Stock Code:2615

WAN HAI LINES LTD. AND SUBSIDIARIES

CONSOLIDATED FINANCIAL STATEMENTS

With Independent Auditors' Review Report
For the Three Months Ended March 31, 2020 and 2019

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Independent Auditors' Review Report

To the Board of Directors of Wan Hai Lines Ltd.:

Introduction

We have reviewed the accompanying consolidated balance sheets of Wan Hai Lines Ltd. (the "Company") and its subsidiaries (together referred to as the "Group") as of March 31, 2020 and 2019, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2020 and 2019, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standards ("IASs") 34, "Interim Financial Reporting" endorsed by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

Scope of Review

Except as explained in the Basis for Qualified Conclusion paragraph, we conducted our reviews in accordance with Statement of Auditing Standards 65, "Review of Financial Information Performed by the Independent Auditor of the Entity". A review of the consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the generally accepted auditing standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As stated in Note 6(g), the other equity accounted investments of the Group in its investee companies of $927,579 thousand and $904,509 thousand as of March 31, 2020 and 2019, respectively, and its equity in net earnings on these investee companies of $30,520 thousand and $31,538 thousand for the three months ended March 31, 2020 and 2019, respectively, were recognized solely on the financial statements prepared by these investee companies, but not reviewed by independent auditors.

Qualified Conclusion

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain equity accounted investee companies described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of March 31, 2020 and 2019, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2020 and 2019 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IASs 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the review resulting in this independent auditors' review report are Rou-Lan Kuo and Chung-Yi Chiang.

KPMG

Taipei, Taiwan (Republic of China)
May 6, 2020

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

REVIEWED ONLY, NOT AUDITED IN ACCORDANCE WITH GENERALLY ACCEPTED AUDITING STANDARDSAS OF MARCH 31, 2020 AND 2019

WAN HAI LINES LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

March 31, 2020, December 31, 2019, and March 31, 2019

(Expressed in Thousands of New Taiwan Dollars)

	Assets	2020.3.31 Amount	%	2019.12.31 Amount	%	2019.3.31 Amount	%
	Current assets:						
1100	Cash and cash equivalents (note (6)(a))	$ 13,181,084	15	15,479,460	18	13,538,709	16
1110	Current financial assets at fair value through profit or loss (note (6)(b))	4,515,153	5	4,125,184	5	2,456,132	3
1150	Notes receivable, net (notes (6)(e) and 6(t))	46,750	-	39,735	-	32,073	-
1170	Accounts receivable, net (notes (6)(e), (6)(t) and (7))	2,466,910	3	2,206,775	3	2,214,439	3
1140	Current contract assets (note (6)(v))	699,237	1	733,689	1	756,090	1
1200	Other receivables, net (note (7))	1,273,652	2	1,197,291	1	1,283,911	2
1330	Inventories, net (note (6)(f))	1,063,550	1	1,996,453	2	1,685,521	2
1475	Receivables from agents (note (7))	858,315	1	939,080	1	858,670	1
1479	Other current assets, others (note (8))	590,874	1	797,195	1	616,414	-
		24,695,525	29	27,514,862	32	23,441,959	28
	Non-current assets:						
1510	Non-current financial assets at fair value through profit or loss(note (6)(b))	-	-	-	-	1,145,273	2
1517	Non-current financial assets at fair value through other comprehensive income (note (6)(c))	3,958,976	5	3,696,383	4	3,608,750	4
1550	Investments accounted for using equity method, net (note (6)(g))	1,134,325	1	1,161,390	1	1,122,526	2
1600	Property, plant and equipment (notes (6)(h), (8) and (9))	44,004,386	51	43,728,724	50	44,692,203	53
1755	Right-of-use assets (note (6)(i))	5,622,373	6	5,097,810	6	5,273,181	6
1760	Investment property, net (note (6)(j))	1,739,243	2	1,740,224	2	315,324	-
1780	Intangible assets (note (6)(k))	80,670	-	77,322	-	85,700	-
1900	Other non-current assets (notes (8) and (9))	5,388,554	6	4,587,537	5	4,291,124	5
		61,928,527	71	60,089,390	68	60,534,081	72
	Total assets	$ 86,624,052	100	87,604,252	100	83,976,040	100

	Liabilities and Equity	2020.3.31 Amount	%	2019.12.31 Amount	%	2019.3.31 Amount	%
	Current liabilities:						
2100	Short-term borrowings (note (6)(l))	$ 820,000	1	70,000	-	1,980,000	3
2126	Current financial liabilities for hedging (note (6)(d))	511,277	1	534,197	1	527,306	-
2170	Accounts payable (note (7))	7,438,039	9	8,124,379	9	7,382,178	9
2200	Other payables (note (7))	1,947,769	2	2,536,977	3	1,776,595	3
2230	Current tax liabilities	80,019	-	84,397	-	424,246	-
2280	Current lease liabilities (note (6)(o))	407,877	-	382,244	-	363,681	-
2320	Current portion of long-term loans (notes (6)(m), (6)(n) and (8))	3,380,006	4	3,356,533	4	6,441,463	8
2350	Payables to agents (note (7))	9,862	-	12,563	-	27,066	-
2300	Other current liabilities (notes (6)(t) and (7))	1,414,075	2	1,620,905	2	1,771,594	2
		16,008,924	19	16,722,195	19	20,694,129	25
	Non-Current liabilities:						
2511	Non-current financial liabilities for hedging (note (6)(d))	1,941,595	2	2,026,200	2	2,081,905	3
2530	Bonds payable (note (6)(n))	13,900,000	16	13,900,000	16	5,900,000	7
2540	Long-term borrowings (notes (6)(m) and (8))	11,549,332	13	12,374,200	14	13,558,307	16
2570	Deferred tax liabilities	2,735,200	3	2,735,115	3	2,010,661	2
2580	Non-current lease liabilities (note (6)(o))	2,829,278	3	2,186,345	2	2,319,267	3
2640	Accrued pension liabilities-non current (note(6)(p))	701,484	1	703,424	1	728,236	1
2645	Guarantee deposits received	611,862	1	608,308	1	628,742	-
		34,268,751	39	34,533,592	39	27,227,118	32
	Total liabilities	50,277,675	58	51,255,787	58	47,921,247	57
	Equity attributable to owners of parent (notes (6)(r) and (s)):						
3100	Common stock	22,182,975	26	22,182,975	26	22,182,975	27
3200	Capital surplus	1,271,775	1	1,271,775	2	1,261,681	2
	Retained earnings:						
3310	Legal reserve	6,869,483	8	6,869,483	8	6,757,693	8
3320	Special reserve	810,700	1	810,700	1	1,127,482	1
3350	Retained earnings-unappropriated	6,572,139	7	6,488,930	7	5,107,156	6
		14,252,322	16	14,169,113	16	12,992,331	15
	Other equity interest:						
3411	Exchange differences on translation of foreign financial statements	(1,184,150)	(1)	(1,352,809)	(2)	(465,992)	(1)
3420	Unrealized gains (losses) on financial assets at fair value through other comprehensive income	(431,817)	-	(200,376)	-	(160,488)	-
3450	Gains (losses) on hedging instruments (note(6)(d))	9,969	-	33,504	-	(9,520)	-
		(1,605,998)	(1)	(1,519,681)	(2)	(636,000)	(1)
	Total equity attributable to owners of parent:	36,101,074	42	36,104,182	42	35,800,987	43
36XX	Non-controlling interests	245,303	-	244,283	-	253,806	-
	Total equity	36,346,377	42	36,348,465	42	36,054,793	43
	Total liabilities and equity	$ 86,624,052	100	87,604,252	100	83,976,040	100

Seeing accompanying notes to financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)
REVIEWED ONLY, NOT AUDITED IN ACCORDANCE WITH GENERALLY ACCEPTED AUDITING STANDARDS

WAN HAI LINES LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

For the three months ended March 31, 2020 and 2019

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

		For the three months ended March 31				
		2020		2019		
			Amount	%	Amount	%
4000	Operating revenue (notes (6)(t) and (7))	$	18,007,339	100	17,294,861	100
5000	Operating costs (notes (6)(f) and (7))		16,335,923	91	15,344,086	89
	Gross profit		1,671,416	9	1,950,775	11
6000	Operating expenses		1,061,855	6	1,051,478	6
	Income from operations		609,561	3	899,297	5
	Non-operating income and expenses (notes (6)(g) and (6)(v)):					
7010	Other income		32,088	-	50,131	1
7020	Other gains and losses		(423,338)	(2)	603,238	3
7050	Finance costs		(155,873)	(1)	(181,764)	(1)
7060	Share of profit (loss) of associates and joint ventures accounted for using equity method		34,374	-	46,252	-
	Total non-operating income and expenses		(512,749)	(3)	517,857	3
7900	Profit before tax		96,812	-	1,417,154	8
7950	Less: Income tax expenses		3,540	-	354,082	2
	Net Profit		93,272	-	1,063,072	6
	Other comprehensive income (loss):					
8310	Items that may not be reclassified subsequently to profit and loss					
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income		(231,441)	(1)	45,501	-
8349	Less: Income tax related to components of other comprehensive income that may not be reclassified subsequently		-	-	-	-
	Total items that may not be reclassified subsequently to profit and loss		(231,441)	(1)	45,501	-
8360	Items that may be reclassified subsequently to profit or loss					
8361	Exchange differences on translation		164,293	1	141,444	1
8368	Gains (losses) on hedging instrument		(23,535)	-	(9,520)	-
8399	Less: Income tax related to components of other comprehensive income that may be reclassified to profit or loss		-	-	-	-
	Total items that may be reclassified subsequently to profit and loss		140,758	1	131,924	1
	Other comprehensive income (net of tax)		(90,683)	-	177,425	1
8500	Total comprehensive income	$	2,589	-	1,240,497	7
	Profit (loss), attributable to:					
8610	Owners of the parent company	$	83,209	-	1,041,835	6
8620	Non-controlling interests		10,063	-	21,237	-
		$	93,272	-	1,063,072	6
	Comprehensive income attributable to:					
8710	Owners of the parent company	$	(3,108)	-	1,216,535	7
8720	Non-controlling interests		5,697	-	23,962	-
		$	2,589	-	1,240,497	7
9750	Basic earnings per share (New Taiwan Dollars) (note (6)(s))	$		0.04		0.47
9850	Diluted earnings per share (New Taiwan Dollars) (note (6)(s))	$		0.04		0.47

Seeing accompanying notes to financial statements.

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WAN HAI LINES LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

For the three months ended March 31, 2020 and 2019

(Expressed in Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company										
	Stock		Retained Earnings			Other Equity Items					
	Common Stock	Capital Surplus	Legal reserve	Special reserve	Retained Earnings - Unappropriated	Foreign Currency Translation Differences Arising from Foreign Operations, Net of Tax	Unrealized Gains (losses) from financial assets measured at fair value through other comprehensive income	Gains (losses) on hedging instruments	Total Equity Attributable to Owners of Parent	Non-controlling Interests	Total
Balance at January 1, 2019	$ 22,182,975	1,261,681	6,757,693	1,127,482	4,065,321	(604,711)	(205,989)	-	34,584,452	232,953	34,817,405
Net income	-	-	-	-	1,041,835	-	-	-	1,041,835	21,237	1,063,072
Other comprehensive income (loss)	-	-	-	-	-	138,719	45,501	(9,520)	174,700	2,725	177,425
Total comprehensive income (loss)	-	-	-	-	1,041,835	138,719	45,501	(9,520)	1,216,535	23,962	1,240,497
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	(3,109)	(3,109)
Balance at March 31, 2019	$ 22,182,975	1,261,681	6,757,693	1,127,482	5,107,156	(465,992)	(160,488)	(9,520)	35,800,987	253,806	36,054,793
Balance at January 1, 2020	$ 22,182,975	1,271,775	6,869,483	810,700	6,488,930	(1,352,809)	(200,376)	33,504	36,104,182	244,283	36,348,465
Net income	-	-	-	-	83,209	-	-	-	83,209	10,063	93,272
Other comprehensive income (loss)	-	-	-	-	-	168,659	(231,441)	(23,535)	(86,317)	(4,366)	(90,683)
Total comprehensive income (loss)	-	-	-	-	83,209	168,659	(231,441)	(23,535)	(3,108)	5,697	2,589
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	(4,677)	(4,677)
Balance at March 31, 2020	$ 22,182,975	1,271,775	6,869,483	810,700	6,572,139	(1,184,150)	(431,817)	9,969	36,101,074	245,303	36,346,377

Seeing accompanying notes to financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)
REVIEWED ONLY, NOT AUDITED IN ACCORDANCE WITH GENERALLY ACCEPTED AUDITING STANDARDS

WAN HAI LINES LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

For the three months ended March 31, 2020 and 2019

(Expressed in Thousands of New Taiwan Dollars)

		For the three months ended March 31, 2020	2019
Cash flows from (used in) operating activities:			
Profit before income tax	$	96,812	1,417,154
Adjustments:			
Adjustments to reconcile profit (loss):			
Depreciation expense		1,343,677	1,283,000
Amortization expense		14,070	13,224
Net (gain) loss on financial assets at fair value through profit or loss		542,859	(123,157)
Interest expense		155,873	181,764
Interest revenue		(32,088)	(50,131)
Investment income under the equity method		(34,374)	(46,252)
Gain on disposal of property, plant and equipment		(44,697)	(423,235)
Property, plant and equipment transferred to expenses		-	18,959
Unrealized foreign exchange (gian) loss		82,045	40,359
Others		308	(4)
Total adjustments to reconcile profit (loss)		2,027,673	894,527
Changes in operating assets and liabilities:			
Changes in operating assets:			
Decrease (increase) in contract assets		34,452	(5,006)
Notes receivable		(7,015)	(2,437)
Accounts receivable (including related parties)		(260,135)	647,257
Other receivables		(41,115)	50,130
Inventories		932,903	(343,877)
Receivables from agents		80,765	(24,602)
Other current assets		202,203	75,054
Financial assets at fair value through profit or loss, mandatorily measured at fair value		(924,534)	(1,127)
Total changes in operating assets, net		17,524	395,392
Changes in operating liabilities, net:			
Accounts payable (including related parties)		(686,340)	(262,778)
Other payables		(245,273)	(274,524)
Payables to agents		(2,701)	16,594
Other current liabilities		(206,727)	(220,190)
Accrued pension liabilities		(1,940)	(39,700)
Total changes in operating liabilities, net		(1,142,981)	(780,598)
Total changes in operating assets and liabilities		(1,125,457)	(385,206)
Total adjustments		902,216	509,321
Cash inflow generated from operations		999,028	1,926,475
Income taxes paid		(44,112)	41,349
Net cash provided by operating activities		954,916	1,967,824
Cash flows from investing activities:			
Acquisition of financial assets at fair value through other comprehensive income		(490,353)	(527,239)
Acquisition of property, plant and equipment		(1,484,496)	(3,002,867)
Proceeds from disposal of property, plant and equipment		59,308	503,223
Acquisition of intangible assets		(7,892)	(3,113)
Acquisition of investment property		(949)	(754)
Other non-current assets		(918,366)	(90,477)
Interest received		35,076	55,433
Dividends received		51,593	74,423
Net cash used in investing activities		(2,756,079)	(2,991,371)
Cash flows from financing activities:			
Increase in short-term loans		750,000	1,920,000
Proceeds from long-term loans		50,000	4,440,500
Repayment of long-term loans		(959,421)	(4,914,129)
Guarantee deposits		3,451	6,930
Repayments of lease principal		(225,847)	(222,767)
Interest paid		(123,792)	(114,754)
Change in non-controlling interests		(4,677)	(3,109)
Net cash used in financing activities		(510,286)	1,112,671
Foreign exchange rate effects		13,073	31,003
Net increase (decrease) in cash and cash equivalents		(2,298,376)	120,127
Cash and cash equivalents, beginning of period		15,479,460	13,418,582
Cash and cash equivalents, end of period	$	13,181,084	13,538,709

Seeing accompanying notes to financial statements.

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

(1) Company History

Wan Hai Lines Ltd. (the Company) was incorporated as a company limited by shares on February 24, 1965, under the approval of the Ministry of Economic Affairs, ROC. The address of the Company's registered office is 10F, No. 136 Songjiang Rd., Taipei City. The Company and its subsidiaries (the Group) are primarily involved in the business of international marine transportation, shipping agencies, container storage service, and the sale and rental of vessels and containers.

(2) Approval Date and Procedures of the Consolidated Financial Statements

The consolidated interim financial statements for the three months ended March 31, 2020 and 2019 were authorized for issuance by the board of directors on May 6, 2020.

(3) New Standards, Amendments and Interpretations adopted:

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

The following new standards, interpretations and amendments have been endorsed by the FSC and are effective for annual periods beginning on or after January 1, 2020.

New, Revised or Amended Standards and Interpretations	Effective date per IASB
Amendments to IFRS 3 "Definition of a Business"	January 1, 2020
Amendments to IFRS 9, IAS39 and IFRS7 "Interest Rate Benchmark Reform"	January 1, 2020
Amendments to IAS 1 and IAS 8 "Definition of Material"	January 1, 2020

The Group assessed that the initial application of the above IFRSs would not have any material impact on the consolidated financial statements.

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

As of the date, the following IFRSs that have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

New, Revised or Amended Standards and Interpretations	Effective date per IASB
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture"	Effective date to be determined by IASB
IFRS 17 "Insurance Contracts"	January 1, 2021
Amendments to IAS 1 "Classification of Liabilities as Current or Non-current"	January 1, 2022

The Group assessed that the above IFRSs may not be relevant to the Group.

(4) Summary of Significant Accounting Policies

(a) Statement of compliance

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

Except the following accounting policies mentioned below, the significant accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2019. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2019.

(b) Basis of Consolidation

1. List of subsidiaries in the consolidated financial statements:

Name of investor	Name of subsidiary	Principal activity	Shareholding %			Note
			2020.3.31	2019.12.31	2019.3.31	
The Company	Wan Hai Lines (Singapore) Pte Ltd. (WHL-Singapore)	International freight transportation, agency services for transport affairs, vessel leasing	100.00 %	100.00 %	100.00 %	
The Company	Wan Hai Lines (America) Ltd. (WHL-America)	International freight transportation and agency services for transport affairs	- %	- %	100.00 %	Completed the liquidation process in October 2019
The Company	T.K. Logistics International Co., Ltd. (TK)	Managing container terminals and storage facilities	55.00 %	55.00 %	55.00 %	
The Company	k.k. WH Corporation (WH Corporation)	Operating and managing container yard and vessel leasing	100.00 %	100.00 %	100.00 %	
The Company	Wan Hai Lines (Germany) GmbH (WHL-Germany)	International freight transportation and agency services for transport affairs	- %	100.00 %	100.00 %	Completed the liquidation process in March 2020
The Company	Bao Sheng Shipping Agency Co., Ltd. (BS)	Agency services for transportation affair and contracting ocean shipping and related services	70.01 %	70.01 %	70.01 %	
WHL-Singapore	Wan Hai Line (M) Sdn. Bhd. (WHL-Malaysia)	International freight transportation and agency services for transport affairs	100.00 %	100.00 %	100.00 %	
WHL-Singapore	Wan Hai Lines (HK) Ltd. (WHL-Hong Kong)	International freight transportation and agency services for transport affairs	100.00 %	100.00 %	100.00 %	

Name of investor	Name of subsidiary	Principal activity	Shareholding %			Note
			2020.3.31	2019.12.31	2019.3.31	
WHL-Singapore	Wan Hai Lines (Phils.), Inc. (WHL-Phils.)	International freight transportation and agency services for transport affairs	100.00 %	100.00 %	100.00 %	
WHL-Singapore	Wan Hai Lines (Korea) Ltd. (WHL-Korea)	International freight transportation and agency services for transport affairs	100.00 %	100.00 %	100.00 %	
WHL-Singapore	Wan Hai International Pte. Ltd. (WHL-INTL.)	International freight transportation and agency services for transport affairs	100.00 %	100.00 %	100.00 %	
WHL-Singapore	Yi Chun Shipping Agencies Sdn. Bhd. (Yi Chun)	ODD operation	100.00 %	100.00 %	100.00 %	
WHL-Singapore	Wan Hai (Vietnam) Ltd. (WHL Vietnam)	International freight transportation and agency services for transport affairs	100.00 %	100.00 %	100.00 %	
WHL-Singapore	Wan Hai Lines (Thailand) Ltd. (WHL-Thailand)	International freight transportation and agency services for transport affairs	49.00 %	49.00 %	49.00 %	The Company did not directly or indirectly hold over one half of the voting rights of WHL-Thailand; however, the subsidiary WHL Singapore occupies three of the five seats on the board of WHL-Thailand. As a result, WHL Singapore has a direct control over WHL-Thailand.
WHL-Singapore	Wan Hai Lines (Ecuador) S.A. (WHL-Ecuador)	International freight transportation and agency services for transport affairs	51.00 %	51.00 %	51.00 %	
WHL Singapore	Wan Hai Lines (USA) Ltd. (WHL USA)	International freight transportation and agency services for transport affairs	100.00 %	100.00 %	100.00 %	
WHL Singapore	Bravely International Pte. Ltd. (BI)	International freight transportation and investment	100.00 %	100.00 %	100.00 %	
WHL Singapore	HE CHUN LOGISTICS COMPANY LTD. (HE CHUN)	ODD operations	100.00 %	100.00 %	100.00 %	
WHL Singapore	Wan Hai Shipping Limited.	International freight transportation and agency services for transport affairs	70.00 %	70.00 %	70.00 %	

Name of investor	Name of subsidiary	Principal activity	Shareholding %			Note
			2020.3.31	2019.12.31	2019.3.31	
WHL Singapore、WHL INTL.	Wan Hai Lines Peru S.A.C.(WHL Peru)	International freight transportation and agency services for transport affairs	100.00 %	100.00 %	51.00 %	The Group previously used the equity method on its joint venture with WHL Peru, which the Group had significant influence over it. In July 2019, the Group acquired the entire shares of WHL Peru and obtained full control over it, resulting in WHL Peru to become a subsidiary of the Group.
WHL USA	Wan Hai Lines (Arizona) LLC (WHL Arizona)	House rental and management services	100.00 %	100.00 %	- %	The shares of WHL Arizona was originally held by WHL America, However, there was a change in the organization structure in October 2019, resulting WHL Arizona to become a 100% owned subsidiary of WHL USA.
WHL-INTL.	Wan Hai Lines (India) PVT Ltd. (WHL-India)	International freight transportation and agency services for transport affairs	100.00 %	100.00 %	100.00 %	
WHL INTL.	Infinite Marine Investment Co., Ltd.	Investment	100.00 %	100.00 %	100.00 %	
BI	Bravely (Myanmar) Transport and Logistics Company LTD. (Bravely (Myanmar))	Managing container, storage and logistics services	80.00 %	80.00 %	80.00 %	
WHL-Hong Kong	Guangzhou Wan Hai Information Technology Ltd. (GZIT)	Information software service	100.00 %	100.00 %	100.00 %	
WHL-Hong Kong	Dawin Logistics (International) Ltd. (Dawin)	Transportation, storage and investment services	100.00 %	100.00 %	100.00 %	
Dawin	Shenzhen Uniwin International Logistics Ltd. (Shenzhen Uniwin)	Freight transportation and agency services for transport affairs	100.00 %	100.00 %	100.00 %	
Dawin	Blue Ocean Logistics (Shanghai) Ltd. (Blue)	Containers, storage and international transportation services	100.00 %	100.00 %	100.00 %	

Name of investor	Name of subsidiary	Principal activity	Shareholding %			Note
			2020.3.31	2019.12.31	2019.3.31	
Shenzhen Uniwin	Clipper International Shipping Agency Ltd. (Clipper)	International shipping agency services	49.00 %	49.00 %	49.00 %	The Company did not directly or indirectly hold over one half of the voting rights of Clipper; however, the subsidiary, Shenzhen Uniwin, occupies four of the five seats on the board of Clipper. As a result, the Company has a direct control over Clipper.
Shenzhen Uniwin	Shenzhen Yong Chun International Shipping Management Co., Ltd. (SZYC)	International shipping management	90.00 %	90.00 %	90.00 %	

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

(c) Employee benefits

The pension cost in the interim period was calculated and disclosed on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year, and should make adjustments to material volatility of the market, material reimbursement and settlement, and other material one-time events.

(d) Income taxes

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

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period by the effective annual tax rate as forecasted by the management. This should be recognized fully as tax expense for the current period.

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

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

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

The preparation of the consolidated financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2019. For the related information, please refer to note 5 of the consolidated financial statements for the year ended December 31, 2019.

(6) Explanation to Significant Accounts

Except for the following disclosures, there is no significant differences as compared with those disclosed in the consolidated financial statements for the year ended December 31, 2019. Please refer to Note (6) of the 2019 annual consolidated financial statements.

(a) Cash and cash equivalents

	2020.3.31	2019.12.31	2019.3.31
Cash	$ 93,661	61,130	55,787
Savings accounts	9,663,680	6,366,857	5,756,226
Time deposits	3,423,743	9,051,473	7,726,696
Cash and cash equivalents in statement of cash flows	$ **13,181,084**	**15,479,460**	**13,538,709**

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

	2020.3.31	2019.12.31	2019.3.31
Mandatorily measured at fair value through profit or loss:			
Non-derivative financial assets			
Stocks listed on domestic markets	$ 3,332,971	2,958,241	2,456,132
Emerging stocks on domestic markets	4,939	9,812	-
Debt securities	1,177,243	1,157,131	1,145,273
Total	$ **4,515,153**	**4,125,184**	**3,601,405**

1.For the net gain or loss on fair value on financial instruments at FVTPL, please refer to Note 6(x).

2.As of March 31, 2020, December 31, 2019, and March 31, 2019, the Group's financial assets were not pledged as collateral.

(c) Financial assets at fair value through other comprehensive income

	2020.3.31	2019.12.31	2019.3.31
Equity investments at fair value through other comprehensive income			
Stocks listed on domestic markets	$ 3,125,308	2,712,827	2,561,245
Stocks listed on foreign markets	473,875	513,571	482,440
Stocks unlisted on domestic markets	359,793	469,985	565,065
Total	$ **3,958,976**	**3,696,383**	**3,608,750**

1. Equity investments at fair value through other comprehensive income

The Group designated the investments shown above as equity securities at fair value through other comprehensive income because these equity securities represent those investments that the Group intends to hold for long-term for strategic purposes.

For the three months ended March 31, 2020 and 2019, no strategic investments were disposed, and there were no transfers of any cumulative gain or loss within equity relating to these investments.

The Group has acquired a 20.24% stake in Da Nang Port Joint Stock Company (Da Nang Port JSC), and the main activities of Da Nang JSC are to provide logistics services. The Management claimed that this ownership did not allow the Group to have significant influence over Da Nang Port JSC, since the Group did not occupy any seat in the Board of Directors, and did not participate in any daily operation as well as policy-making processes of the Group.

2. For credit risk and market risk, please refer to Note 6(z).

3. As of March 31, 2020, December 31, 2019, and March 31, 2019, the financial assets of the Group had not been pledged as collateral.

(d) Financial instruments used for hedging

The amounts at the reporting date relating to the lease liabilities designated as hedging instruments were as follows:

	2020.3.31	2019.12.31	2019.3.31
Cash flow hedge:			
Financial liabilities used for hedging:			
Current lease liabilities	$ 511,277	534,197	527,306
Non-current lease liabilities	1,941,595	2,026,200	2,081,905
Total	$ 2,452,872	2,560,397	2,609,211

The Group's strategy is to use lease liabilities to hedge its estimated foreign currency exposure in respect of highly probable future cash revenues. The amounts at the reporting date relating to the items designated as hedging instruments were as follows:

Items to be hedged	Financial assets or liabilities designated to be hedging instruments	Fair value 2020.3.31	Fair value 2019.12.31	Fair value 2019.3.31	Time period(s) during which the future cash flows generated	Time period(s) during which the related gains or losses are expected to be recognized in the income statement
Freight revenue (USD)	Lease liabilities	$ 912,400	989,769	816,206	2019～2024	2019～2024
WHL terminal revenue (JPY)	Lease liabilities	1,540,472	1,570,628	1,793,005	2019～2028	2019～2028

Items	For the three months ended March 31, 2020	For the three months ended March 31, 2019
Amounts recognized as other comprehensive income	$ (23,535)	(9,520)

For the three months ended March 31, 2020 and 2019, no ineffective portion of cash flow hedge that should be recognized in profit or loss, for reconciliation of each component of equity, and an analysis of other comprehensive income, please refer to note (6)(r).

(e) Notes receivable and accounts receivable

	2020.3.31	2019.12.31	2019.3.31
Notes receivable	$ 46,750	39,735	32,073
Accounts receivable	2,467,268	2,207,133	2,214,797
Less: Allowance for doubtful receivables	(358)	(358)	(358)
	$ 2,513,660	2,246,510	2,246,512

The Group applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for all receivables on March 31, 2020, December 31, 2019, and March 31, 2019. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information. The loss allowance provision as of March 31, 2020, December 31, 2019, and March 31, 2019 were determined as follows:

	2020.3.31		
	Gross carrying amount	Weighted-average loss rate	Loss allowance provision
Current	$ 2,057,932	0%~0.0006%	-
Overdue 0-30 days	397,093	0%~0.0007%	-
Overdue 31-120 days	44,124	0%~0.002%	-
Overdue 121-365 days	5,143	0%~0.003%	-
Overdue more than 365 days	9,726	0%~100%	358
	$ 2,514,018		358

	2019.12.31		
	Gross carrying amount	Weighted-average loss rate	Loss allowance provision
Current	$ 1,862,445	0%~0.0006%	-
Overdue 0-30 days	340,098	0%~0.0007%	-
Overdue 31-120 days	31,616	0%~0.002%	-
Overdue 121-365 days	3,506	0%~0.003%	-
Overdue more than 365 days	9,203	0%~100%	358
	$ 2,246,868		358

	2019.3.31		
	Gross carrying amount	Weighted-average loss rate	Loss allowance provision
Current	$ 1,663,686	0%~0.0006%	-
Overdue 0-30 days	495,503	0%~0.0007%	-
Overdue 31-120 days	47,333	0%~0.002%	-
Overdue 121-365 days	36,480	0%~0.003%	-
Overdue more than 365 days	5,868	0%~100%	358
	$ 2,248,870		358

The movemetnt in the allowance for notes and account receivables were as follows :

	For the three months ended March 31, 2020	2019
Ending balance (equals to beginning balance)	$ 358	358

Please refer to (6)(w) for the credit risks and the currency risks of the notes receivables, accounts receivables, other receivables and receivables from agents of the Group.

As of March 31, 2020, December 31, 2019, and March 31, 2019, the notes and trade receivable of the Group had not been pledged as collateral.

(f) Inventories

	2020.3.31	2019.12.31	2019.3.31
Marine diesel oil	$ 204,488	196,062	185,444
Marine residual fuel oil	1,208,986	1,682,155	1,371,789
Fresh lubricating oil	115,306	118,546	131,858
Subtotal	1,528,780	1,996,763	1,689,091
Less: Allowance for inventory valuation and obsolescence losses	(465,230)	(310)	(3,570)
Total	$ 1,063,550	1,996,453	1,685,521

During the year ended March 31, 2020, the write-downs of inventories to net realizable value amounting to $464,503 thousand was included in operating costs.

For the three months ended March 31, 2020, the reversal of write-downs amounted to $171,788 thousand due to the previous reasons causing the net realizable value of inventories lower than its costs has disappeared. The reversals are recognized in gains on inventory value recoveries.

As of March 31, 2020, December 31, 2019 and March 31, 2019 the Group's inventories were not pledged as collateral.

(g) Investments accounted for using equity method

A summary of the Group's financial information for investments accounted for using the equity method at the reporting date is as follows:

	2020.3.31	2019.12.31	2019.3.31
Associates	$ 965,257	994,040	950,068
Joint venture	169,068	167,350	172,458
	$ 1,134,325	1,161,390	1,122,526

1. Associates

For the first half of 2017, the Group acquired 16.5% of the shares of Hai Phong International Container Terminal Company Ltd. (HICT) for USD6,459 thousand in cash. The Group gets one of HICT's directors, and participated its finance and operating policy decision. Therefore, the Group has significant influence on it, and accounts for it using equity method.

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

	2020.3.31	2019.12.31	2019.3.31
The carrying amount of individually non-significant associates' equity	$ 965,257	994,040	950,068

	For the three months ended March 31,	
	2020	2019
Attributable to the Group:		
Profit (loss) from continuing operations	$ 33,177	40,616
Total comprehensive income	$ 33,177	40,616

2.Joint venture

The financial information of individually non-significant equity method joint venture included in the consolidated financial statements were as follows:

	2020.3.31	2019.12.31	2019.3.31
The carrying amount of individually non-significant joint venture equity	$ 169,068	167,350	172,458

	For the three months ended March 31,	
	2020	2019
Attributable to the Group:		
Profit (loss) from continuing operations	$ 1,197	5,636
Total comprehensive income	$ 1,197	5,636

3.Collateral

The Group did not provide any investment accounted for using equity method as collaterals for its loans.

4.The unreviewed financial statements of investments accounted for using equity method

Except for Wan Hai Lines (UAE) LLC.、Phuc Xuan Maritime Service Company Limited、Wan Hang Tours Co., Ltd. and Qingdao Port & Win International Logistics Co., Ltd., investments were accounted for using equity method, and the share of profit or loss and other comprehensive income of those investments were calculated based on the financial statements that have not been reviewed.

(h) Property, plant and equipment

The cost, depreciation, and impairment of the property, plant and equipment of the Group for the three months ended March 31, 2020 and 2019, were as follows:

		Land	Buildings	Vessels	Containers	Other equipment	Privileged wharf equipment	Total
Cost:								
Balance at January 1, 2020	$	659,350	1,589,301	66,722,536	25,988,559	1,881,536	2,401,587	99,242,869
Additions		-	-	19,252	1,004,202	37,712	47,395	1,108,561
Reclassification		-	-	-	-	18,879	88,500	107,379
Disposals		-	-	(130,179)	(181,233)	(4,035)	-	(315,447)
Effect of movements in exchange rates		279	(4,201)	447,653	-	1,270	(2,028)	442,973
Balance at March 31, 2020	$	659,629	1,585,100	67,059,262	26,811,528	1,935,362	2,535,454	100,586,335
Balance at January 1, 2019	$	660,316	1,625,344	69,557,087	24,245,858	1,626,243	1,901,164	99,616,012
Additions		-	-	43,895	2,211,655	63,914	5,126	2,324,590
Reclassification		-	-	-	-	50,553	-	50,553
Disposals		-	-	-	(1,115,685)	(6,696)	(2,615)	(1,124,996)
Effect of movements in exchange rates		136	19,808	217,494	-	10,556	1,282	249,276
Balance at March 31, 2019	$	660,452	1,645,152	69,818,476	25,341,828	1,744,570	1,904,957	101,115,435
Depreciation and impairment loss:								
Balance at January 1, 2020	$	-	487,045	41,972,338	10,980,670	930,860	1,143,232	55,514,145
Depreciation		-	10,230	624,314	383,693	44,900	36,343	1,099,480
Disposals		-	-	(130,179)	(168,816)	(4,435)	-	(303,430)
Effect of movements in exchange rates		-	(2,232)	276,710	-	(2,217)	(507)	271,754
Balance at March 31, 2020	$	-	495,043	42,743,183	11,195,547	969,108	1,179,068	56,581,949
Balance at January 1, 2019	$	-	454,414	41,963,470	11,876,538	868,953	1,033,434	56,196,809
Depreciation		-	10,634	674,611	325,885	34,121	26,327	1,071,578
Reclassification		-	-	-	-	18,959	-	18,959
Disposals		-	-	-	(994,207)	(6,787)	(1,990)	(1,002,984)
Effect of movements in exchange rates		-	3,311	128,948	-	6,386	225	138,870
Balance at March 31, 2019	$	-	468,359	42,767,029	11,208,216	921,632	1,057,996	56,423,232
Carrying amounts:								
Balance at January 1, 2020	$	659,350	1,102,256	24,750,198	15,007,889	950,676	1,258,355	43,728,724
Balance at March 31, 2020	$	659,629	1,090,057	24,316,079	15,615,981	966,254	1,356,386	44,004,386
Balance at January 1, 2019	$	660,316	1,170,930	27,593,617	12,369,320	757,290	867,730	43,419,203
Balance at March 31, 2019	$	660,452	1,176,793	27,051,447	14,133,612	822,938	846,961	44,692,203

As of March 31, 2020, December 31, 2019, and March 31, 2019, the property, plant and equipment of the Group had been pledged as collateral for long-term borrowings and guaranteed financing; please refer to note (8).

(i) Right-of-use assets

The Group leases many assets including wharfs, buildings, containers, and other equipment. Information about leases for which the Group as a lessee is presented below:

	Wharfs	Buildings	Containers	Others	Total
Cost:					
Balance as of January 1, 2020	$ 4,297,368	268,389	1,375,646	46,442	5,987,845
Additions	-	26,614	-	10,016	36,630
Disposal	-	(4,173)	(615)	(6,807)	(11,595)
Remeasurement	728,060	133	8,652	-	736,845
Effect of changes in foreign exchange rates	(2,617)	(4,708)	-	(520)	(7,845)
Balance as of March 31,2020	$ 5,022,811	286,255	1,383,683	49,131	6,741,880
Balance as of January 1, 2019	$ -	-	-	-	-
Effects of retrospective application	4,313,428	218,820	883,649	47,693	5,463,590
Balance as of January 1, 2019 after adjustments	4,313,428	218,820	883,649	47,693	5,463,590
Additions	-	13,522	-	2,102	15,624
Disposal	-	-	-	(666)	(666)
Remeasurement	-	39	-	-	39
Effect of changes in foreign exchange rates	-	4,210	-	654	4,864
Balance as of March 31,2019	$ 4,313,428	236,591	883,649	49,783	5,483,451
Accumulated depreciation and impairment losses:					
Balance as of January 1, 2020	$ 468,709	63,431	339,996	17,899	890,035
Depreciation for the year	120,546	18,525	96,232	4,666	239,969
Disposal	-	(2,553)	(615)	(5,930)	(9,098)
Effect of changes in foreign exchange rates	(299)	(884)	-	(216)	(1,399)
Balance as of March 31,2020	$ 588,956	78,519	435,613	16,419	1,119,507
Balance as of January 1, 2019	$ -	-	-	-	-
Depreciation for the year	117,389	12,919	75,352	4,499	210,159
Disposal	-	-	-	(69)	(69)
Effect of changes in foreign exchange rates	-	158	-	22	180
Balance as of March 31,2019	$ 117,389	13,077	75,352	4,452	210,270
Carrying amount:					
Balance as of March 31,2020	$ 4,433,855	207,736	948,070	32,712	5,622,373
Balance as of March 31,2019	$ 4,196,039	223,514	808,297	45,331	5,273,181

(j) Investment property

Investment property comprises office buildings that are leased to third parties under operating leases, including properties that are held as right-of-use assets, as well as properties that are owned by the Company. The leases of investment properties contain an initial non-cancellable lease term of 3 to 10 years. The leases provide the lessees with options to extend at the end of the term.

For all investment property leases, the rental income is fixed under the contracts.
Information about investment property of the Group is presented below:

	Owned property		
	Land and improvements	**Buildings**	**Total**
Carrying amount:			
Balance at January 1, 2020	$ 1,409,448	330,776	1,740,224
Balance at March 31, 2020	$ 1,410,452	328,791	1,739,243
Balance at January 1, 2019	$ 143,416	171,343	314,759
Balance at March 31, 2019	$ 143,906	171,418	315,324

There were no significant additions, disposal, or recognition and reversal of impairment losses of investment property for the three months ended March 31, 2020 and 2019. Information on depreciation for the period is discussed in Note 12. Please refer to Note 6(k) of the 2019 annual consolidated financial statements for other related information.

The fair value of the investment property was not significantly different from those disclosed in the Note 6(k) of the annual consolidated financial statements for the year ended December 31, 2019.

The investment property of the Group were not pledged as collateral.

(k) Intangible assets

	Computer software	**Trademarks**	**Total**
Carrying amounts:			
Balance at January 1, 2020	$ 74,556	2,766	77,322
Balance at March 31, 2020	$ 77,824	2,846	80,670
Balance at January 1, 2019	$ 93,247	2,483	95,730
Balance at March 31, 2019	$ 83,443	2,257	85,700

There were no significant additions, disposal, or recognition and reversal of impairment losses of intangible assets for the three months ended March 31, 2020 and 2019. Information on amortization for the period is discussed in Note 12. Please refer to Note 6(l) of the 2019 annual consolidated financial statements for other related information.

(l) Short-term borrowings

	2020.3.31	2019.12.31	2019.3.31
Unsecured bank loans－TWD	$ 820,000	70,000	1,980,000
Unused short-term credit lines	$ 3,707,167	4,554,445	2,729,038
Range of interest rates	0.55%~1.50%	1.50%	0.55%~1.50%

1.Issuance and repayment of short-term borrowings

For the three months ended March 31, 2020 and 2019, the proceeds from short-term borrowings amounted to $1,120,000 thousand and $4,030,000 thousand respectively and the repayments amounted to $370,000 thousand and $2,110,000 thousand respectively.

2.Collateral for bank loan

There were no assets pledged as collateral for the short-term borrowing of the Group.

(m) Long-term borrowings

The details of long-term borrowings were as follows:

	2020.3.31	2019.12.31	2019.3.31
Unsecured bank loans－USD	$ 880,664	978,424	1,142,044
Unsecured bank loans－TWD	509,465	509,465	2,708,395
Secured bank loans－USD	10,468,791	11,172,508	11,878,037
Secured bank loans－TWD	340,583	340,583	521,750
Commercial paper	2,730,000	2,730,000	2,750,000
Less: current portion	(3,380,006)	(3,356,533)	(5,441,463)
Discount on commercial paper	(165)	(247)	(456)
Total	$ 11,549,332	12,374,200	13,558,307
Unused long-term credit lines	$ 8,164,350	7,399,550	4,466,800
Range of interest rates	0.38%~2.81%	0.38%~3.74%	0.38%~3.88%
Expiration date	2020/5/19 ~2026/12/19	2020/05/19- 2026/12/19	2019/04/12 ~2024/02/11

For information on the Group's interest risk, currency risk and liquidity risk, please refer to note 6(y).

1.Issuance and repayment of long-term borrowings

For the three months ended March 31, 2020 and 2019, the proceeds from long-term borrowings amounted to $50,000 thousand and $4,440,500 thousand respectively, and the repayment amounted to $959,422 thousand and $4,914,129 thousand, respectively.

2.Collateral for long-term borrowings

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

3.Financial ratio covenant

A subsidiary, Wan Hai Lines (Singapore) Pte Ltd., entered into syndicated credit agreements with financial institutions, under which, this subsidiary and the Group shall maintain certain financial ratios (i.e. equity ratio, security ratio, etc.) on balance sheet date. Otherwise, the loan will be payable immediately if the financial institution consider the loan shall be due.

(n) Bonds payable

	2020.3.31			
	Currency	**Interest rate collars**	**Expiration**	**Amount**
Unsecured bond-2014 first domestic bond issue	TWD	1.95%	2021/08/14	$ 800,000
Unsecured bond-2016 first domestic bond issue	TWD	1.18%	2021/06/21	3,000,000
Unsecured bond-2017 first domestic bond issue	TWD	1.55%	2022/06/26	2,100,000
Unsecured bank-2019 first domestic bond issue	TWD	0.95%~1.05%	2022/06/18-2024/06/18	4,800,000
Unsecured bank-2019 Second domestic bond issue	TWD	0.97%~1.07%	2024/10/07-2026/10/07	3,200,000
Total				$ 13,900,000
Current				$ -
Non-current				13,900,000
Total				$ 13,900,000

	2019.12.31			
	Currency	**Interest rate collars**	**Expiration**	**Amount**
Unsecured bond-2014 first domestic bond issue	TWD	1.95%	2021/08/14	$ 800,000
Unsecured bond-2016 first domestic bond issue	TWD	1.18%	2021/06/21	3,000,000
Unsecured bond-2017 first domestic bond issue	TWD	1.55%	2022/06/26	2,100,000
Unsecured bond-2019 first domestic bond issue	TWD	0.95%~1.05%	2022/06/18-2024/06/18	4,800,000
Unsecured bond-2019 second domestic bond issue	TWD	0.97%~1.07%	2024/10/07-2026/10/07	3,200,000
Total				$ 13,900,000
Current				$ -
Non-current				13,900,000
Total				$ 13,900,000

	2019.3.31			
	Currency	Interest rate collars	Expiration	Amount
Unsecured bond-2014 first domestic bond issue	TWD	1.65%~1.95%	2019/08/14-2021/08/14	$ 1,800,000
Unsecured bond-2016 first domestic bond issue	TWD	1.18%	2021/06/21	3,000,000
Unsecured bond-2017 first domestic bond issue	TWD	1.55%	2022/06/26	2,100,000
Total				$ 6,900,000
Current				$ 1,000,000
Non-current				5,900,000
Total				$ 6,900,000

1. Unsecured bond-2014 first domestic bond issue

The Company issued an unsecured corporate bond in August 2014. It was the Company's first domestic bond issue in 2014 and was effective upon submission to the regulatory authority on June 17, 2014. The issuance terms were as follows:

1) Issue amount

TWD1,800,000 thousand. There are two series of bonds categorized by the terms, with series A amounting to TWD1,000,000 thousand and series B amounting to TWD800,000 thousand.

2) Nominal amount

Par value TWD 1,000 thousand per unit.

3) Issuance period

The issuance dates are August 14, 2014; the maturity periods for series A and B are five and seven years, respectively.

4) Issued price: at par value

5) Nominal interest rate

1) Series A: 1.65%

2) Series B: 1.95%

6) Payment of interest: The interest is paid once a year by simple interest and is rounded to the closest digit. Interest payment is postponed to the following business day if the repayment date is on a non-business day, excluding additional interest. There is no additional interest for the period after the maturity date if the bondholders apply for repayment after that date.

7) Redemption on the maturity date

The ordinary bonds will be redeemed at par on the maturity date.

8) Bond form: No physical bonds were released; the bonds were registered with TDCC.

9) Trustee

The trustee is Hua Nan Commercial Bank Ltd., which represents the bondholders' interest and executes the responsibility of monitoring the duties of the Company under the contractual agreement. Holders of the bonds agree with the rights and responsibilities represented by the trustee, regardless of the date of acquiring the Company's bonds. Bondholders can review the content of the representation agreement during the office hours of the trustee.

10) Agency for payment of principal and interest

Hua Nan Commercial Bank Ltd., Cheng Tung Branch is assigned for handling payments of the principal and interest according to the bondholder list provided by TDCC.

11) Underwriter: None.

12) Announcement

The related information can be acquired from the Market Observation Post System.

2. Unsecured bond-2016 first domestic bond issue

The Company issued an unsecured corporate bond in June 2016. It was the Company's first domestic bond issue in 2016 and was effective upon submission to the regulatory authority on June 14, 2016. The issuance terms were as follows:

1) Issue amount

TWD3,000,000 thousand.

2) Nominal amount

Par value TWD1,000 thousand per unit.

3) Issuance period

The issuance date is June 21, 2016; the maturity date is June 21, 2021; the maturity period is five years.

4) Issued price: at par value

5) Nominal interest rate: 1.18%

6) Payment of interest: The interest is paid once a year by simple interest and is rounded to the closest digit. Interest payment is postponed to the following business day if the repayment date is on a non-business day, excluding additional interest. There is no additional interest for the period after the maturity date if the bond holders apply for repayment after that date.

7) Redemption on the maturity date

The ordinary bonds will be redeemed at par on the maturity date.

8) Bond form: No physical bonds were released; the bonds were registered with TDCC.

9) Trustee

The trustee is Hua Nan Commercial Bank Ltd., which represents the bondholders' interest and executes the responsibility of monitoring the duties of the Company under the contractual agreement. Holders of the bonds agree with the rights and responsibilities represented by the trustee, regardless of the date of acquiring the Company's bonds. Bondholders can review the content of the representation agreement during the office hours of the trustee.

10) Agency for payment of principal and interest

Hua Nan Commercial Bank Ltd., Cheng Tung Branch is assigned for handling payments of the principal and interest according to the bondholder list provided by TDCC.

11) Underwriter: MasterLink Securities Corporation.

12) Announcement

The related information can be acquired from the Market Observation Post System.

3. Unsecured bond-2017 first domestic bond issue

The Company issued an unsecured corporate bond in June 2017. It was the Company's first domestic bond issue in 2017 and was effective upon submission to the regulatory authority on June 15, 2017. The issuance terms were as follows:

1) Issue amount

TWD2,100,000 thousand.

2) Nominal amount

Par value TWD1,000 thousand per unit.

3) Issuance period

The issuance date is June 26, 2017; the maturity date is June 26, 2022; the maturity period is five years.

4) Issued price: at par value

5) Nominal interest rate: 1.55%

6) Payment of interest: The interest is paid once a year by simple interest and is rounded to the closest digit. Interest payment is postponed to the following business day if the repayment date is on a non-business day, excluding additional interest. There is no additional interest for the period after the maturity date if the bond holders apply for repayment after that date.

7) Redemption on the maturity date

The ordinary bonds will be redeemed at par on the maturity date.

8) Bond form: No physical bonds were released; the bonds were registered with TDCC.

9) Trustee

The trustee is Hua Nan Commercial Bank Ltd., which represents the bondholders' interest and executes the responsibility of monitoring the duties of the Company under the contractual agreement. Holders of the bonds agree with the rights and responsibilities represented by the trustee, regardless of the date of acquiring the Company's bonds. Bondholders can review the content of the representation agreement during the office hours of the trustee.

10) Agency for payment of principal and interest

Hua Nan Commercial Bank Ltd., Cheng Tung Branch is assigned for handling payments of the principal and interest according to the bondholder list provided by TDCC.

11) Underwriter: Yuanta Securities Corporation is the primary underwriter.

12) Announcement

The related information can be acquired from the Market Observation Post System.

4. Unsecured bond-2019 first domestic bond issue

The Company issued an unsecured corporate bond in June 2019. It was the Company's first domestic bond issue in 2019 and was effective upon submission to the regulatory authority on June 6, 2019. The issuance terms were as follows:

1) Issue amount

TWD4,800,000 thousand. There are two series of bonds categorized by the terms, with series A amounting to TWD1,500,000 thousand and series B amounting to TWD3,300,000 thousand.

2) Nominal amount

Par value TWD 1,000 thousand per unit.

3) Issuance period

The issuance dates are June 18, 2019; the maturity periods for series A and B are three and five years, respectively.

4) Issued price: at par value

5) Nominal interest rate

1) Series A: 0.95%

2) Series B: 1.05%

6) Payment of interest: The interest is paid once a year by simple interest and is rounded to the closest digit. Interest payment is postponed to the following business day if the repayment date is on a non-business day, excluding additional interest. There is no additional interest for the period after the maturity date if the bondholders apply for repayment after that date.

7) Redemption on the maturity date

The ordinary bonds will be redeemed at par on the maturity date.

8) Bond form: No physical bonds were released; the bonds were registered with TDCC.

9) Trustee

The trustee is Jih Sun International Bank Ltd., which represents the bondholders' interest and executes the responsibility of monitoring the duties of the Company under the contractual agreement. Holders of the bonds agree with the rights and responsibilities represented by the trustee, regardless of the date of acquiring the Company's bonds. Bondholders can review the content of the representation agreement during the office hours of the trustee.

10) Agency for payment of principal and interest

Jih Sun International Bank Ltd., Xinyi Branch is assigned for handling payments of the principal and interest according to the bondholder list provided by TDCC.

11) Underwriter: Yuanta Securities Corporation is the primary under writer.

12) Announcement

The related information can be acquired from the Market Observation Post System.

5. Unsecured bond-2019 second domestic bond issue

The Company issued an unsecured corporate bond in October 2019. It was the Company' s second domestic bond issue in 2019 and was effective upon submission to the regulatory authority on September 27,2019. The issuance terms were as follows:

1) Issue amount

TWD3,200,000 thousand. There are two series of bonds categorized by the terms, with series A amounting to TWD1,200,000 thousand and series B amounting to TWD2,000,000 thousand.

2) Nominal amount

Par value TWD 1,000 thousand per unit.

3) Issuance period

The issuance dates are October 17, 2019; the maturity periods for series A and B are five and seven years, respectively.

4) Issued price: at par value

5) Nominal interest rate

1) Series A: 0.97%

2) Series B: 1.07%

6) Payment of interest: The interest is paid once a year by simple interest and is rounded to the closest digit. Interest payment is postponed to the following business day if the repayment date is on a non-business day, excluding additional interest. There is no additional interest for the period after the maturity date if the bondholders apply for repayment after that date.

7) Redemption on the maturity date

The ordinary bonds will be redeemed at par on the maturity date.

8) Bond form: No physical bonds were released; the bonds were registered with TDCC.

9) Trustee

The trustee is Jih Sun International Bank Ltd., which represents the bondholders' interest and executes the responsibility of monitoring the duties of the Company under the contractual agreement. Holders of the bonds agree with the rights and responsibilities represented by the trustee, regardless of the date of acquiring the Company's bonds. Bondholders can review the content of the representation agreement during the office hours of the trustee.

10) Agency for payment of principal and interest

Jih Sun International Bank Ltd., Xinyi Branch is assigned for handling payments of the principal and interest according to the bondholder list provided by TDCC.

11) Underwriter: Master Link Securities Corporation is the primary under writer.

12) Announcement

The related information can be acquired from the Market Observation Post System.

(o) Lease liabilities

The amounts of lease liabilities were as follows:

	2020.3.31	2019.12.31	2019.3.31
Current	$ 919,154	916,441	890,987
Non-current	$ 4,770,873	4,212,545	4,401,172

Please refer to note (6)(w) for the analyses of the due date.

For March 31, 2020, December 31, 2019, and March 31, 2019, the Group's lease liabilities recognized as current financial liabilities for hedging were $511,277 thousand, $534,197 thousand and $527,306 thousand; non-current financial liabilities for hedging were $1,941,595 thousand, $2,026,200 thousand and $2,081,905 thousand; current lease liabilities were $407,877 thousand, $382,244 thousand and $363,681 thousand; non-current lease liabilities were $2,829,278 thousand, $2,186,345 thousand and $2,319,267 thousand.

The amounts recognized in profit or loss were as follows:

	For the three months ended March 31,	
	2020	2019
Interest on lease liabilities	$ 33,938	30,116
Variable lease payments not included in the measurement of lease liabilities	$ 3,228	10,097
Expenses relating to short-term leases	$ 947,998	802,557
Expenses relating to leases of low-value, excluding short-term leases of low-value assets	$ 152,393	245,086

The amounts recognized in statement of cash flow were as follows:

	For the three months ended March 31, 2020	For the three months ended March 31, 2019
Total cash outflow for leases	$ 1,363,404	1,280,507

1. Wharf, and container leases

The Group leases wharfs and containers for its operating needs. The leases of wharfs typically run for a period of 5 to 20 years, and of containers for 5 years.

Some payments for wharf leases depend on the variation of loading capacity, in addition, the Group has decided to apply recognition exemptions to some containers and not to recognize right-of-use assets and lease liabilities for short-term leases or leases of low-value assets.

2. Building leases

The Group leases buildings for its office space. The leases of office space typically run for a period for 1 to 20 years. Some leases depend on the fluctuations of local consumer price index; others are not recognized as right-of-use assets and lease liabilities, because the Group has decided to apply recognition exemptions for short-term leases or leases of low-value asset; yet others leases include an option to renew the lease for an additional period of the same duration after the end of the contract term.

3. Vessel leases

The Group leases vessels for its operating needs. The vessel leases are typically short-term leases that run within a year. The Group has decided to apply recognition exemptions for short-term leases or leases of low-value asset, and not to recognize right-of-use assets and lease liabilities.

4. Other leases

The Group leases other machinery or equipment for its operating needs. The lease of other machinery or equipment typically run for a period of 1 to 10 years. Some leases are typically short-term leases or leases of low-value asset that the Group has decided to apply recognition exemptions, and not to recognize right-of-use assets and lease liabilities.

(p) Employee benefits

1. Defined benefit plans

In the prior fiscal year, there was no material volatility of the market, no material reimbursement and settlement, and no other material one-time events. As a result, pension cost in the interim financial statements was measured and disclosed according to the actuarial report as of December 31, 2019 and 2018.

The Group's pension expenses recognized in profit or loss for the three months ended March 31, 2020 and 2019, were $14,198 thousand and $14,611 thousand, respectively. The pension expenses are included in operating expenses and operating costs.

2. Defined contribution plans

The contributions of the Group to the ROC Bureau of Labor Insurance and China Labor and Social Security Bureau for the employees' pension benefits for the three months ended March 31, 2020 and 2019, were $33,314 thousand and $20,472 thousand, respectively.

(q) Income taxes

1. Income tax expense

The amount of income tax were as follows:

		For the three months ended March 31, 2020	2019
Current income tax expense:			
Current period	$	41,664	354,082
Adjustment for prior periods		(38,124)	-
Income tax expense from continuing operations	$	**3,540**	**354,082**

For the three months ended March 31, 2020 and 2019, no income taxes were recognized in equity and other comprehensive income.

2. Examination and Approval

The Company' s income tax returns through 2017 were examined and approved by the tax authority.

(r) Capital and other equity

Except for the following disclosure, there was no significant change for capital and other equity for the periods from January 1 to March 31, 2020 and 2019. For the related information, please refer to note 6(t) of the consolidated financial statements for the year ended December 31, 2019.

1. Retained earnings

The industry of the Group is highly changeable and capital intensive. The Group is in the stable growing stage. Therefore, in consideration of the future capital needs of long-term financial plans, and to meet the cash flow needs of the shareholders, the Group's articles of incorporation require that after-tax earnings shall first be offset against any deficit, and 10% of the remaining balance shall be set aside as legal reserve, and special reserves are to be provided according to the regulations. If there is a requirement for the expansion of transportation equipment and an improvement of the financial structure, the Group may set aside a special reserve.

If there are surpluses, plus, the undistributed cumulative earnings from the previous year, the board of directors shall appropriate 30% or more after taking into account factors such as the Group' s capital needs, capital budget, interests of shareholders, and the Group' s long-term financial planning. The board of directors proposed the distribution of earnings and submitted them to the shareholders' meeting for approval.

The distribution ration of stock dividends or cash dividends must be done in accordance with the current year's actual profit, capital position, and capital expansion program. The proportion of cash dividends may not be lower than 10% of the total dividends.

On March 26, 2020, the Company's board of directors resolved to appropriate the 2019 earnings. On June 18, 2019, the shareholders' meeting determined the earnings distribution for 2018. The relevant dividend distribution to shareholders was as follows:

	2019 Amount	2018 Amount
Dividends distributed to ordinary shareholders		
Cash	$ 1,774,638	1,343,467

2. Other equity (net of tax)

	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Gains (losses) on hedging instrument	NCI	Total
Balance at January 1, 2020	$ (1,352,809)	(200,376)	33,504	244,283	(1,275,398)
Net profit (loss)	-	-	-	10,063	10,063
Foreign currency translation differences	168,659	-	-	(4,366)	164,293
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	-	(231,441)	-	-	(231,441)
Gains (losses) from changes in the fair value of the hedging instrument:-Exchange rate risk for anticipated transactions	-	-	(21,432)	-	(21,432)
Gains (losses) from changes in fair value of the hedging instrument that will be reclassified to profit or loss:-Exchange rate risk for anticipated transactions	-	-	(2,103)	-	(2,103)
Capital increase in subsidiaries non-controlling interest	-	-	-	2,050	2,050
Cash dividends from subsidiaries paid to non-controlling interest	-	-	-	(6,727)	(6,727)
Balance at March 31, 2020	$ (1,184,150)	(431,817)	9,969	245,303	(1,360,695)
Balance at January 1, 2019	$ (604,711)	(205,989)	-	232,953	(577,747)
Net profit (loss)	-	-	-	21,237	21,237
Foreign currency translation differences	138,719	-	-	2,725	141,444
Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	-	45,501	-	-	45,501
Gains (losses) from changes in the fair value of the hedging instrument:-Exchange rate risk for anticipated transactions	-	-	(10,247)	-	(10,247)
Gains (losses) from changes in fair value of the hedging instrument that will be reclassified to profit or loss:-Exchange rate risk for anticipated transactions	-	-	727	-	727
Capital increase in subsidiaries non-controlling interest	-	-	-	463	463
Cash dividends from subsidiaries paid to non-controlling interest	-	-	-	(3,572)	(3,572)
Balance at March 31, 2019	$ (465,992)	(160,488)	(9,520)	253,806	(382,194)

(s) Earnings per share

The Company's earnings per share were calculated as follows:

	For the three months ended March 31,	
	2020	**2019**
Basic earnings per share		
Profit attributable to common shareholders	$ **83,209**	**1,041,835**
Weighted-average number of common shares	**2,218,297**	**2,218,297**
Basic earnings per share (In Dollars of New Taiwan Dollars)	$ **0.04**	**0.47**
Diluted earnings per share		
Profit attributable to common shareholders (adjusted for the effects of all dilutive potential common shares)	$ **83,209**	**1,041,835**
Weighted-average number of common shares	2,218,297	2,218,297
Effects of employee stock compensation	3,283	1,831
Weighted-average number of common shares (adjusted for the effects of all dilutive potential common shares)	**2,221,580**	**2,220,128**
Diluted earnings per share (In Dollars of New Taiwan Dollars)	$ **0.04**	**0.47**

(t) Revenue from contracts with customers

1. Disaggregation of revenue

	For the three months ended March 31	
	2020	**2019**
Primary geographical markets:		
Asia	$ 11,955,074	11,039,311
the Middle East	1,201,089	1,444,120
India	2,758,724	2,028,687
United States	817,533	1,259,066
South America	1,019,215	1,265,984
Red Sea	255,704	257,693
	$ **18,007,339**	**17,294,861**

		For the three months ended March 31	
		2020	2019
Main service line:			
Freight	$	16,968,639	16,520,474
Rentals		688,091	431,579
WHL terminal		202,642	169,038
Other		147,967	173,770
	$	18,007,339	17,294,861

2.Contract balances

		2020.3.31	2019.12.31	2019.3.31
Notes receivable	$	46,750	39,735	32,073
Accounts receivable		2,467,268	2,207,133	2,214,797
Less: allowance for doubtful receivables		(358)	(358)	(358)
Total	$	2,513,660	2,246,510	2,246,512
Contract assets	$	699,237	733,689	756,090
Contract liabilities (recognized as other current liabilities)	$	163,307	223,257	437,577

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

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

(u) Remuneration of employees, directors and supervisors

According to the Company's Articles, once the Company has annual profit, it should appropriate no less than 1% of the profit to its employees and no higher than 1% to its directors and supervisor as remuneration. However, if the Group has accumulated deficits, the profit should be reversed to offset the deficit.

For the three months ended March 31, 2020 and 2019, the estimates of the remunerations to employees were $695 thousand and $14,041 thousand, respectively; the estimates of the remunerations to directors and supervisors were $695 thousand and $14,041 thousand, respectively. These amounts were calculated using the Company's net income before tax without the remunerations to employees, directors and supervisors for each period, multiplied by the proposed percentage stated under the Company's Article. These remunerations were expensed under operating costs or expenses for each period. If there are any subsequent adjustments to the actual remuneration amount, the adjustment will be regarded as changes in accounting estimates and will be reflected in profit or loss in the following year.

For the year ended December 31, 2019 and 2018, the remunerations to employees amounted to $45,316 thousand and $17,045 thousand, respectively; the remunerations to directors and supervisors amounted to $45,316 thousand and $17,045 thousand, respectively. There were no differences between the actual amounts and the estimates the remunerations. Related information is available on the website of the Market Observation Post System.

(v) Non-operating income and expenses

1. Other revenue

The details of other revenue were as follows:

		For the three months ended March 31, 2020	2019
Interest income from bank deposit	$	32,088	50,131

2. Other gains and losses

The details of other gains and losses were as follows:

		For the three months ended March 31, 2020	2019
Foreign exchange gains (losses)	$	31,515	66,154
Impairment losses on property, plant and equipment		-	(18,959)
Gains (losses) on financial assets at fair value through profit or loss		(542,859)	123,157
Gains on disposal of property, plant and equipment		44,697	423,235
Other gains (losses)		43,309	9,651
	$	(423,338)	603,238

3. Finance costs

The details of finance costs were as follows:

		For the three months ended March 31, 2020	2019
Interest expense:			
Bank loan	$	75,845	122,598
Bonds payable		41,259	24,670
Commercial paper		4,831	4,380
Lease liabilities		33,938	30,116
	$	155,873	181,764

(w) Financial instruments

Except for the contention mentioned below, there was no significant change in the fair value of the Group's financial instruments and degree of exposure to credit risk, liquidity risk and market risk arising from financial instruments. For the related information, please refer to note 6(y) of the consolidated financial statements for the year ended December 31, 2019.

1. Credit risks

1) Credit risks exposure

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

2) Concentration of credit risk

Since the Group has considerable customers worldwide and does not concentrate its transactions significantly with any single customer or in similar areas, the Group has no concentration of credit risk. The Group mitigates the credit risks by continuously monitoring customers' credit risk and credit ratings, however, the Group's policy usually does not require the customers to provide collateral.

3) Credit risk of receivables

For credit risk exposure of note and trade receivables, please refer to note 6(e). Other financial assets at amortized cost includes other receivables, receivables from agents and time deposits etc.

All of these financial assets are considered to have low risk, and thus, the impairment provision recognized during the period was limited to 12 months expected losses. Regarding how the financial instruments are considered to have low credit risk, please refer to note 4(g) of the consolidated financial statements for the year ended December 31, 2019. There are no significant expected losses on other receivables and the financial assets at amortized cost by assessment, so none of the impairment allowance can be recorded.

2. Liquidity risks

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

	Carrying amount	Contractual cash flows	Less than 6 months	6 to 12 months	1 to 2 years	2 to 5 years	More than 5 years
March 31, 2020							
Non-derivative financial liabilities							
Short-term borrowings	$ 820,000	820,413	820,413	-	-	-	-
Secured bank loans	10,809,374	11,300,872	1,559,082	1,537,166	3,196,600	4,905,363	102,661
Unsecured bank loans	1,390,129	1,437,769	390,980	128,899	501,811	416,079	-
Commercial paper	2,729,835	2,758,510	9,327	9,198	2,739,985	-	-
Account payables (including related parties)	7,438,039	7,438,039	7,438,039	-	-	-	-
Other payables	1,947,769	1,947,769	1,947,769	-	-	-	-
Payables to agents	9,862	9,862	9,862	-	-	-	-
Bonds payable	13,900,000	14,523,650	132,450	33,040	3,965,490	8,349,870	2,042,800
Lease liabilities (partial recognized as financial liabilities for hedging)	5,690,027	6,277,491	483,268	448,350	853,708	2,134,994	2,357,171
Guarantee deposits (recognized as other current liabilities and other non-current guarantee deposits received)	673,744	673,744	673,744	-	-	-	-
	$ 45,408,779	47,188,119	13,464,934	2,156,653	11,257,594	15,806,306	4,502,632

	Carrying amount	Contractual cash flows	Less than 6 months	6 to 12 months	1 to 2 years	2 to 5 years	More than 5 years
March 31,2019							
Non-derivative financial liabilities							
Short-term borrowings	$ 70,000	70,250	70,250	-	-	-	-
Secured bank loans	11,513,091	12,154,805	1,533,258	1,589,146	3,394,879	5,519,652	117,870
Unsecured bank loans	1,487,889	1,547,963	142,120	380,555	503,781	521,507	-
Commercial paper	2,729,753	2,764,750	9,621	9,739	2,745,390	-	-
Account payables (including related parties)	8,124,379	8,124,379	8,124,379	-	-	-	-
Other payables	2,536,977	2,536,977	2,536,977	-	-	-	-
Payables to agents	12,563	12,563	12,563	-	-	-	-
Bonds payable	13,900,000	14,523,650	116,850	48,640	3,965,490	8,371,270	2,021,400
Lease liabilities (partial recognized as financial liabilities for hedging)	5,128,986	5,575,648	490,338	438,414	830,352	2,151,053	1,665,491
Guarantee deposits (recognized as other current liabilities and other non-current guarantee deposits received)	670,292	670,292	670,292	-	-	-	-
	$ 46,173,930	47,981,277	13,706,648	2,466,494	11,439,892	16,563,482	3,804,761
March 31,2019							
Non-derivative financial liabilities							
Short-term borrowings	$ 1,980,000	1,981,029	1,970,954	10,075	-	-	-
Secured bank loans	12,399,787	13,205,061	2,310,291	2,160,347	3,444,035	5,290,388	-
Unsecured bank loans	3,850,439	3,963,976	2,334,574	151,004	534,370	944,028	-
Commercial paper	2,749,544	2,799,059	9,340	9,690	19,434	2,760,595	-
Account payables (including related parties)	7,382,178	7,382,178	7,382,178	-	-	-	-
Other payables	1,776,595	1,776,595	1,776,595	-	-	-	-
Payables to agents	27,066	27,066	27,066	-	-	-	-
Bonds payable	6,900,000	7,199,700	1,100,050	-	83,550	6,016,100	-
Lease liabilities (partial recognized as financial liabilities for hedging)	5,292,159	5,800,775	450,918	452,253	795,778	1,928,936	2,172,890
Guarantee deposits (recognized as other current liabilities and other non-current guarantee deposits received)	674,955	674,955	674,955	-	-	-	-
	$ 43,032,723	44,810,394	18,036,921	2,783,369	4,877,167	16,940,047	2,172,890

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

3. Market risk

1) Currency risk

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

	2020.3.31			2019.12.31			2019.3.31		
	Foreign currency	Exchange rate	TWD	Foreign currency	Exchange rate	TWD	Foreign currency	Exchange rate	TWD
Financial assets									
Monetary items									
USD	$ 314,508	30.21	9,499,722	316,562	29.99	9,493,680	295,949	30.84	9,127,065
CNY	800,827	4.26	3,409,059	805,005	4.30	3,465,507	698,697	4.59	3,206,186
JPY	8,027,755	0.28	2,235,854	12,445,782	0.28	3,434,702	10,244,417	0.28	2,851,682
INR	848,963	0.40	340,272	678,829	0.42	285,487	813,941	0.45	362,640
HKD	80,464	3.90	313,457	68,333	3.85	263,158	85,236	3.93	334,867

	2020.3.31			2019.12.31			2019.3.31		
	Foreign currency	Exchange rate	TWD	Foreign currency	Exchange rate	TWD	Foreign currency	Exchange rate	TWD
Non-monetary items									
VND	371,480,000	0.0013	475,085	396,752,400	0.0013	513,446	362,980,500	0.0013	482,440
Financial liabilities									
Monetary items									
USD	419,187	30.21	12,661,556	464,195	29.99	13,921,222	380,357	30.84	11,730,196
JPY	8,871,245	0.28	2,470,779	9,615,799	0.28	2,653,702	9,841,232	0.28	2,739,449
CNY	483,484	4.26	2,058,156	309,164	4.30	1,330,936	420,996	4.59	1,931,868
HKD	258,106	3.90	1,005,480	281,868	3.85	1,085,502	146,570	3.93	575,833
INR	582,660	0.40	233,536	579,657	0.42	243,779	513,536	0.45	228,799

2) Sensitivity analysis

The Group' s exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, trade and other receivables, payables to agents, financial assets at fair value through profit or loss, loans and borrowings; and trade and other payables that are denominated in foreign currency.

A strengthening (weakening) of 1% of the TWD against the USD, HKD and JPY etc. as at March 31, 2020 and 2019, would have increased (decreased) the net profit before tax by $5,611 thousand and $8,258 thousand, respectively; the cash flow hedge would have increased (decreased) the equity by $24,529 thousand and $26,143 thousand, respectively. This analysis assumes that all other variables remain constant, and is performed on the same basis for the three months ended March 31, 2020 and 2019.

3) Foreign Exchange Gain or Loss on Monetary Items

Since the Group has many kinds of functional currency, the information on foreign exchange gain (loss) on monetary items is disclosed by total amount. For the three months ended March 31, 2020 and 2019, foreign exchange gains (losses) (including realized and unrealized portions) amounted to $31,515 thousand and $66,154 thousand, respectively.

4) Interest rate analysis

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

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

If the interest rate had increased / decreased by 1%, the Group's net profit before tax would have increased / decreased by $152,495 thousand and $204,802 thousand for the three months ended March 31, 2020 and 2019 with all other variable factors remaining constant. This is mainly due to the Group's borrowing at variable rates.

4. Other market price risk

For the three months ended March 31, 2020 and 2019, the sensitivity analyses for the changes in the securities price at the reporting date were performed using the same basis for the profit and loss as illustrated below:

	For the three months ended March 31,			
	2020		2019	
Prices of securities at the reporting date	Other comprehensive income after tax	Net income	Other comprehensive income after tax	Net income
Increasing 1%	$ 35,992	26,703	30,437	19,649
Decreasing 1%	(35,992)	(26,703)	(30,437)	(19,649)

5. Fair value information

1) The Categories and Fair Values of Financial Instruments

The Group assesses its financial instruments at fair value through profit or loss and financial assets at fair value through other comprehensive income on a recurring basis by using the fair value method.

The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows; however, except as described in the following paragraphs, for financial instruments not measured at fair value whose carrying amount is reasonably close to the fair value, and lease liability, disclosure of fair value information is not required:

	March 31, 2020				
		Fair value			
	Book value	Level 1	Level 2	Level 3	Total
Financial assets at fair value though profit or loss					
Non-derivative financial assets mandatorily measured at fair value through profit or loss—domestic listed stocks	$ 3,332,971	3,332,971	-	-	3,332,971
Non-derivative financial assets mandatorily measured at fair value through profit or loss—domestic emerging stocks	4,939	4,939	-	-	4,939
Non-derivative financial assets mandatorily measured at fair value through profit or loss—bond investment	1,177,243	-	-	1,177,243	1,177,243
Sub-total	4,515,153	3,337,910	-	1,177,243	4,515,153

	March 31, 2020				
		Fair value			
	Book value	Level 1	Level 2	Level 3	Total
Financial assets at fair value through other comprehensive income					
Domestic listed stocks	$ 3,125,308	3,125,308	-	-	3,125,308
Foreign listed stocks	473,875	473,875	-	-	473,875
Unquoted equity instrument measured at fair value	359,793	-	-	359,793	359,793
Sub-total	3,958,976	3,599,183	-	359,793	3,958,976
Financial assets measured at amortized cost					
Cash and cash equivalents	13,181,084	-	-	-	-
Notes receivable	46,750	-	-	-	-
Accounts receivable	2,466,910	-	-	-	-
Contract assets	699,237	-	-	-	-
Other receivable	1,273,652	-	-	-	-
Receivables from agents	858,315	-	-	-	-
Guarantee deposits paid (recognized as other current assets and other non-current assets)	320,971	-	-	-	-
Sub-total	18,846,919	-	-	-	-
Total	$ 27,321,048	6,937,093	-	1,537,036	8,474,129
Financial liabilities measured at amortized cost					
Short-term borrowings	$ 820,000	-	-	-	-
Accounts payable	7,438,039	-	-	-	-
Other payables	1,947,769	-	-	-	-
Lease liabilities (including financial liabilities for hedging)	5,690,027	-	-	-	-
Payables to agents	9,862	-	-	-	-
Bonds payable (including current portion)	13,900,000	-	-	-	-
Long-term borrowings (including current portion)	14,929,338	-	-	-	-
Guarantee deposits received (recognized as other current liabilities and other non-current guarantee deposits received)	673,744	-	-	-	-
Total	$ 45,408,779	-	-	-	-

	December 31, 2019				
		Fair value			
	Book value	Level 1	Level 2	Level 3	Total
Financial assets at fair value though profit or loss					
Non-derivative financial assets mandatorily measured at fair value through profit or loss—domestic listed stocks	$ 2,958,241	2,958,241	-	-	2,958,241
Non-derivative financial assets mandatority measured at fair value through profit or loss-domestic emerging stocks	9,812	9,812	-	-	9,812
Non-derivative financial assets mandatorily measured at fair value through profit or loss—bond investment	1,157,131	-	-	1,157,131	1,157,131
Sub-total	4,125,184	2,968,053	-	1,157,131	4,125,184
Financial assets at fair value through other comprehensive income					
Domestic listed stocks	2,712,827	2,712,827	-	-	2,712,827
Foreign listed stocks	513,571	513,571	-	-	513,571
Unquoted equity instrument measured at fair value	469,985	-	-	469,985	469,985
Sub-total	3,696,383	3,226,398	-	469,985	3,696,383
Financial assets measured at amortized cost					
Cash and cash equivalents	15,479,460	-	-	-	-
Notes receivable	39,735	-	-	-	-
Accounts receivable	2,206,775	-	-	-	-
Contract assets	733,689	-	-	-	-
Other receivables	1,197,291	-	-	-	-
Receivable from agents	939,080	-	-	-	-
Guarantee deposits paid (recognized as other current assets and other non-current assets)	288,112	-	-	-	-
Sub-total	20,884,142	-	-	-	-
Total	$ 28,705,709	6,194,451	-	1,627,116	7,821,567

	December 31, 2019				
		Fair value			
	Book value	Level 1	Level 2	Level 3	Total
Financial liabilities measured at amortized cost					
Short-term borrowings	$ 70,000	-	-	-	-
Accounts payable	8,124,379	-	-	-	-
Other payables	2,536,977	-	-	-	-
Lease liabilities (including financial liabilities for hedging)	5,128,986	-	-	-	-
Payables to agents	12,563	-	-	-	-
Bonds payable (including current portion)	13,900,000	-	-	-	-
Long-term borrowings (including current portion)	15,730,733	-	-	-	-
Guarantee deposits received (recognized as other current liabilities and other non-current guarantee deposits received)	670,292	-	-	-	-
Total	$ 46,173,930	-	-	-	-

	March 31, 2019				
		Fair value			
	Book value	Level 1	Level 2	Level 3	Total
Financial assets at fair value though profit or loss					
Non-derivative financial assets mandatorily measured at fair value through profit or loss—domestic listed stocks	$ 2,456,132	2,456,132	-	-	2,456,132
Non-derivative financial assets mandatorily measured at fair value through profit or loss—bond investment	1,145,273	-	-	1,145,273	1,145,273
Sub-total	3,601,405	2,456,132	-	1,145,273	3,601,405
Financial assets at fair value through other comprehensive income					
Domestic listed stocks	2,561,245	2,561,245	-	-	2,561,245
Foreign listed stocks	482,440	482,440	-	-	482,440
Unquoted equity instrument measured at fair value	565,065	-	-	565,065	565,065
Sub-total	3,608,750	3,043,685	-	565,065	3,608,750

	March 31, 2019				
		Fair value			
	Book value	Level 1	Level 2	Level 3	Total
Financial assets measured at amortized cost					
Cash and cash equivalents	$ 13,538,709	-	-	-	-
Notes receivable	32,073	-	-	-	-
Accounts receivable	2,214,439	-	-	-	-
Contract assets	756,090	-	-	-	-
Other receivables	1,283,911	-	-	-	-
Receivables from agents	858,670	-	-	-	-
Guarantee deposits paid (recognized as other current assets and other non-current assets)	269,874	-	-	-	-
Sub-total	18,953,766	-	-	-	-
Total	$ 26,163,921	5,499,817	-	1,710,338	7,210,155
Financial liabilities measured at amortized cost					
Short-term borrowings	$ 1,980,000	-	-	-	-
Accounts payable	7,382,178	-	-	-	-
Other payables	1,776,595	-	-	-	-
Lease liabilities (including financial liabilities for hedging)	5,292,159	-	-	-	-
Payable to agents	27,066	-	-	-	-
Bonds payable (including current portion)	6,900,000	-	-	-	-
Long-term borrowings (including current portion)	18,999,770	-	-	-	-
Guarantee deposits received (recognized as other current liabilities and other non-current guarantee deposits received)	674,955	-	-	-	-
Total	$ 43,032,723	-	-	-	-

2) Valuation techniques for financial instruments measured at fair value

A. Non-derivative financial instruments

If quoted prices in active markets are available, the prices are established as fair values. Market prices published by major stock exchange and OTC market, where high volume of central government bonds are traded, are the foundation of fair value of debt instruments with quoted market price in an active market and listed equity instruments.

A financial instrument is regarded as being quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency and those prices represent actual and regularly occurring market transactions on an arm's-length basis. If a financial instrument does not accord with the definition aforementioned, then it is considered to be without quoted price in active market. In general, market with low trading volume or high-ask spreads is an indication of non-active market.

If the Groups' financial instruments have an active market, wherein their fair values are determined as follows:

The fair values of financial assets and financial liabilities with standard terms and conditions and traded in active markets are determined with reference to the quoted market prices.

Measurements of fair value of financial instruments without an active market are based on valuation technique or quoted price from a competitor. Fair value, measured by using valuation technique that can be extrapolated from either similar financial instruments or discounted cash flow method or other valuation techniques, including models, is calculated based on available market data, e.g. yield curves from OTC and average quoted rates of commercial paper from Reuters quote system at the reporting date.

If the Groups' financial instruments do not have an active market, wherein their fair values are determined as follows:

Unquoted equity instrument:

The Company estimates the fair values by using the comparable trading company approach on the assumption that the fair values are calculated on the basis of the investees' book value per share and equity multipliers derived from comparable trading companies' quoted prices. The discount effect resulting from the lack of market liquidity has been taken into account.

Unquoted equity instrument:

The Company estimates the fair values by using the comparable trading company approach on the assumption that the fair values are calculated on the basis of the investees' EBITDA and earnings multipliers derived from comparable trading companies' quoted prices. The discount effect resulting from the lack of market liquidity has been taken into account.

Unquoted debt instrument:

The Company estimates the fair values by using the comparable trading debt approach, and utilizes the statistic model to determine the relationship between the value of debt investment and its related conditions and variables.

3) For the three months ended March 31, 2020 and 2019, there were no transferring of fair value hierarchy.

4) Reconciliation of Level 3 fair values

	Fair value through profit or loss	Fair value through other comprehensive income	
	Non-derivative measured at fair value through profit or loss	Unquoted equity instruments	Total
Opening balance, January 1, 2020	$ 1,157,131	469,985	1,627,116
Total gains and losses recognized:			
In profit or loss	20,112	-	20,112
In other comprehensive income	-	(110,192)	(110,192)
Ending balance, March 31, 2020	$ 1,177,243	359,793	1,537,036
Opening balance, January 1, 2019	$ 1,127,838	417,947	1,545,785
Total gains and losses recognized:			
In profit or loss	17,435	-	17,435
In other comprehensive income	-	147,118	147,118
Ending balance, March 31, 2019	$ 1,145,273	565,065	1,710,338

For the three months ended March 31, 2020 and 2019, the total gains and losses that were included in "other gains and losses" and "unrealized gains (losses) from financial assets at fair value through other comprehensive income" were as follows:

	For the three months ended March 31,	
	2020	2019
Total gains and losses recognized:		
In profit or loss, and presented in "other gains and losses"	20,112	17,435
In other comprehensive income, and presented in "unrealized gains or losses from financial assets at fair value through other comprehensive income"	(110,192)	147,118

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

The Group' s financial instruments that use Level 3 inputs to measure fair value include " financial assets measured at fair value through profit or loss – debt investments" and "financial assets measured at fair value through other comprehensive income – unlisted equity investments".

Most of the Group's fair value measurements in Level 3 consist of only one significant unobservable input (except for the unlisted equity instrument). Because the significant unobservable inputs of equity instruments are independent of each other, there are no correlation between these inputs.

Quantified information of significant unobservable inputs was as follows:

Item	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Financial assets measured at fair value through profit or loss－Debt investment without active markets	Discounted cash flow method	·Liquidity－adjusted discount rate (2.1469%, 2.8401%, and 2.6462% on March 31, 2020, December 31, 2019 and March 31, 2019, respectively.)	The estimated fair value would increase (decrease) if the liquidity－adjusted discount rate were lower (higher).
Financial assets at fair value through other comprehensive income－Unlisted equity investments	Comparable trading company method	· Liquidity-adjusted discount rate (28% on March 31, 2020, December 31, 2019 and March 31, 2019, respectively) · Price-to-book ratio (0.61, 0.81 and 1.02 on March 31, 2020, December 31, 2019 and March 31, 2019, respectively) · EBITDA multiplier (7.82, 9.68 and 8.56 on March 31, 2020, December 31, 2019 and March 31, 2019, respectively)	The estimated fair value would increase (decrease) if: · the liquidity-adjusted discount rate were lower (higher) · the price-to-book ratio were higher (lower) · the EBITDA multiplier were higher (lower)

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

The Group's measurements in financial instruments fair values are reasonable, but if the Group uses different valuation models or variables, the measurements may vary.

For fair value measurements in Level 3, changing one or more of the variables would have the following effects:

	Input	Positive and negative changes	Profit or loss		Other comprehensive income	
			Favorable	Unfavorable	Favorable	Unfavorable
March 31, 2020						
Financial assets at fair value through profit or loss						
Bond investment without an active market	Discount rate	1%	$ 12,031	(12,031)	-	-
Financial assets at fair value through other comprehensive income						
Unlisted equity investment	Discount rate	1%	-	-	4,997	(4,997)
Unlisted equity investment	Price-to-book ratio multiplier	1%	-	-	3,488	(3,488)
Unlisted equity investment	EBITDA multiplier	1%	-	-	95	(95)
			$ 12,031	(12,031)	8,580	(8,580)
December 31, 2019						
Financial assets at fair value through profit or loss						
Bond investment without an active market	Discount rate	1%	$ 11,909	(11,909)	-	-
Financial assets at fair value through other comprehensive income						
Unlisted equity investment	Discount rate	1%	-	-	6,528	(6,528)
Unlisted equity investment	Price-to-book ratio multiplier	1%	-	-	4,567	(4,567)
Unlisted equity investment	EBITDA multiplier	1%	-	-	121	(121)
			$ 11,909	(11,909)	11,216	(11,216)
March 31, 2019						
Financial assets at fair value through profit or loss			$			
Bond investment without an active market	Discount rate	1%	11,764	(11,764)	-	-
Financial assets at fair value through other comprehensive income						
Unlisted equity investment	Discount rate	1%	-	-	7,848	(7,848)
Unlisted equity investment	Price-to-book ratio multiplier	1%	-	-	5,535	(5,535)
Unlisted equity investment	EBITDA multiplier	1%	-	-	104	(104)
			$ 11,764	(11,764)	13,487	(13,487)

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

(x) Financial risk management

There were no significant changes in the Group's financial risk management and policies as disclosed in Note 6(z) of the consolidated financial statements for the year ended December 31, 2019.

(y) Capital management

Management believes that the objectives, policies and processes of capital management of the Group has been applied consistently with those described in the consolidated financial statements for the year ended December 31, 2019. Also, management believes that there were no significant changes in the Group's capital management information as disclosed for the year ended December 31, 2019. Please refer to Note 6(aa) of the consolidated financial statements for the year ended December 31, 2019 for further details.

(z) Investing and financing activities not affecting current cash flow

The Group's investing and financing activities which did not affect the current cash flow in the three months ended March 31, 2020 were as follows:

1. Acquired right-of-use assets through leasing, please refer to notes (6)(i).

The Group had no investing and financing activities which did not affect the current cash flow in the three months ended March 31, 2019.

Reconciliation of liabilities arising from financing activities were as follows:

			Non-cash changes			
	2020.1.1	Cash flows	Others	Foreign exchange movement	Fair value changes	2020.3.31
Long-term borrowings	$ 15,730,733	(909,340)	-	107,945	-	14,929,338
Short-term borrowings	70,000	750,000	-	-	-	820,000
Bonds payable	13,900,000	-	-	-	-	13,900,000
Lease liabilities (partial recognized as financial liabilities for hedging)	5,128,986	(259,785)	820,826	-	-	5,690,027
Total liabilities from financing activities	$ 34,829,719	(419,125)	820,826	107,945	-	35,339,365

			Non-cash changes			
	2019.1.1	Cash flows	Others	Foreign exchange movement	Fair value changes	2019.3.31
Long-term borrowings	$ 19,410,980	(473,986)	-	62,776	-	18,999,770
Short-term borrowings	60,000	1,920,000	-	-	-	1,980,000
Bonds payable	6,900,000	-	-	-	-	6,900,000
Lease liabilities (partial recognized as financial liabilities for hedging)	5,463,590	(222,767)	51,336	-	-	5,292,159
Total liabilities from financing activities	$ 31,834,570	1,223,247	51,336	62,776	-	33,171,929

(7) Related-Party Transactions

(a) Names and relationship with related parties

Name of related party	Relationship with the Companyt
Tan Cang-Cai Mep International Terminal Co., Ltd. (Tan Cang-Cai Mep)	An associate
HAI PHONG INTERNATIONAL CONTAINER TERMINAL COMPANY LTD. (HAI PHONG)	An associate
Wan Hai Lines (UAE) LLC. (WHL UAE)	An associate
Qingdao port & Win International Logistics Co., Ltd.	Joint Venture
Asia Pacific Logistics International Co., Ltd. (APLI)	Related party in substance
New World Container services Corporation	Subsidiary of APLI
Universal Checker Co., Ltd.	Related party in substance
Express Container Terminal Corp. (ECTC)	Related party in substance
New Sincere Transportation Corp. (NSTC)	Related party in substance
New Safety Transportation Corp. (NSaTC)	Related party in substance
An Chun Tally Co., Ltd.	Related party in substance
Taipei Port Container Terminal Corp. (Taipei Port)	Corporate director of the Group
Taian Insurance Co., Ltd.	Related party in substance
Wan Chun International Corp. (WCIC)	Subsidiary of ECTC
Apezgo Digital Information Co., Ltd.	Subsidiary of APLI
AP PETROLEUM BUSINESS CO., LTD.	Subsidiary of APLI
Formosa Wonderworld Co., Ltd. (Formosa Wonderworld)	Related party in substance
Interasia Lines Taiwan, Ltd.	Related party in substance
Hyaline Shipping (HK) Co., Ltd. (Hyaline)	Same director with the Group
Wan Hai Lines (Japan) Ltd. (WHL Japan)	Same director with the Group
INTERASIA LINES SINGAPORE PTE LTD. (IAL (S))	Related party in substance
INTERASIA LINES (M) SDN. BHD. (IAL(M))	Related party in substance
AP INT'L TRAVEL SERVICE CO., LTD.	Subsidiary of APLI
New Speed Transportation & Terminal Co., Ltd. (NS)	Related party in substance
Alpha Total Solution Pte. Ltd.	Subsidiary of APLI
PHUC XUAN MARITIME SERVICE CO., LTD. (Phuc Xuan)	Joint Venture
TRANSTOTAL AGENCIA MARITIMA S.A.	Related party in substance

(b) Significant transactions with related parties

1. Sales to related parties:

	For the three months ended March 31, 2020	For the three months ended March 31, 2019
Other related parties	$ 474,828	307,382
Joint venture	2,018	-
	$ 476,846	307,382

The transaction terms with related parties were not significantly different from those of sales to third parties. The average collection period for notes and accounts receivable pertaining to such sales transactions ranged from one to three months, while the average collection period for routine sales transactions was within one month.

2. Consideration for services related to the entity:

	For the three months ended March 31, 2020	For the three months ended March 31, 2019
Associate	$ 47,058	24,078
Joint venture	299	-
Other related parties	769,177	837,765
	$ 816,534	861,843

The transaction terms with related parties were not significantly different from those of the third parties. The average payment period for notes and accounts payable pertaining to such purchase transactions ranged from one to two months, which was similar to that of other normal vendors.

3. Receivables from related parties

Receivables of the Group from related parties were as follows：

Item	Related party categories	2020.3.31	2019.12.31	2019.3.31
Accounts receivable	Other related party	$ 179,098	35,405	39,152
Other receivables	Joint Venture	-	-	605
Other receivables	Other related party	40,802	40,615	6,918
Receivables from agents	Other related party-WHL Japan	635,553	736,864	634,521
Receivables from agents	Associate	22,962	18,492	-
		$ 878,415	831,376	681,196

4. Payables from related parties

Payable of the Group related parties were as follows：

Item	Related party categories	2020.3.31	2019.12.31	2019.3.31
Accounts payable	Other related party	$ 451,344	364,583	418,765
Accounts payable	Joint venture	5,780	6,343	6,724
Other payables	Other related party	6,741	11,614	10,477
Payables to agents	Associate	-	-	2,564
Other current liabilities	Other related party	6,283	22,952	13,871
		$ 470,148	405,492	452,401

5. Other related-party transactions

For the three months ended March 31, 2020, the Group received payments of chaims from related parties amouting to $159 thousand.

6.Leasing

In January 2019, the Group rented office buildings from its related enterprises to be used as its offices. 2-18-year lease contracts were signed, in which the rental fees were determined based on nearby office rental rates. The total value of the contracts was $14,441 thousand. The Group applied IFRS 16, with a date of initial application on January 1, 2019. This lease transaction recognized additional amounts of both $9,665 thousand of right-of-use assets and lease liabilities, respectively. For the three months ended March 31, 2020 and 2019, the Group recognized the amount of $103 thousand and $116 thousand as interest expense, respectively. As of March 31, 2020 and 2019, the balance of lease liabilities amounted to $8,532 thousand and $9,820 thousand, respectively.

In January 2019, the Group rented containers from its related enterprise. A 12-year lease contract was signed. The total value of the contract was $53,467 thousand. The Group applied IFRS 16, with a date of initial application on January 1, 2019. This lease transaction recognized additional amounts of both $48,765 thousand of right-of-use assets and lease liabilities, respectively. For the three months ended March 31, 2020 and 2019, the Group recognized the amount of $247 thousand and $419 thousand as interest expense, respectively. As of March 31, 2020 and 2019, the balance of lease liabilities amounted to $48,715 thousand and $48,206 thousand, respectively.

(c) Key management personnel remuneration

Key management personnel remuneration comprised:

	For the three months ended March 31,	
	2020	2019
Shorts-term employee benefits	$ 8,099	20,750
Post-employment benefits	41	35
	$ 8,140	20,785

(8) Pledged Assets

The carrying values of pledged assets were as follows:

Assets	Objective	2020.3.31	2019.12.31	2019.3.31
Time deposits (recorded in other current assets)	Registration of container storage and truck lease contract	$ 6,070	6,542	6,309
Time deposits (recorded in other non-current assets)	Refundable deposits of harbor bureau and lease contract for wharf	141,125	106,565	69,365
Guarantee deposits paid (recorded in other non-current assets)	Lease contract for wharf, building lease contract and lawsuit	173,776	175,005	194,200
Terminal privileged wharf	Long-term loans	73,633	76,834	86,438
Containers	Long-term loans	8,401,752	10,651,838	7,397,654
Vessels	Long-term loans	11,897,312	11,965,572	14,500,568
Buildings	Long-term loans	13,931	14,069	14,485
		$ 20,707,599	22,996,425	22,269,019

(9) Significant Contingencies and Commitments

(a) Contract for port rental

To increase the quality of service and to decrease the cost of operations, the Group entered into a contract to lease a wharf in Japan in March 2003 and renewed it in April 2008. The lease period is from March 2003 to March 2028. As of March 31, 2020, the lease deposit amounted to ￥255,775,000 (TWD 71,237 thousand) was recorded in guarantee deposits paid.

The Group co-operated with the Kaohsiung Harbor Bureau to renovate containers and wharf facilities in December 2007 and rented the No. 63 and 64 wharf repair centers and straddle carrier. From the date of beginning renovation to the date the Harbor Bureau examined the construction, the rental period lasted 13 years and 7 months, and the total contract amount was $68,609 thousand, which was reclassified as leased assets on December 31, 2010, to replace previous prepayment for equipment.

The Group rented the W29 to W32 stacking yards from Keelung Harbor Bureau in February 2006, and the rental period is for 30 years beginning from the date of completion of inspection.

(b) Vessel construction contract：

Considering the Group's current fleet deployment and long-term development plan, the Group decided to acquire eight feeder boxships of 3036 TEUs from Japan Marine United Corporation, and twelve feeder boxships of 2038 TEUs from CHINA SHIPBUILDING TRADING COMPANY, LTD. and GUANGZHOU WENCHONG SHIPYARD CO.,LTD, costing ￥37,680,000 thousand and USD315,936 thousand (together equal TWD20,137,000 thousand), respectively.

(c) On March 2, 2020, The Group decided to purchase two feeder boxships each having a volume of 11,923 TEUs, from Pacific International Lines (Private) Limited, costing $185,000 thousand, for the development of its business.

(d) As of March 31, 2020, the total amount claimed to the Group is approximately $50,893 thousand, and the related cases are under negotiation or under trial.

(10) Losses Due to Major Disasters: None.

(11) Significant Subsequent Events

(a) For the mediumterm and longterm development and private use of its Taipei headquarter, the Group decided to purchase an office building in Neihu Dist from CHONG HONG CONSTRUCTION CO., LTD, at an amount of $2,228,800 thousand, based on the resolution approved during the Board of Directors' meeting held on May 6, 2020.

(12) Others

(a) Employee benefits, depreciation, and amortization expenses, categorized as operating cost or expense, were as follows:

By function	For the three months ended March 31, 2020			For the three months ended March 31, 2019		
By item	**Operating Cost**	**Operating Expense**	**Total**	**Operating Cost**	**Operating Expense**	**Total**
Employee benefits						
Salary	510,741	547,070	1,057,811	560,632	555,530	1,116,162
Labor and health insurance	6,502	52,059	58,561	6,427	54,240	60,667
Pension	17,018	30,494	47,512	16,781	18,302	35,083
Remuneration of directors	-	3,152	3,152	-	16,104	16,104
Others employee benefits	36,407	17,069	53,476	43,636	18,592	62,228
Depreciation	1,283,653	60,024	1,343,677	1,235,952	47,048	1,283,000
Amortization	1,857	12,213	14,070	137	13,087	13,224

(b) Seasonality of operations:

The Group's operations were not affected by seasonality or cyclicality factors.

(13) Other Disclosures

(a) Information on significant transactions

The following is the information on significant transactions required by the “ Regulations Governing the Preparation of Financial Reports by Securities Issuers” for the Group for the three months ended March 31, 2020:

1. Fund financing to other parties:

(In thousands of TWD)

Number	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other party during the period	Ending balance (Note 6)	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower (Note 1)	Transaction amount for business between two parties	Reasons for short -term financing	Allowance for bad debt	Collateral Name	Collateral Value	Individual funding loan limits (Note 3)	Maximum limitation on fund financing (Note 3)
0	The Company	WHL Singapore	Other receivable related	Yes	7,703,250	7,558,250	453,075	2.23%	1	-	Note 4	-	Promissory note	7,558,250	13,483,497	14,440,430
1	WHL INTL.	WHL India	Other receivable related	Yes	146,362	83,342	83,342	4.5%	1	-	Note 3	-	Promissory note	83,342	144.684	144,684
2	WHL Singapore	Yi Chun	Other receivable related	Yes	92,418	92,418	47,515	2.63%~3.36%	1	-	Note 4	-	Promissory note	92,418	10,786.798	10,786,798

Note 1: Short-term financing.

Note 2: Repayment of loans.

Note 3: Acquisition of assets.

Note 4: Operating activities.

Note 5: Financing amount shall not exceed 40 percent of the lending company's net worth and the following:

1. Individual funding loan limits of financing for single borrower who has business with the lending company cannot exceed the total transaction amount of the current year.
2. Individual funding loan limits for short-term borrower cannot exceed the lower of 40 percent of the lending company's net worth or 50 percent of borrower's net worth.
3. An individual loaned amount between the foreign companies whose voting shares are wholly owned by the Company directly or indirectly, or the foreign companies whose voting shares are wholly owned by the Company directly or indirectly to the Company, shall not exceed 40 percent of the lending company's net worth.

Note 6: Eliminated in the consolidated financial statement.

2. Guarantees and endorsements for other parties:

(In thousands of TWD)

Number	Name of the company	Counter-party of guarantee and endorsement: Name	Counter-party of guarantee and endorsement: Relationship with the Company (Note 1)	Limitation on amount of guarantees and endorsements for a specific enterprise	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged on guarantees and endorsements (Amount) (Note 3)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements (note2)	Parent company endorses/ guarantees to third parties on behalf of subsidiary	Subsidiary endorses/ guarantees to third parties on behalf of parent company	Endorsements/ guarantees to third parties on behalf of companies in Mainland China
0	The Company	WHL Singapore	2	28,880,859	22,657,179	21,810,160	10,992,021	-	60.41 %	72,202,148	Y	N	N
0	The Company	TK	2	28,880,859	9,193	9,193	9,193	-	0.03 %	72,202,148	Y	N	N

Note 1: Relationship with the Company

1. The companies with which it has business relations.
2. Subsidiaries in which the company directly or indirectly holds more than 50% of its total outstanding common shares.
3. The parent company which directly or indirectly holds more than 50% of its voting rights.
4. Subsidiaries in which the company directly or indirectly holds more than 90% of its voting rights.
5. Companies in same type of business and providing mutual endorsements/ guarantees in favor of each other in accordance with the contractual obligations in order to fulfill the needs of the construction project.
6. Shareholders making endorsements and/or guarantees for their mutually invested company in proportion to their shareholding percentage.
7. Companies in same type of business providing guarantees of pre-sale contracts according to the regulation.

Note 2: According to the Company's "Policy and Procedures for Guarantee and Endorsement":

1. External endorsements and guarantees made by the Company may not exceed 200% of the Company's net worth.
2. Endorsements and guarantees made to a single enterprise may not exceed 40% of the Company or its subsidiaries' net worth.
3. The total amount of endorsements and guarantees of the Company and its subsidiaries as a whole may not exceed 250% of the Company's net worth.
4. Endorsements and guarantees made by the Company and its subsidiaries to a single enterprise may not exceed 50% of the Company's net worth.
5. Endorsements and guarantees made by the Company to the subsidiaries, or subsidiaries to the Company, are not subject to the above mentioned restrictions. However, the aggregate amount of endorsements/guarantees that the Company or its subsidiaries make for a single company may not exceed 80% of the net worth of the company providing guarantees.

Note 3: The Company provided a guarantee for TK's bank loan of $27,600 thousand and had received a promissory note for that amount.
Note 4: Eliminated in the consolidated financial statements.

3. Securities held as of March 31, 2020 (excluding investment in subsidiaries, associates and joint ventures):

(In thousands of TWD)

Name of holder	Category and name of security	Category and name of security	Account title	Ending balance				Notes
				Number of shares	Book value	Percentage of shares	Market value	
	Domestic listed stocks:							
The Company	GREATWALL ENTERPRISE CO., LTD.	-	Financial assets at fair value through profit or loss-current	11,870,579	438,618	- %	438,618	
〃	Formosa Plastics Corporation	-	〃	376,288	28,259	- %	28,259	
〃	Formosa Chemicals & Fibre Corporation	-	〃	245,480	16,447	- %	16,447	
〃	Tainan Spinning Co., Ltd.	-	〃	5,439,898	44,335	- %	44,335	
〃	TAIYEN BIOTECH CO., LTD	-	〃	912,000	26,174	- %	26,174	
〃	China Steel Corporation	-	〃	2,291,162	43,417	- %	43,417	
〃	Delta Electronics, Inc.	-	〃	3,870,000	466,335	- %	466,335	
〃	Hon Hai Precision Ind. Co., Ltd.	-	〃	93,440	6,531	- %	6,531	
〃	Taiwan Semicodutor Manufacturing Co., Ltd	-	〃	90,000	24,660	- %	24,660	
〃	Transcend Information, Inc.	-	〃	89,111	5,926	- %	5,926	
〃	Amtran Technology Co., Ltd.	-	〃	984,058	6,426	- %	6,426	
〃	Yang Ming Marine Transport Corp.	-	〃	957,526	4,864	- %	4,864	
〃	China Airlines Ltd.	-	〃	23,753,862	157,013	- %	157,013	
〃	Chinese Maritime Transport Ltd.	-	〃	435,050	9,354	- %	9,354	
〃	Mega Financial Holding Co., Ltd.	-	〃	14,478,646	411,917	- %	411,917	
〃	Taishin Financial Holding Co., Ltd.	-	〃	36,734,416	429,793	- %	429,793	
〃	First Financial Holding Co., Ltd.	-	〃	15,483,234	304,246	- %	304,246	
〃	Kinsus Interconnect Technology Corp.	-	〃	334,627	13,536	- %	13,536	
〃	Shih Wei Navigation Co., Ltd.	-	〃	678,680	3,102	- %	3,102	

Name of holder	Category and name of security	Category and name of security	Account title	Ending balance				Notes
				Number of shares	Book value	Percentage of shares	Market value	
The Company	Taiwan Cooperative Financial Holding Co., Ltd.	-	Financial assets at fair value through profit or loss-current	30,023,845	550,938	- %	550,938	
〃	Taiwan Secom Co., Ltd.	-	〃	3,209,000	262,817	- %	262,817	
〃	The Eslite Spectrum Corporation	-	〃	1,078,000	78,263	- %	78,263	
	Domestic Emerging stocks:			-	-	- %	-	
〃	Tigerair Taiwan	-	Financial assets at fair value through profit or loss-current	195,997	4,939	0.10 %	4,939	
	Domestic listed stocks:							
〃	Shihlin Paper Corporation	Related party in substance	Financial assets at fair value through other comprehensive income-non-current	5,419,088	166,908	2.08 %	166,908	
〃	Chunghwa Telecom Co., Ltd.	-	〃	27,520,000	2,958,400		2,958,400	
	Domestic unlisted stocks:			-	-	- %	-	
〃	Taipei Port Container Terminal Corp.	Related party in substance	Financial assets at fair value through other comprehensive income-non-current	79,315,476	348,805	15.25 %	348,805	
〃	United Stevedoring Corporation	-	〃	781,250	10,988	15.63 %	10,988	
	Foreign listed stocks:							
WHL Singapore	Da Nang Port Joint Stock Company	-	Financial assets at fair value through other comprehensive income-non-current	20,080,000	473,875	20.28 %	473,875	
	Bond			-	-	- %	-	
The Company	Royal Bank of Scotland PLC	-	Financial assets at fair value through profit or loss-current	-	1,177,243	- %	1,177,243	

4. Accumulated buying/selling of the same marketable securities for which the dollar amount reaches $300 million or 20% or more of paid-in capital:

Name of Company	Category and name of security	Account name	Name of counter-party	Relationship with the Company	Beginning balance		Purchases		Sales				Ending balance	
					Shares/ Units	Amount	Shares/ Units	Amount	Shares/ Units	Price	Cost	Disposal gain (loss)	Shares/ Units	Amount
The Company	Chunghwa Telecom Co., Ltd.	Financial assets at fair value through other comprehensive income－non-current	-	-	22,992,000	2,529,120	4,528,000	429,280	-	-	-	-	27,520,000	2,958,400

Note 1: Includes valuation adjustments on financial assets.

5. Acquisition of real estate for which the dollar amount reaches $300 million or 20% or more of paid in capital: None.

6. Disposition of real estate for which the dollar amount reaches $300 million or 20% or more of paid-in capital: None.

7. Buying/selling products for which the dollar amount reaches $100 million or 20% or more of paid-in capital:

			Transaction details				Reasons why and description of how the transaction conditions differ from general transactions		Account/note receivable (payable)		
Name of company	Name of Counter-party	Relationship	Purchase/ Sale	Amount	Percentage of total purchases/ sales	Credit period	Unit price	Credit period	Balance	Percentage of total accounts/notes receivable (payable) (Note 1)	Notes
The Company	Taipei Port	Corporate director of the company	Container fee, terminal handling charges	184,753	1.33 %	30 days	-	-	(6)	0.00 %	
〃	WHL-Singapore	Subsidiary	Rent income, commission revenue, shipping agent revenue	(739,680)	4.99 %	〃	-	-	-	- %	Note 2
〃	WHL-Singapore	Subsidiary	Vessel rental expense, Oil expense	1,626,718	11.69 %	〃	-	-	(125,383)	1.84 %	Note 2
〃	WHL Hongkong	Subsidiary	Commission fee	173,949	1.25 %	〃	-	-	(708,746)	10.42 %	Note 2
〃	IAL Singapore	Related party in substance	Joint venture revenue, container rental revenue, shipping agent revenue, ship rental revenue	(374,001)	2.52 %	〃	-	-	155,666	4.06 %	
〃	Hyaline	Same director with the company	Commission fee	136,041	0.98 %	〃	-	-	-	- %	
〃	NSTC	Related party in substance	Tow charge	119,796	0.86 %	〃	-	-	(84,875)	1.25 %	
WHL-Singapore	The Company	Subsidiary	Rent expense, commission fee, shipping agent expense	739,680	15.17 %	〃	-	-	-	- %	Note 2
〃	The Company	Subsidiary	Oil revenue, Vessel rental revenue	(1,626,718)	31.55 %	〃	-	-	125,383	17.18 %	Note 2
WHL Hongkong	The Company	Subsidiary	Commission income	(173,949)	97.50 %	〃	-	-	708,746	32.28 %	Note 2

Note 1: Including notes receivable / payable, accounts payable－related parties and receivable / payable from / to agents, contract assets.

Note 2: Eliminated in the consolidated financial statements.

8. Accounts receivable from related parties for which the dollar amount reaches $100 million or 20% or more of paid-in capital:

Name of related party	Counter-party	Relationship	Balance of receivables from related party	Turnover rate	Past-due receivables from related party		Subsequently received amount of receivables from related party	Allowances for bad debts
					Amount	Action taken		
The Company	WHL (Japan)	Same director with the Company	635,553	- %	-	-	304,800	-
〃	WHL India	Subsidiary	313,679	- %	-	-	268,037	-
〃	Shenzhen Uniwin	Subsidiary	145,189	- %	-	-	145,189	-
〃	Clipper	Subsidiary	633,883	- %	-	-	488,594	-
〃	IAL Singapore	Related party in subtance	155,666	- %	-	-	155,666	-
WHL-HongKong	The Company	Subsidiary	708,746	- %	-	-	708,746	-
WHL-Singapore	The Company	Subsidiary	125,383	- %	-	-	125,383	-
WHL-Thailand	The Company	Subsidiary	159,430	- %	-	-	70,022	-
Bao Sheng	The Company	Subsidiary	132,308	- %	-	-	128,905	-
Wan Hai International Pte. Ltd.	The Company	Subsidiary	126,419	- %	-	-	44,612	-

Note: Eliminated in the consolidated financial statements.

9. Derivative transactions: None.

10. Business relationships and significant inter-company transactions:

Number (Note 1)	Name of the company	Name of the counter-party	Existing relationship with the counter-party (Note 2)	Transaction details during 2020			
				Account name	Amount	Terms of trading	Percentage of the total consolidated revenue or total assets (Note 3)
0	The Company	WHL-Singapore	1	Rent revenue, commission revenue, shipping agent revenue	739,680	No significant differences	4.11 %
0	〃	WHL-Singapore	1	Ship rental revenue, oil expense	1,626,718	〃	9.03 %

Note 1: numbers denote the following:

1. 0 represents the Company.
2. Subsidiaries are listed by names and numbered starting with 1.

Note 2: relationship with the listed companies:

1. The Company to subsidiary
2. Subsidiary to the Company
3. Subsidiary to subsidiary

Note 3: The disclosed amounts are above 1% of total assets for balance sheet accounts or 1% of total operating revenue for income statement accounts of the Group.

(b) Information on investees

For the three months ended March 31, 2020, the following is the information on investees (excluding investees in Mainland china):

Name of the investor	Name of investee	Location	Major operations	Initial investment amount		Ending balance			Net income (loss) of the investee	Investment income (losses)	Notes
				Ending balance	Beginning balance	Shares	Ratio of shares	Book value			
The Company	Wan Hai Lines (Singapore) Pte. Ltd.	Singapore	Transportation and shipping agency service, vessel rental service, and international transportation and shipping agency services	21,983,099	21,983,099	979,399,234	100.00 %	31,193,263	320,786	522,219	Subsidiary (Note 2、3)
"	k.k. WH Corporation	Japan	Terminal operation and management service, and vessel rental service	7,141	7,141	500	100.00 %	23,651	1,615	1,615	Subsidiary (Note 3)

Name of the investor	Name of investee	Location	Major operations	Initial investment amount		Ending balance			Net income (loss) of the investee	Investment income (losses)	Notes
				Ending balance	Beginning balance	Shares	Ratio of shares	Book value			
The Company	Wan Hai Lines (Germany) GmbH	Germany	Transportation and shipping agency services	-	1,018	-	- %	-	(382)	(382)	Subsidiary (Note 1、3、5)
"	Tan Cang-Cai Mep International Terminal Co., Ltd.	Vietnam	Managing wharf and containers	259,917	259,917	-	21.33 %	393,458	138,314	29,502	Associate (Note 1、4)
"	T.K. Logistics International Co., Ltd.	Taiwan	Managing container terminals and storage facilities	143,000	143,000	14,300,000	55.00 %	149,916	1,139	626	Subsidiary (Note 3)
"	Bao Sheng Shipping Agency Co., Ltd.	Taiwan	Acting as agent for transportation affair and contracting ocean shipping and related services.	30,000	30,000	3,000,000	70.01 %	43,587	2,521	1,765	Subsidiary (Note 3)
"	Hai Phong International Container Terminal Co., Ltd.	Vietnam	Managing wharf and containers	598,211	598,211	-	16.50 %	534,121	6,167	1,018	Associate (Note 1、4)
WHL-Singapore	Wan Hai Lines (Phils.), Inc.	Philippines	Transportation and shipping agency services	5,991	5,991	901,540	100.00 %	8,962	(4,798)	(4,798)	Indirect subsidiary (Note 3)
"	Wan Hai Lines (H.K.) Limited	Hong Kong	Transportation and shipping agency services	695,246	695,246	160,000,000	100.00 %	3,220,576	87,475	87,475	Indirect subsidiary (Note 3)
"	Wan Hai Lines (M) Sdn. Bhd.	Malaysia	Transportation and shipping agency services	4,613	4,613	500,000	100.00 %	70,032	(6,451)	(6,451)	Indirect subsidiary (Note 3)
"	Yi Chun Shipping Agencies Sdn. Bhd.	Malaysia	ODD operations	1,845	1,845	200,000	100.00 %	17,465	3,223	3,223	Indirect subsidiary (Note 3)
"	Wan Hai Lines (Korea) Ltd.	Korea	Transportation and shipping agency services	11,019	11,019	80,000	100.00 %	33,832	(1,032)	(1,032)	Indirect subsidiary (Note 3)
"	Wan Hai International Pte. Ltd.	Singapore	Transportation and shipping agency services	239,979	239,979	10,312,460	100.00 %	646,652	11,700	11,700	Indirect subsidiary (Note 3)
"	Wan Hai Lines (Thailand) Ltd.	Thailand	Transportation and shipping agency services	4,732	2,805	49,000	49.00 %	65,060	2,961	1,451	Indirect subsidiary (Note 3)
"	Wan Hai (Vietnam) Ltd.	Vietnam	Transportation and shipping agency services	8,691	8,691	-	100.00 %	25,110	4,562	4,562	Indirect subsidiary (Note 1、3)
"	HE CHUN LOGISTICS COMPANY LTD.	Vietnam	ODD operations	60,857	60,857	-	100.00 %	79,392	5,787	5,787	Indirect subsidiary (Note 1、3)
"	Wan Hai Lines Peru S.A.C.	Peru	Transportation and shipping agency services	1,942	1,942	245,124	99.00 %	2,966	387	384	Indirect subsidiary (Note 1、3)
"	Wan Hai Lines Ecuador SA.	Ecuador	Transportation and shipping agency services	1,627	1,627	51,000	51.00 %	4,511	4,289	2,188	Indirect subsidiary (Note 3)
"	PHUC XUAN MARITIME SERVICE CO.,LTD.	Vietnam	Container yard business	9,186	9,186	-	49.00 %	13,088	5,633	2,760	Associate (Note 1)
"	Bravely International Pte. Ltd.	Singapore	Transportation and investment	413,778	413,778	18,332,701	100.00 %	(61,363)	11,669	11,669	Indirect subsidiary (Note 3)
"	WAN HAI LINES (USA) LTD.	America	Transportation and shipping agency services	437,514	437,514	284,381	100.00 %	439,589	686	686	Indirect subsidiary (Note 3)
"	Wan Hai Shipping Limited	Myanmar	Transportation and shipping agency services	1,075	1,075	35,000	70.00 %	1,033	(106)	(74)	Indirect subsidiary (Note 3)
WHL INTL.	Wan Hai Lines (UAE) LLC.	Dubai	Transportation and shipping agency services	1,365	1,365	147	49.00 %	37,678	5,421	2,657	Associate
"	Infinite Marine Investment Co., Ltd.	Cayman	Investment	173,463	173,463	5,550,000	100.00 %	(1,732)	(23)	(23)	Indirect subsidiary (Note 3)
"	Wan Hai Lines (India) PVT Ltd.	India	Transportation and shipping agency services	69	69	10,000	100.00 %	117,086	(2,695)	(2,695)	Indirect subsidiary (Note 3)

Name of the investor	Name of investee	Location	Major operations	Initial investment amount		Ending balance			Net income (loss) of the investee	Investment income (losses)	Notes
				Ending balance	Beginning balance	Shares	Ratio of shares	Book value			
WHL INTL.	Wan Hai Lines Peru S.A.C.	Peru	Transportation and shipping agency services	20	20	2,476	1.00 %	30	387	4	Indirect subsidiary (Note 3)
WHL Hongkong	Dawin Logistics (International) Limited	Hong Kong	Managing container, storage and logistics services	570,480	570,480	144,640,000	100.00 %	922,246	10,885	10,885	Indirect subsidiary (Note 3)
Bravely International Pte. Ltd.	Bravely (Myanmar) Transport and Logistics Company Limited	Myanmar	House rental and management services	127,584	127,584	4,000,000	80.00 %	95,194	(1,288)	(1,030)	Indirect subsidiary (Note 3)
WAN HAI LINES (USA) LTD.	Wan Hai Lines (Arizona) LLC.	America	House rental and management	359,760	359,760	-	100.00 %	377,033	1,562	1,562	Indirect subsidiary (Note 1、3)

Note 1: Limited companies with no common shares issued.

Note 2: The difference is due to the unrealized gain /loss.

Note 3: Eliminated in the consolidated financial statements.

Note 4: The recognition of investment gains and lossess in the current period is based on the financial reports of investee compaines that have not been reviewed by the accountants during the same period.

Note 5:The liquuidation process was completed in March, 2020.

(c) Information on investment in Mainland China

1. Information on investment in Mainland China:

Name of the investee in Mainland China	Major operations	Issued capital	Method of investment	Beginning remittance balance - Cumulative investment (amount) from Taiwan	Current remittance/recoverable investment (amount)		Ending remittance balance - Cumulative investment (amount) from Taiwan	Net income (loss) of the investee	Direct /indirect shareholding (%) by the Company	Current investment gains and losses (Note 2)	Carrying Amount	Accumulated Inward Remittance of Earnings
					Remittance amount	Recoverable amount						
Guangzhou Wan Hai Information Technology Ltd.	Information software service	7,922	(1)	-	-	-	-	(5,623)	100.00 %	(5,623)	18,071	-
Shenzhen Uniwin International Logistics Ltd.	Freight transportation and acting as agent for transport affairs	644,016	(1)	-	-	-	-	10,614	100.00 %	10,614	787,318	-
Clipper International Shipping Agency Ltd.	International shipping agency services	4,070	(1)	-	-	-	-	10,512	49.00 %	5,151	4,726	-
Blue Ocean Logistics (Shanghai) Ltd.	Containers, storage and international transportation services	32,596	(1)	-	-	-	-	(683)	100.00 %	(683)	66,593	-
Shenzhen Yong Chun International Shipping Management Co., Ltd.	International shipping management	29,068	(1)	-	-	-	-	1,105	90.00 %	995	24,883	-
Wan Hang Tours Co., Ltd.	Retailing and Catering management	287,330	(1)	-	-	-	-	(6,229)	50.00 %	(3,115)	116,646	-
Qingdao port & Win International Logistics Co., Ltd.	Container yard station	50,188	(1)	-	-	-	-	3,103	50.00 %	1,552	39,337	-

Note 1: Indirectly invested in Mainland China through investees.
Note 2: The investment income (loss) recognized in current period was audited and certified by the CPA of the Company.

2. Limitation on investment in Mainland China:

Aggregate investment amount remitted from Taiwan to Mainland China at the end of the period	Investment amount approved by Investment Commission of Ministry of Economic Affairs	Limitation on investment in Mainland China by Investment Commission of Ministry of Economic Affairs
-	1,131,368	21,660,644

Note: The Company's investments in Mainland China were mostly from the investees' self-owned capital in indirect subsidiaries.

3. Significant transactions:

As of March 31, 2020, the significant inter-company transactions with the subsidiary in Mainland China, which were eliminated in the preparation of consolidated financial statements, are disclosed in "Information on significant transactions".

(d) Major shareholders:

Shareholding / Shareholder's Name	Shares	Percentage
Yi Chun (Liberia) Shipping Co., Ltd.	285,234,291	12.85 %
TCE	170,902,859	7.70 %
CCE	170,902,859	7.70 %
Asia Pacific Logistics International Co., Ltd.	166,854,398	7.52 %

(14) Segment Information

The segment's operating results are reviewed regularly by the entity's chief operating decision maker to make decisions pertaining to the allocation of resources to the segment and to assess its performance for which the discrete financial information is available. Only one reportable segment of the Consolidated Company was identified, and it is mainly associated with shipping operations. Please refer to the consolidated balance sheets and consolidated statements of income for segment profit or loss, and segment asset details.