,731	Based on regular terms	-
		The Company	2	Operating revenue, net	233,103	Based on regular terms	-
52	Ching-Tong	YFC	3	Notes and trade receivables, net	12,146	Based on regular terms	-
		YFC	3	Operating revenue, net	17,775	Based on regular terms	-
		Sin Jang	3	Operating revenue, net	11,837	Based on regular terms	-
53	Advance Power Machinery	The Company	2	Other receivables	11,850	Based on regular terms	-
		The Company	2	Operating revenue, net	19,068	Based on regular terms	-
54	Zhejiang Cheng-Yi	Wuhan TAC Auto Trade Co., Ltd.	3	Other receivables	18,625	Based on regular terms	-
55	Car-Plus Go	Car-Plus (Suzhou)	3	Notes and trade receivables, net	18,227	Based on regular terms	-
56	Yulon TOBE	The Company	2	Other current assets	63,672	Based on regular terms	-
57	Su Zhou Feng Shen	Su Zhou Feng Shun	3	Operating revenue, net	35,486	Based on regular terms	-
		Wu Jiang Lian Cheng	3	Operating revenue, net	10,068	Based on regular terms	-
		Su Zhou Cheng Long	3	Operating revenue, net	27,909	Based on regular terms	-
		Su Zhou Cheng Pang	3	Operating revenue, net	15,485	Based on regular terms	-
61	YES Charging Service Co., Ltd.	Luxgen	3	Notes and trade receivables, net	11,957	Based on regular terms	-
		Yes-Energy	3	Operating revenue, net	16,979	Based on regular terms	-
63	Wuhan Yu Hsin	Xiao Gan Yu Feng	3	Operating revenue, net	14,169	Based on regular terms	-
64	Wu Jiang Lian Cheng	Su Zhou Feng Shun	3	Operating revenue, net	11,161	Based on regular terms	-
		Su Zhou Cheng Long	3	Operating revenue, net	13,633	Based on regular terms	-
		Su Zhou Cheng Pang	3	Operating revenue, net	21,037	Based on regular terms	-

(Continued)

Number	Company Name	Counterparty	Relationship (Note)	Transaction Details			% to Total Revenue or Assets
				Financial Statement Account	Amount	Transaction Terms	
65	JDW Taxi	JDW	3	Notes and trade receivables, net	\$ 33,101	Based on regular terms	-
66	H. K. Manpower Service	Car-plus Auto	3	Operating revenue, net	13,417	Based on regular terms	-
67	Su Zhou Cheng Pin	Su Zhou Feng Shen	3	Operating revenue, net	11,595	Based on regular terms	-
		Su Zhou Cheng Long	3	Operating revenue, net	15,393	Based on regular terms	-
68	Su Zhou Cheng Pang	Su Zhou Feng Shen	3	Operating revenue, net	15,289	Based on regular terms	-
		Su Zhou Feng Shun	3	Operating revenue, net	14,329	Based on regular terms	-
		Wu Jiang Lian Cheng	3	Operating revenue, net	16,201	Based on regular terms	-
		Su Zhou Cheng Long	3	Operating revenue, net	12,807	Based on regular terms	-
69	Tai Chang Cheng Mau	Su Zhou Feng Shen	3	Operating revenue, net	13,856	Based on regular terms	-
		Su Zhou Cheng Long	3	Operating revenue, net	13,515	Based on regular terms	-
70	Minxiang Leasing Company	Empower	3	Operating revenue, net	12,884	Based on regular terms	-

Note 1: From the parent company to a subsidiary.

Note 2: From a subsidiary to the parent company.

Note 3: Between subsidiaries.

(Concluded)

TABLE 12**YULON MOTOR COMPANY LTD. AND SUBSIDIARIES****INFORMATION OF MAJOR SHAREHOLDERS
SEPTEMBER 30, 2023**

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

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