

**PRESIDENT CHAIN STORE CORP. AND  
SUBSIDIARIES  
CONSOLIDATED FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REVIEW REPORT  
JUNE 30, 2024 AND 2023**

---

For the convenience of readers and for information purpose only, the auditors' report and the accompanying financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. In the event of any discrepancy between the English version and the original Chinese version or any differences in the interpretation of the two versions, the Chinese-language auditors' report and financial statements shall prevail.

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
CONSOLIDATED FINANCIAL STATEMENTS AND  
INDEPENDENT AUDITORS' REVIEW REPORT  
JUNE 30, 2024 AND 2023  
CONTENTS

Contents	Page/Reference
1. Cover	1
2. Contents	2 ~ 3
3. Independent auditors' review report	4 ~ 5
4. Consolidated balance sheets	6 ~ 7
5. Consolidated statements of comprehensive income	8 ~ 9
6. Consolidated statements of changes in equity	10
7. Consolidated statements of cash flows	11 ~ 12
8. Notes to the consolidated financial statements	13 ~ 64
(1) History and organization	13
(2) The date of authorization for issuance of the consolidated financial statements and procedures for authorization	13
(3) Application of new standards, amendments and interpretations	13 ~ 15
(4) Summary of material accounting policies	15 ~ 19
(5) Critical accounting judgements, estimates and key sources of assumption uncertainty	19
(6) Details of significant accounts	19 ~ 46
(7) Related party transactions	47 ~ 51

Contents	Page/Reference
(8) Pledged assets	52
(9) Significant contingent liabilities and unrecognized contract commitments	52
(10) Significant disaster loss	52
(11) Significant events after the balance sheet date	52
(12) Others	52 ~ 61
(13) Supplementary disclosure	62
(14) Segment information	63 ~ 64

## INDEPENDENT AUDITORS' REVIEW REPORT

To the Board of Directors and Shareholders of President Chain Store Corp.

### ***Introduction***

We have reviewed the accompanying consolidated balance sheets of President Chain Store Corp. and subsidiaries as at June 30, 2024 and 2023, and the related consolidated statements of comprehensive income for the three months and six months then ended, as well as the consolidated statements of changes in equity and of cash flows for the six months then ended, and notes to the consolidated financial statements, including a summary of material accounting policies. Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" that came into effect as endorsed by the Financial Supervisory Commission. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

### ***Scope of Review***

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

### ***Basis for Qualified Conclusion***

As explained in Notes 4(3) and 6(7), the financial statements of certain insignificant consolidated subsidiaries and investments accounted for using the equity method were not reviewed by independent auditors. Those statements reflect total assets of NT\$59,435,556 thousand and NT\$57,728,348 thousand, constituting 23% and 24% of the consolidated total assets, and total liabilities of NT\$36,820,015 thousand and NT\$34,432,706 thousand, constituting 17% and 17% of the consolidated total liabilities as at June 30, 2024 and 2023, respectively, and total comprehensive income of NT\$401,099 thousand,

NT\$635,898 thousand, NT\$1,028,731 thousand and NT\$1,292,014 thousand, constituting 9%, 18%, 11% and 19% of the consolidated total comprehensive income for the three months and six months then ended.

### ***Qualified Conclusion***

Except for the adjustments to the consolidated financial statements, if any, as might have been determined to be necessary had the financial statements of certain insignificant consolidated subsidiaries and investments accounted for using the equity method, been reviewed by independent auditors, that we might have become aware of had it not been for the situation described above, 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 President Chain Store Corp. and subsidiaries as at June 30, 2024 and 2023, and of its consolidated financial performance for the three months and six months then ended and its consolidated cash flows for the six months then ended in accordance with Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” that came into effect as endorsed by the Financial Supervisory Commission.

---

Yi-Chang, Liang

---

Se-Kai, Lin

For and on behalf of PricewaterhouseCoopers, Taiwan  
July 31, 2024

-----  
The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than the Republic of China. The standards, procedures and practices in the Republic of China governing the audit of such financial statements may differ from those generally accepted in countries and jurisdictions other than the Republic of China. Accordingly, the accompanying consolidated financial statements and independent auditors’ report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in the Republic of China, and their applications in practice.

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
CONSOLIDATED BALANCE SHEETS  
JUNE 30, 2024, DECEMBER 31, 2023 AND JUNE 30, 2023  
(Expressed in thousands of New Taiwan dollars)

Assets	Notes	June 30, 2024		December 31, 2023		June 30, 2023		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	
<b>Current assets</b>								
1100	Cash and cash equivalents	6(1)	\$ 51,564,880	20	\$ 48,929,582	19	\$ 48,226,332	20
1110	Financial assets at fair value	6(2)						
	through profit or loss - current		1,572,540	-	943,266	-	1,070,644	1
1136	Current financial assets at	6(3)						
	amortized cost - current		6,771,657	2	6,978,609	3	-	-
1170	Accounts receivable, net	6(4) and 7	7,573,373	3	7,340,609	3	6,334,427	3
1200	Other receivables		4,534,707	2	2,929,500	1	3,276,048	1
1220	Current income tax assets	6(33)	13,251	-	8,276	-	4,037	-
130X	Inventories, net	6(5)	20,349,242	8	23,427,376	9	19,496,053	8
1410	Prepayments		1,629,909	1	1,608,202	1	1,943,523	1
1470	Other current assets		2,850,139	1	2,707,993	1	2,751,407	1
11XX	<b>Total current Assets</b>		<u>96,859,698</u>	<u>37</u>	<u>94,873,413</u>	<u>37</u>	<u>83,102,471</u>	<u>35</u>
<b>Non-current assets</b>								
1510	Financial assets at fair value	6(2)						
	through profit or loss – non-current		85,480	-	85,480	-	85,480	-
1517	Financial assets at fair value	6(6)						
	through other comprehensive income - non-current		1,420,292	1	1,019,411	1	917,394	-
1550	Investments accounted for using	6(7)						
	equity method		13,704,655	5	13,669,294	5	13,932,689	6
1600	Property, plant and equipment, net	6(8), 7 and 8	39,407,205	15	37,505,212	15	35,315,526	15
1755	Right-of-use assets	6(9) and 7	88,726,533	34	88,197,513	34	85,703,230	36
1760	Investment property, net	6(11) and 8	3,132,629	1	3,214,862	1	2,893,840	1
1780	Intangible assets	6(12) and 7	9,257,097	3	9,508,023	4	9,533,863	4
1840	Deferred income tax assets	6(33)	3,061,008	1	3,300,753	1	3,342,187	1
1900	Other non-current assets	6(13), 7 and 8	7,281,065	3	5,978,511	2	5,738,737	2
15XX	<b>Total non-current assets</b>		<u>166,075,964</u>	<u>63</u>	<u>162,479,059</u>	<u>63</u>	<u>157,462,946</u>	<u>65</u>
1XXX	<b>Total assets</b>		<u>\$ 262,935,662</u>	<u>100</u>	<u>\$ 257,352,472</u>	<u>100</u>	<u>\$ 240,565,417</u>	<u>100</u>

(Continued)

**PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES**  
**CONSOLIDATED BALANCE SHEETS**  
**JUNE 30, 2024, DECEMBER 31, 2023 AND JUNE 30, 2023**  
(Expressed in thousands of New Taiwan dollars)

Liabilities and Equity	Notes	June 30, 2024		December 31, 2023		June 30, 2023		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	
<b>Current Liabilities</b>								
2100	Short-term borrowings	6(15)	\$ 6,823,602	3	\$ 9,798,343	4	\$ 13,625,302	6
2110	Short-term notes and bills payable	6(16)	1,499,047	-	3,497,090	1	-	-
2130	Contract liabilities - current	6(26)	7,756,703	3	7,310,995	3	7,271,946	3
2150	Notes payable	7	2,252,246	1	2,204,719	1	1,040,637	-
2170	Accounts payable		29,234,710	11	28,401,121	11	24,414,664	10
2180	Accounts payable - related parties	7	4,138,965	2	3,670,965	1	3,647,934	2
2200	Other payables	6(17) and 7	42,178,620	16	33,134,376	13	36,107,340	15
2230	Current income tax liabilities	6(33)	2,320,050	1	2,341,093	1	1,890,337	1
2280	Lease liabilities - current	7	14,637,841	6	14,599,887	6	14,475,590	6
2320	Long-term liabilities, current portion	6(19) and 8	459,012	-	206,899	-	277,833	-
2399	Other current liabilities, others	6(18)	3,770,508	1	3,718,051	1	3,542,531	1
21XX	<b>Total current Liabilities</b>		<u>115,071,304</u>	<u>44</u>	<u>108,883,539</u>	<u>42</u>	<u>106,294,114</u>	<u>44</u>
<b>Non-current liabilities</b>								
2527	Contract liabilities - non-current	6(26)	738,470	-	679,083	-	576,315	-
2540	Long-term borrowings	6(19) and 8	9,109,287	4	6,351,627	3	805,001	-
2570	Deferred income tax liabilities	6(33)	5,285,292	2	6,340,077	3	6,324,502	3
2580	Lease liabilities - non-current	7	78,645,578	30	78,066,236	30	75,655,378	32
2640	Net defined benefit liability - non-current	6(20)	3,144,170	1	3,339,478	1	3,340,629	2
2670	Other non-current liabilities, others	6(21)	5,882,042	2	5,845,032	2	5,714,899	2
25XX	<b>Total non-current liabilities</b>		<u>102,804,839</u>	<u>39</u>	<u>100,621,533</u>	<u>39</u>	<u>92,416,724</u>	<u>39</u>
2XXX	<b>Total Liabilities</b>		<u>217,876,143</u>	<u>83</u>	<u>209,505,072</u>	<u>81</u>	<u>198,710,838</u>	<u>83</u>
<b>Equity attributable to owners of the parent</b>								
<b>Share capital</b>								
3110	Share capital - common stock	6(22)	10,396,223	4	10,396,223	4	10,396,223	4
<b>Capital surplus</b>								
3200	Capital surplus	6(23)	90,305	-	90,300	-	87,807	-
<b>Retained earnings</b>								
3310	Legal reserve	6(24)	16,364,599	6	15,302,251	6	15,302,251	6
3320	Special reserve		-	-	54,625	-	54,625	-
3350	Unappropriated retained earnings		7,878,836	3	11,939,629	5	6,691,449	3
<b>Other equity</b>								
3400	Other equity interest	6(25)	1,794,564	1	61,479	-	320,897	-
31XX	<b>Total equity attributable to owners of the parent</b>		<u>36,524,527</u>	<u>14</u>	<u>37,844,507</u>	<u>15</u>	<u>32,853,252</u>	<u>13</u>
36XX	<b>Non-controlling interest</b>		<u>8,534,992</u>	<u>3</u>	<u>10,002,893</u>	<u>4</u>	<u>9,001,327</u>	<u>4</u>
3XXX	<b>Total equity</b>		<u>45,059,519</u>	<u>17</u>	<u>47,847,400</u>	<u>19</u>	<u>41,854,579</u>	<u>17</u>
3X2X	<b>Total liabilities and equity</b>		<u>\$ 262,935,662</u>	<u>100</u>	<u>\$ 257,352,472</u>	<u>100</u>	<u>\$ 240,565,417</u>	<u>100</u>

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

**PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2024 AND 2023**  
(Expressed in thousands of New Taiwan dollars, except for earnings per share amounts)

Items	Notes	Three months ended June 30				Six months ended June 30				
		2024		2023		2024		2023		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%	
4000	Operating revenue	6(26) and 7	\$ 82,841,047	100	\$ 77,586,335	100	\$ 163,911,829	100	\$ 153,060,544	100
5000	Operating costs	6(5)(27) and 7	( 54,452,414)	( 65)	( 51,457,570)	( 67)	( 108,042,811)	( 66)	( 101,091,369)	( 66)
5900	Gross profit		<u>28,388,633</u>	<u>35</u>	<u>26,128,765</u>	<u>33</u>	<u>55,869,018</u>	<u>34</u>	<u>51,969,175</u>	<u>34</u>
	Operating expenses	6(27)(28)								
6100	Selling expenses		( 21,645,506)	( 26)	( 19,870,884)	( 26)	( 42,416,737)	( 26)	( 39,369,028)	( 26)
6200	General and administrative expenses		( 3,070,949)	( 4)	( 2,737,233)	( 3)	( 6,106,319)	( 3)	( 5,636,948)	( 4)
6450	Expected credit losses	12(2)	( 2,854)	-	( 17,800)	-	( 24,971)	-	( 17,914)	-
6000	Total operating expenses		( <u>24,719,309</u> )	( <u>30</u> )	( <u>22,625,917</u> )	( <u>29</u> )	( <u>48,548,027</u> )	( <u>29</u> )	( <u>45,023,890</u> )	( <u>30</u> )
6900	Operating profit		<u>3,669,324</u>	<u>5</u>	<u>3,502,848</u>	<u>4</u>	<u>7,320,991</u>	<u>5</u>	<u>6,945,285</u>	<u>4</u>
	Non-operating income and expenses									
7100	Interest income	6(29)	459,145	1	377,000	-	887,008	1	681,138	-
7010	Other income	6(30)	684,178	1	605,355	1	1,294,507	1	1,148,984	1
7020	Other gains and losses	6(31)	281,226	-	( 8,107)	-	252,223	-	( 38,378)	-
7050	Finance costs	6(32) and 7	( 396,506)	( 1)	( 321,873)	-	( 775,306)	( 1)	( 643,246)	-
7060	Share of profit of associates and joint ventures accounted for using equity method	6(7)	<u>28,554</u>	-	( <u>108,504</u> )	-	<u>134,767</u>	-	<u>40,350</u>	-
7000	Total non-operating income and expenses		<u>1,056,597</u>	<u>1</u>	<u>543,871</u>	<u>1</u>	<u>1,793,199</u>	<u>1</u>	<u>1,188,848</u>	<u>1</u>
7900	<b>Profit before income tax</b>		<u>4,725,921</u>	<u>6</u>	<u>4,046,719</u>	<u>5</u>	<u>9,114,190</u>	<u>6</u>	<u>8,134,133</u>	<u>5</u>
7950	Income tax expense	6(33)	( <u>775,560</u> )	( <u>1</u> )	( <u>942,850</u> )	( <u>1</u> )	( <u>1,726,313</u> )	( <u>1</u> )	( <u>1,775,938</u> )	( <u>1</u> )
8000	<b>Profit for the period from continuing operations</b>		<u>3,950,361</u>	<u>5</u>	<u>3,103,869</u>	<u>4</u>	<u>7,387,877</u>	<u>5</u>	<u>6,358,195</u>	<u>4</u>
8200	<b>Profit for the period</b>		<u>\$ 3,950,361</u>	<u>5</u>	<u>\$ 3,103,869</u>	<u>4</u>	<u>\$ 7,387,877</u>	<u>5</u>	<u>\$ 6,358,195</u>	<u>4</u>

(Continued)



**PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**  
**THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2024 AND 2023**  
(Expressed in thousands of New Taiwan dollars, except for earnings per share amounts)

Items	Notes	Three months ended June 30				Six months ended June 30				
		2024		2023		2024		2023		
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%	
<b>Other comprehensive income (loss)</b>										
8316	Unrealized gain on valuation of equity instruments at fair value through other comprehensive income	6(6)(25)	\$ 209,213	-	\$ 41,308	-	\$ 400,881	-	\$ 69,913	-
8320	Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will not be reclassified to profit or loss	6(25)	2,102	-	3,608	-	4,204	-	4,308	-
8349	Income tax related to the components of other comprehensive income that will not be reclassified to profit or loss	6(25)(33)	(2,514)	-	2,280	-	(708)	-	208	-
8310	Components of other comprehensive income that will not be reclassified to profit or loss		208,801	-	47,196	-	404,377	-	74,429	-
8361	Financial statements translation differences of foreign operations		199,818	-	479,297	1	1,357,688	1	378,027	-
8370	Share of other comprehensive income (loss) of associates and joint ventures accounted for using equity method that will be reclassified to profit or loss	6(25)	12,363	-	(2,501)	-	(2,188)	-	(13,049)	-
8360	Components of other comprehensive income that will be reclassified to profit or loss		212,181	-	476,796	1	1,355,500	1	364,978	-
8300	<b>Total other comprehensive income for the period</b>		<u>\$ 420,982</u>	<u>-</u>	<u>\$ 523,992</u>	<u>1</u>	<u>\$ 1,759,877</u>	<u>1</u>	<u>\$ 439,407</u>	<u>-</u>
8500	<b>Total comprehensive income for the period</b>		<u>\$ 4,371,343</u>	<u>5</u>	<u>\$ 3,627,861</u>	<u>5</u>	<u>\$ 9,147,754</u>	<u>6</u>	<u>\$ 6,797,602</u>	<u>4</u>
Profit attributable to:										
8610	Owners of the parent		\$ 3,356,028	4	\$ 2,553,940	3	\$ 6,300,394	4	\$ 5,374,541	3
8620	Non-controlling interests		594,333	1	549,929	1	1,087,483	1	983,654	1
			<u>\$ 3,950,361</u>	<u>5</u>	<u>\$ 3,103,869</u>	<u>4</u>	<u>\$ 7,387,877</u>	<u>5</u>	<u>\$ 6,358,195</u>	<u>4</u>
Comprehensive income attributable to:										
8710	Owners of the parent		\$ 3,835,126	4	\$ 3,053,375	4	\$ 8,033,479	5	\$ 5,750,063	3
8720	Non-controlling interests		536,217	1	574,486	1	1,114,275	1	1,047,539	1
			<u>\$ 4,371,343</u>	<u>5</u>	<u>\$ 3,627,861</u>	<u>5</u>	<u>\$ 9,147,754</u>	<u>6</u>	<u>\$ 6,797,602</u>	<u>4</u>
9750	Basic earnings per share	6(34)	\$ 3.23		\$ 2.46		\$ 6.06		\$ 5.17	
9850	Diluted earnings per share	6(34)	\$ 3.22		\$ 2.45		\$ 6.05		\$ 5.16	

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

Chairman: Lo, Chih-Hsien

President: Huang, Jui-Tien

Accounting Manager: Lee, Johnyih

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY  
SIX MONTHS ENDED JUNE 30, 2024 AND 2023  
(Expressed in thousands of New Taiwan dollars)

		Equity attributable to owners of the parent									
		Retained earnings					Other equity interest				
		Share capital - common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Financial statements translation differences of foreign operations	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Total	Non-controlling interest	Total equity
Notes											
<b>Six months ended June 30, 2023</b>											
		\$ 10,396,223	\$ 87,852	\$ 14,323,836	\$ 1,921,515	\$ 9,784,279	(\$ 590,018)	\$ 535,393	\$ 36,459,080	\$ 9,189,003	\$ 45,648,083
		-	-	-	-	5,374,541	-	-	5,374,541	983,654	6,358,195
		-	-	-	-	-	301,211	74,311	375,522	63,885	439,407
		-	-	-	-	5,374,541	301,211	74,311	5,750,063	1,047,539	6,797,602
		Distribution of 2022 earnings:									
		-	-	978,415	-	( 978,415 )	-	-	-	-	-
		-	-	-	-	( 9,356,600 )	-	-	( 9,356,600 )	-	( 9,356,600 )
		-	-	-	-	-	-	-	-	( 1,235,215 )	( 1,235,215 )
		-	-	-	( 1,866,890 )	1,866,890	-	-	-	-	-
		-	51	-	-	-	-	-	51	-	51
		-	-	-	-	754	-	-	754	-	754
		-	( 96 )	-	-	-	-	-	( 96 )	-	( 96 )
		\$ 10,396,223	\$ 87,807	\$ 15,302,251	\$ 54,625	\$ 6,691,449	(\$ 288,807)	\$ 609,704	\$ 32,853,252	\$ 9,001,327	\$ 41,854,579
<b>Six months ended June 30, 2024</b>											
		\$ 10,396,223	\$ 90,300	\$ 15,302,251	\$ 54,625	\$ 11,939,629	(\$ 649,458)	\$ 710,937	\$ 37,844,507	\$ 10,002,893	\$ 47,847,400
		-	-	-	-	6,300,394	-	-	6,300,394	1,087,483	7,387,877
		-	-	-	-	-	1,328,059	405,026	1,733,085	26,792	1,759,877
		-	-	-	-	6,300,394	1,328,059	405,026	8,033,479	1,114,275	9,147,754
		Distribution of 2023 earnings:									
		-	-	1,062,348	-	( 1,062,348 )	-	-	-	-	-
		-	-	-	-	( 9,356,600 )	-	-	( 9,356,600 )	-	( 9,356,600 )
		-	-	-	-	-	-	-	-	( 2,746,640 )	( 2,746,640 )
		-	-	-	( 54,625 )	54,625	-	-	-	-	-
		-	-	-	-	-	-	-	-	164,464	164,464
		-	5	-	-	-	-	-	5	-	5
		-	-	-	-	3,136	-	-	3,136	-	3,136
		\$ 10,396,223	\$ 90,305	\$ 16,364,599	\$ -	\$ 7,878,836	\$ 678,601	\$ 1,115,963	\$ 36,524,527	\$ 8,534,992	\$ 45,059,519

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

Chairman: Lo, Chih-Hsien

President: Huang, Jui-Tien

Accounting Manager: Lee, Johnyih

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
SIX MONTHS ENDED JUNE 30, 2024 AND 2023  
(Expressed in thousands of New Taiwan dollars)

	Notes	Six months ended June 30	
		2024	2023
<b><u>CASH FLOWS FROM OPERATING ACTIVITIES</u></b>			
Consolidated profit before income tax for the period		\$ 9,114,190	\$ 8,134,133
Adjustments to reconcile before income tax to net cash provided by operating activities			
Income and expenses having no effect on cash flows			
Gain on valuation of financial assets at fair value through profit or loss	6(2)	( 9,002 )	( 5,786 )
Expected credit losses	12(2)	24,971	17,914
Depreciation expense	6(8)(9)(27)	11,769,652	11,277,856
Amortization expense	6(27)	405,119	355,750
Depreciation of investment property	6(11)(31)	81,432	78,395
Finance costs	6(32)	775,306	643,246
Share of profit of associates and joint ventures accounted for using equity method	6(7)	( 134,767 )	( 40,350 )
Loss on disposal of property, plant and equipment, net	6(31)	13,262	14,441
Gain from disposal of investment property	6(31)	( 1,835 )	-
Gain from disposal of subsidiaries	6(31)(35)	( 292,954 )	-
Gain from lease modification	6(9)(31)	( 54,203 )	( 50,531 )
Interest income	6(29)	( 887,008 )	( 681,138 )
Dividend income	6(30)	( 99,348 )	( 51,596 )
Changes in assets/liabilities relating to operating activities			
Net changes in assets relating to operating activities			
Financial assets at fair value through profit or loss		( 620,272 )	( 533,668 )
Accounts receivable		( 339,916 )	348,907
Other receivables		( 1,358,694 )	( 562,619 )
Inventories		2,798,759	2,174,400
Prepayments		( 39,181 )	143,300
Other current assets		( 142,146 )	223,226
Net changes in liabilities relating to operating activities			
Contract liabilities - current		504,567	422,027
Accounts payable		2,041,679	( 780,385 )
Notes payable		47,527	( 1,164,555 )
Other payables		( 969,446 )	( 2,989,583 )
Advance receipts		52,458	( 50,377 )
Contract liabilities - non-current		61,041	( 12,002 )
Net defined benefit liabilities		( 195,308 )	( 127,627 )
Cash inflow generated from operations		22,545,883	16,783,378
Interest received		840,266	668,308
Income tax paid		( 2,590,431 )	( 1,757,042 )
Interest paid		( 778,597 )	( 643,292 )
Dividend received		605	30,501
Net cash flows from operating activities		<u>20,017,726</u>	<u>15,081,853</u>

(Continued)

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
CONSOLIDATED STATEMENTS OF CASH FLOWS  
SIX MONTHS ENDED JUNE 30, 2024 AND 2023  
(Expressed in thousands of New Taiwan dollars)

	Notes	Six months ended June 30	
		2024	2023
<b><u>CASH FLOWS FROM INVESTING ACTIVITIES</u></b>			
Proceeds from disposal of financial assets at amortized cost - current		\$ 550,618	\$ -
Acquisition of investments accounted for using equity method		-	( 5,442,963 )
Proceeds from disposal of subsidiary (net of cash and cash equivalents of disposed subsidiary)	6(35)	88,804	-
Acquisition of property, plant and equipment	6(35)	( 7,033,360 )	( 6,855,493 )
Payment of interest from acquisition of property, plant and equipment	6(8)	( 3,834 )	-
Proceeds from disposal of property, plant and equipment		296,767	202,046
Acquisition of investment property	6(11)	-	( 27,228 )
Proceeds from disposal of investment property		17,931	-
Acquisition of intangible assets	6(12)	( 102,075 )	( 158,444 )
Increase in guarantee deposits paid		( 88,237 )	( 99,455 )
Prepaid land	6(13)	( 900,000 )	( 300,000 )
Increase in other non-current assets		( 406,347 )	( 717,799 )
Net cash flows used in investing activities		( 7,579,733 )	( 13,399,336 )
<b><u>CASH FLOWS FROM FINANCING ACTIVITIES</u></b>			
(Decrease) increase in short-term borrowings	6(36)	( 2,980,768 )	4,374,780
Decrease in short-term notes and bills payable	6(36)	( 1,998,043 )	-
Increase in long-term borrowings	6(36)	14,209,320	456,332
Repayment of long-term borrowings	6(36)	( 11,199,503 )	( 189,303 )
Payments of lease liabilities	6(9)(36)	( 7,367,949 )	( 7,164,866 )
Guarantee deposits received	6(36)	9,861	169,487
Increase (decrease) in other non-current liabilities	6(36)	2,863	( 6,293 )
Change in non-controlling interests		( 37,015 )	( 1,700 )
Payment of cash dividends - subsidiaries	6(36)	( 1,796,312 )	-
Payments of unpaid cash dividends from previous year transferred to capital reserve		-	( 96 )
Net cash flows used in financing activities		( 11,157,546 )	( 2,361,659 )
Effect of foreign exchange rate changes on cash and cash equivalents		1,354,851	365,096
Increase (decrease) in cash and cash equivalents		2,635,298	( 314,046 )
Cash and cash equivalents at beginning of period		48,929,582	48,540,378
Cash and cash equivalents at end of period		<u>\$ 51,564,880</u>	<u>\$ 48,226,332</u>

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

Chairman: Lo, Chih-Hsien

President: Huang, Jui-Tien

Accounting Manager: Lee, Johnyih

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS  
JUNE 30, 2024 AND 2023

(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

1. HISTORY AND ORGANIZATION

(1) President Chain Store Corp. (the “Company”) was established on June 10, 1987. The main businesses of the Company and its subsidiaries (collectively referred herein as the “Group”) are managing convenience stores, restaurants, drugstores, department stores, supermarkets and online shopping stores. Business areas include Taiwan, Mainland China, Philippines and Japan. The common shares of the Company have been listed on the Taiwan Stock Exchange since August 22, 1997. Details of the Group’s main operating activities and segment information are provided in Notes 4 and 14.

(2) The Group’s ultimate parent company is Uni-President Enterprises Corp., which holds a 45.4% equity interest in the Company.

2. THE DATE OF AUTHORIZATION FOR ISSUANCE OF THE CONSOLIDATED FINANCIAL STATEMENTS AND PROCEDURES FOR AUTHORIZATION

These consolidated financial statements were authorized for issuance by the Board of Directors on July 31, 2024.

3. APPLICATION OF NEW STANDARDS, AMENDMENTS AND INTERPRETATIONS

(1) Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards (“IFRS<sup>®</sup>”) Accounting Standards that came into effect as endorsed by the Financial Supervisory Commission (“FSC”)

New standards, interpretations and amendments endorsed by FSC and became effective from 2024 are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
Amendments to IFRS 16, ‘Lease liability in a sale and leaseback’	January 1, 2024
Amendments to IAS 1, ‘Classification of liabilities as current or non-current’	January 1, 2024
Amendments to IAS 1, ‘Non-current liabilities with covenants’	January 1, 2024
Amendments to IAS 7 and IFRS 7, ‘Supplier finance arrangements’	January 1, 2024

The above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment.

(2) Effect of new issuances of or amendments to IFRS Accounting Standards as endorsed by the FSC but not yet adopted by the Group

New standards, interpretations and amendments endorsed by FSC and became effective from 2025 are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
Amendments to IAS 21, 'Lack of exchangeability'	January 1, 2025

(3) IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRS Accounting Standards as endorsed by the FSC are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date by International Accounting Standards Board</u>
Amendments to IFRS 9 and IFRS 7, 'Amendments to the classification and measurement of financial instruments'	January 1, 2026
Amendments to IFRS 10 and IAS 28, 'Sale or contribution of assets between an investor and its associate or joint venture'	To be determined by International Accounting Standards Board
IFRS 17, 'Insurance contracts'	January 1, 2023
Amendments to IFRS 17, 'Insurance contracts'	January 1, 2023
Amendment to IFRS 17, 'Initial application of IFRS 17 and IFRS 9 – comparative information'	January 1, 2023
IFRS 18, 'Presentation and disclosure in financial statements'	January 1, 2027
IFRS 19, 'Subsidiaries without public accountability: disclosures'	January 1, 2027
Annual Improvements to IFRS Accounting Standards –Volume 11	January 1, 2026

Except for the following, the above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment:

A. Amendments to IFRS 9 and IFRS 7, 'Amendments to the classification and measurement of financial instruments'

Update the disclosures for equity instruments designated at fair value through other comprehensive income (FVOCI). The entity shall disclose the fair value of each class of investment and is no longer required to disclose the fair value of each investment. In addition, the amendments require the entity to disclose the fair value gain or loss presented in other comprehensive income during the period, showing separately the fair value gain or loss related to investments derecognized during the reporting period and the fair value gain or loss related to investments held at the end of the reporting period; and any transfers of the cumulative gain or loss within equity during the reporting period related to the investments derecognized during that reporting period.

B. IFRS 18, ‘Presentation and disclosure in financial statements’

IFRS 18, ‘Presentation and disclosure in financial statements’ replaces IAS 1. The standard introduces a defined structure of the statement of profit or loss, disclosure requirements related to management-defined performance measures, and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes.

4. SUMMARY OF MATERIAL ACCOUNTING POLICIES

Except for the compliance statement, basis of preparation, basis of consolidation, and the additional descriptions described below, the other principal accounting policies are in agreement with Note 4 of the consolidated financial statements for the year ended December 31, 2023. These policies have been consistently applied to all the periods presented, unless otherwise stated.

(1) Compliance statement

- A. The consolidated financial statements of the Group have been prepared in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” and the International Accounting Standard 34, ‘Interim Financial Reporting’ that came into effect as endorsed by the FSC.
- B. The consolidated financial statements should be read together with the consolidated financial statements for the year ended December 31, 2023.

(2) Basis of preparation

- A. Except for the following items, the consolidated financial statements have been prepared under the historical cost convention:
  - (a) Financial assets at fair value through profit or loss.
  - (b) Financial assets at fair value through other comprehensive income.
  - (c) Defined benefit liabilities recognized based on the net amount of pension fund assets less the present value of defined benefit obligations.
- B. The preparation of financial statements, in conformity with International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations that came into effect as endorsed by the FSC (collectively referred herein as the “IFRSs”), requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group’s accounting policies. The areas involving a higher degree of judgement or complexity, or areas where assumptions and estimates are significant to the consolidated financial statements are disclosed in Note 5.

(3) Basis of consolidation

- A. The basis for preparation of consolidated financial statements is as follows:
  - (a) The basis for preparation of these consolidated financial statements is consistent with those for the preparation of consolidated financial statements for the year ended December 31, 2023.
  - (b) The details of the individual financial statements of the Company’s subsidiaries reviewed or unreviewed by the independent auditors are summarized below:

Name of the subsidiaries	June 30, 2024	June 30, 2023
Retail Support International Corp.	Financial statements were reviewed	Financial statements were reviewed
President Chain Store (BVI) Holdings Ltd.	"	"
Shan Dong President Yinzuo Commercial Limited	NOTE	"
Mech-President Corp.	Financial statements were reviewed	"
President Transnet Corp.	"	"
President Drugstore Business Corp.	"	"
Books.com. Co., Ltd.	"	"
Uni-President Cold-Chain Corp.	"	"
President Chain Store (Hong Kong) Holdings Limited	"	"
President Pharmaceutical Corp.	"	"
Uni-Wonder Corp.	"	"
President Chain Store (Shanghai) Ltd.	"	Financial statements were unreviewed
Other subsidiaries	Financial statements were unreviewed	"

Note: The Group sold 55% of its equity interest in its subsidiary, Shan Dong President Yinzuo Commercial Limited in April, 2024.

(c) The financial statements of the subsidiary, Philippine Seven Corp., for the year ended December 31, 2024 were audited by other independent auditors, and the financial statements of other subsidiaries were audited by the same independent auditors as that appointed by the Company.

B. Subsidiaries included in the consolidated financial statements:

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Description
			June 30, 2024	December 31, 2023	June 30, 2023	
The Company	President Chain Store (BVI) Holdings Ltd.	Professional investment	100.00	100.00	100.00	
The Company	PCSC (China) Drugstore Limited	Professional investment	92.20	92.20	92.20	
The Company	Wisdom Distribution Service Corp.	Logistics and storage of publication and e-commerce	100.00	100.00	100.00	
The Company	President Drugstore Business Corp.	Sales of cosmetics, medicine and daily items	100.00	100.00	100.00	
The Company	Ren-Hui Investment Corp.	Professional investment	100.00	100.00	100.00	
The Company	Capital Marketing Consultant Corp.	Enterprise management consultancy	100.00	100.00	100.00	
The Company	President Lanyang Art Corporation	Art and cultural exhibition	100.00	100.00	100.00	
The Company	Cold Stone Creamery Taiwan Ltd.	Sales of ice cream	100.00	100.00	100.00	
The Company	President Chain Store Corporation Insurance Brokers Co., Ltd.	Insurance brokers	100.00	100.00	100.00	
The Company	21 Century Co., Ltd.	Operation of chain restaurants	100.00	100.00	100.00	



Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Description
			June 30, 2024	December 31, 2023	June 30, 2023	
The Company	President Being Corp.	Sports and entertainment business	100.00	100.00	100.00	
The Company	Uni-President Oven Bakery Corp.	Bread and pastry retailer	100.00	100.00	100.00	
The Company	President Chain Store Tokyo Marketing Corp.	Trade and enterprise management consultancy	100.00	100.00	100.00	
The Company	ICASH Corp.	Electronic ticketing and electronic payment	100.00	100.00	100.00	
The Company	Uni-President Superior Commissary Corp.	Fresh food manufacture	90.00	90.00	90.00	
The Company	Q-ware Systems & Services Corp.	Information software services	86.76	86.76	86.76	
The Company	President Information Corp.	Enterprise information management and consultancy	86.00	86.00	86.00	
The Company	Mech-President Corp.	Gas station, installment and maintenance of elevators	80.87	80.87	80.87	
The Company	President Pharmaceutical Corp.	Sales of various health care products, cosmetics, and pharmaceuticals	73.74	73.74	73.74	
The Company	President Collect Service Corp.	Collection agent	70.00	70.00	70.00	
The Company	Uni-President Department Store Corp.	Department stores	70.00	70.00	70.00	
The Company	President Transnet Corp.	Delivery service	70.00	70.00	70.00	
The Company	Uni-President Cold-Chain Corp.	Low-temperature logistics and warehousing	60.00	60.00	60.00	
The Company	Uni-Wonder Corp.	Coffee chain store	60.00	60.00	60.00	
The Company	Duskin Serve Taiwan Co., Ltd.	Cleaning instruments leasing and selling	51.00	51.00	51.00	
The Company	Books.com. Co., Ltd.	Retail business without shop	50.03	50.03	50.03	
The Company	Retail Support International Corp.	Room-temperature logistics and warehousing	25.00	25.00	25.00	(a)
The Company	Connection Labs Ltd.	Other software and internet-related	100.00	100.00	100.00	
President Chain Store (BVI) Holdings Ltd.	President Chain Store (Labuan) Holdings Ltd.	Professional investment	100.00	100.00	100.00	
President Chain Store (BVI) Holdings Ltd.	President Chain Store (Hong Kong) Holdings Limited	Professional investment	100.00	100.00	100.00	
PCSC (China) Drugstore Limited	President Cosmed Chain Store (Shen Zhen) Co., Ltd.	Wholesale of merchandise	100.00	100.00	100.00	
Wisdom Distribution Service Corp.	President Logistics International Corp.	Trucking	20.00	20.00	20.00	
Uni-President Cold-Chain Corp.	President Logistics International Corp.	Trucking	25.00	25.00	25.00	
Uni-President Cold-Chain Corp.	Uni-President Logistics (BVI) Holdings Limited	Professional investment	100.00	100.00	100.00	
Retail Support International Corp.	Retail Support Taiwan Corp.	Room-temperature logistics and warehousing	51.00	51.00	51.00	
Retail Support International Corp.	President Logistics International Corp.	Trucking	49.00	49.00	49.00	
Retail Support Taiwan Corp.	President Logistics International Corp.	Trucking	6.00	6.00	6.00	
President Logistics International Corp.	Chieh Shun Logistics International Corp.	Trucking	100.00	100.00	100.00	

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Description
			June 30, 2024	December 31, 2023	June 30, 2023	
Capital Marketing Consultant Corp.	Uni-Capital Marketing Consultant Holding Co., Ltd.	Professional investment	100.00	100.00	100.00	
Uni-Capital Marketing Consultant Holding Co., Ltd.	Uni-Capital Marketing Consultant Corp.	Enterprise management consultancy	100.00	100.00	100.00	(b)
Capital Marketing Consultant Corp.	Uni-Sogood Marketing Consultant Philippines Corporation	Enterprise management consultancy	100.00	100.00	100.00	(c)
Mech-President Corp.	Tong Ching Corporation	Gas station	60.00	60.00	60.00	
President Pharmaceutical Corp.	President Pharmaceutical (Hong Kong) Holdings Limited	Sales of various health care products, cosmetics, and pharmaceuticals	100.00	100.00	100.00	
President Pharmaceutical (Hong Kong) Holdings Limited	President (Shanghai) Health Product Trading Company Ltd.	Sales of various health care products, cosmetics, and pharmaceuticals	100.00	100.00	100.00	
President Chain Store (Labuan) Holdings Ltd.	Philippine Seven Corporation	Convenience store	55.32	55.32	55.32	
Philippine Seven Corporation	Convenience Distribution Inc.	Logistics, warehousing and retail	100.00	100.00	100.00	
Philippine Seven Corporation	Store Sites Holding, Inc.	Professional investment	100.00	100.00	100.00	
President Chain Store (Hong Kong) Holdings Limited	PCSC (China) Drugstore Limited	Professional investment	7.80	7.80	7.80	
President Chain Store (Hong Kong) Holdings Limited	President Chain Store (Shanghai) Ltd.	Convenience store	100.00	100.00	100.00	
President Chain Store (Hong Kong) Holdings Limited	Shanghai President Logistics Co., Ltd.	Logistics and warehousing	100.00	100.00	100.00	
President Chain Store (Hong Kong) Holdings Limited	Shan Dong President Yinzuo Commercial Limited	Supermarkets	-	40.00	40.00	(d)
President Chain Store (Hong Kong) Holdings Limited	President Chain Store (Taizhou) Ltd.	Logistics and warehousing	100.00	100.00	100.00	
President Chain Store (Hong Kong) Holdings Limited	President Chain Store (Zhejiang) Ltd.	Convenience store	100.00	100.00	100.00	
President Chain Store (Hong Kong) Holdings Limited	Beauty Wonder (Zhejiang) Trading Co., Ltd.	Sales of cosmetics and medicine	100.00	100.00	100.00	
Shanghai President Logistics Co., Ltd.	Zhejiang Uni-Champion Logistics Development Co., Ltd.	Logistics and warehousing	50.00	50.00	50.00	
Shanghai President Logistics Co., Ltd.	President Logistic ShanDong Co., Ltd.	Logistics and warehousing	100.00	100.00	100.00	
Uni-President Logistics (BVI) Holdings Limited	Zhejiang Uni-Champion Logistics Development Co., Ltd.	Logistics and warehousing	50.00	50.00	50.00	
Ren-Hui Investment Corp.	Ren Hui Holding Co., Ltd.	Professional investment	100.00	100.00	100.00	
Ren-Hui Holdings Co., Ltd.	Shan Dong President Yinzuo Commercial Limited	Supermarkets	-	15.00	15.00	(d)

- (a) As the Company controls the financial and operating policies of Retail Support International Corp., the latter is included as a subsidiary in the consolidated financial statements.
- (b) The company was renamed in March 2024 (Formerly named as “Uni-Capital Marketing Consultant Corp.”).
- (c) The company established a new subsidiary in January 2023.
- (d) In April, 2024, the Group sold 55% of its equity interest in its subsidiary, Shan Dong President Yinzou Commercial Limited, resulting in the loss of control over the subsidiary. The Group recognized a gain of \$292,954, which was listed as "Other gains and losses" in the consolidated statements of comprehensive income. Information relating to the cash flows of this subsidiary is provided in Note 6(35).

C. Subsidiaries not included in the consolidated financial statements: None.

D. Adjustments for subsidiaries with different balance sheet dates: None.

E. Significant restrictions: None.

F. Subsidiaries that have non-controlling interests that are material to the Group: None.

(4) Employee benefits

Defined benefit plans

Pension cost for the interim period is calculated on a year-to-date basis by using the pension cost rate derived from the actuarial valuation at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-off events. And, the related information is disclosed accordingly.

(5) Income tax

A. The interim period income tax expense is recognized based on the estimated average annual effective income tax rate expected for the full financial year applied to the pretax income of the interim period, and the related information is disclosed accordingly.

B. If a change in tax rate is enacted or substantively enacted in an interim period, the Group recognizes the effect of the change immediately in the interim period in which the change occurs. The effect of the change on items recognized outside profit or loss is recognized in other comprehensive income or equity while the effect of the change on items recognized in profit or loss is recognized in profit or loss.

5. CRITICAL ACCOUNTING JUDGEMENTS, ESTIMATES AND KEY SOURCES OF ASSUMPTION UNCERTAINTY

There have been no significant changes during the period. Please refer to Note 5 of the consolidated financial statements for the year ended December 31, 2023.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Cash on hand and petty cash	\$ 1,756,678	\$ 1,687,071	\$ 1,293,083
Checking accounts and demand deposits	21,491,737	18,941,797	14,951,148
Cash equivalents			
Time deposits	20,255,991	20,392,099	24,477,819
Short-term financial instruments	8,060,474	7,908,615	7,504,282
	<u>\$ 51,564,880</u>	<u>\$ 48,929,582</u>	<u>\$ 48,226,332</u>

A. The Group transacts with a variety of financial institutions, all with high credit quality, to disperse credit risk, so it considers the probability of counterparty default as remote.

B. Information about time deposits provided as security for performance guarantees and reclassified as “Other non-current assets – guarantee deposits paid” is provided in Note 8.

(2) Financial assets at fair value through profit or loss

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Financial assets mandatorily measured at fair value through profit or loss			
<u>Current items:</u>			
Beneficiary certificates	\$ 1,569,646	\$ 942,953	\$ 1,069,371
Valuation adjustment	<u>2,894</u>	<u>313</u>	<u>1,273</u>
	<u>\$ 1,572,540</u>	<u>\$ 943,266</u>	<u>\$ 1,070,644</u>
<u>Non-current items:</u>			
Unlisted stocks	\$ 241,515	\$ 241,515	\$ 241,515
Valuation adjustment	<u>( 156,035)</u>	<u>( 156,035)</u>	<u>( 156,035)</u>
	<u>\$ 85,480</u>	<u>\$ 85,480</u>	<u>\$ 85,480</u>

A. The Group recognized net profit of \$49,578 and \$37,150 in relation to financial assets at fair value through profit or loss for the six months ended June 30, 2024 and 2023, respectively.

B. No financial assets at fair value through profit or loss of the Group were pledged to others.

C. Information relating to credit risk is provided in Note 12(2).

(3) Financial assets at amortized cost

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
<u>Current items:</u>			
Time deposits	<u>\$ 6,771,657</u>	<u>\$ 6,978,609</u>	<u>\$ -</u>

A. The Group recognized interest income in profit or loss on financial assets at amortized cost amounting to \$93,733, \$0, \$205,501 and \$0 for the three months and six months ended June 30, 2024 and 2023, respectively.

B. As of June 30, 2024, December 31, 2023 and June 30, 2023, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at amortized cost held by the Group was its book value.

C. The Group has no financial assets at amortized cost pledged to others as of June 30, 2024, December 31, 2023 and June 30, 2023.

D. Information relating to credit risk of financial assets at amortized cost is provided in Note 12(2). The counterparties of the Group’s investments in certificates of deposit are financial institutions with high credit quality, so the Group expects that the probability of counterparty default is remote.

(4) Accounts receivable

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Accounts receivable	\$ 7,694,200	\$ 7,459,178	\$ 6,431,859
Less: Allowance for doubtful accounts	<u>( 120,827)</u>	<u>( 118,569)</u>	<u>( 97,432)</u>
	<u>\$ 7,573,373</u>	<u>\$ 7,340,609</u>	<u>\$ 6,334,427</u>

A. The ageing analysis of accounts receivable that were past due but not impaired is as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Not past due	\$ 7,413,882	\$ 7,215,636	\$ 6,315,502
Up to 90 days	267,153	217,964	102,996
91 to 180 days	12,894	17,497	12,752
181 to 365 days	153	7,949	588
Over 365 days	118	132	21
	<u>\$ 7,694,200</u>	<u>\$ 7,459,178</u>	<u>\$ 6,431,859</u>

The above aging analysis was based on past due date.

B. As of June 30, 2024, December 31, 2023 and June 30, 2023, accounts receivable were all from contracts with customers. And as of January 1, 2023, the balance of receivables from contracts with customers amounted to \$6,701,248.

C. As of June 30, 2024, December 31, 2023 and June 30, 2023, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the Group's accounts receivable were \$7,573,373, \$7,340,609 and \$6,334,427, respectively.

D. Information relating to credit risk is provided in Note 12(2).

(5) Inventories

	June 30, 2024		
	Cost	Allowance for valuation loss	Book value
Raw materials and work in process	\$ 156,680	\$ -	\$ 156,680
Merchandise and finished goods	20,380,147	( 187,585)	20,192,562
	<u>\$ 20,536,827</u>	<u>(\$ 187,585)</u>	<u>\$ 20,349,242</u>
	December 31, 2023		
	Cost	Allowance for valuation loss	Book value
Raw materials and work in process	\$ 162,243	\$ -	\$ 162,243
Merchandise and finished goods	23,439,116	( 173,983)	23,265,133
	<u>\$ 23,601,359</u>	<u>(\$ 173,983)</u>	<u>\$ 23,427,376</u>
	June 30, 2023		
	Cost	Allowance for valuation loss	Book value
Raw materials and work in process	\$ 119,912	\$ -	\$ 119,912
Merchandise and finished goods	19,527,147	( 151,006)	19,376,141
	<u>\$ 19,647,059</u>	<u>(\$ 151,006)</u>	<u>\$ 19,496,053</u>

The cost of inventories recognized as expense for the period:

	<u>Three months ended</u> <u>June 30, 2024</u>	<u>Three months ended</u> <u>June 30, 2023</u>
Cost of goods sold and service costs	\$ 53,868,234	\$ 50,919,989
Loss on valuation of inventories	7,431	11,381
Spoilage	492,627	435,155
Others	84,122	91,045
	<u>\$ 54,452,414</u>	<u>\$ 51,457,570</u>
	<u>Six months ended</u> <u>June 30, 2024</u>	<u>Six months ended</u> <u>June 30, 2023</u>
Cost of goods sold and service costs	\$ 106,784,819	\$ 99,955,803
Loss on valuation of inventories	13,602	17,251
Spoilage	1,046,317	941,988
Others	198,073	176,327
	<u>\$ 108,042,811</u>	<u>\$ 101,091,369</u>

(6) Financial assets at fair value through other comprehensive income - non-current

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
<u>Equity instruments</u>			
Listed stocks	\$ 265,606	\$ 265,606	\$ 265,606
Unlisted stocks	4,348	4,348	4,348
	269,954	269,954	269,954
Valuation adjustment	1,150,338	749,457	647,440
	<u>\$ 1,420,292</u>	<u>\$ 1,019,411</u>	<u>\$ 917,394</u>

A. The Group has elected to classify the listed and unlisted stocks that are considered to be strategic investments and steady dividend income as financial assets at fair value through other comprehensive income. The fair value of such investments amounted to \$1,420,292, \$1,019,411 and \$917,394 as of June 30, 2024, December 31, 2023 and June 30, 2023, respectively.

B. Amounts recognized in profit or loss and other comprehensive income in relation to the financial assets at fair value through other comprehensive income are listed below:

	<u>Three months ended</u> <u>June 30, 2024</u>	<u>Three months ended</u> <u>June 30, 2023</u>
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognized in other comprehensive income	\$ 209,213	\$ 41,308
Dividend income recognized in profit or loss	\$ 58,772	\$ 20,232

	<u>Six months ended June 30, 2024</u>	<u>Six months ended June 30, 2023</u>
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognized in other comprehensive income	\$ 400,881	\$ 69,913
Dividend income recognized in profit or loss	\$ 58,772	\$ 20,232

C. As of June 30, 2024, December 31, 2023 and June 30, 2023, without taking into account any collateral held or other credit enhancements, the maximum exposure to credit risk in respect of the amount that best represents the financial assets at fair value through other comprehensive income held by the Group was \$1,420,292, \$1,019,411 and \$917,394, respectively.

D. No financial assets at fair value through other comprehensive income of the Group were pledged to others.

E. Information relating to credit risk is provided in Note 12(2).

(7) Investments accounted for using the equity method

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
<u>Associates</u>			
PresiCarre Corp.	\$ 9,891,233	\$ 9,864,735	\$ 10,243,416
President Fair Development Corp.	2,330,228	2,272,693	2,226,328
Uni-President Development Corp.	765,782	782,012	762,052
President International Development Corp.	494,847	489,695	466,495
Tung Ho Development Corp.	46,348	50,313	53,210
Uni-President Organics Corp.	41,335	40,853	38,952
President Technology Corp.	20,330	29,528	22,542
	<u>13,590,103</u>	<u>13,529,829</u>	<u>13,812,995</u>
<u>Joint ventures</u>			
Mister Donut Taiwan Co., Ltd.	\$ 114,552	\$ 139,465	\$ 119,694
	<u>\$ 13,704,655</u>	<u>\$ 13,669,294</u>	<u>\$ 13,932,689</u>

A. As of June 30, 2023, the Company acquired an additional 10.5% of common shares of PresiCarre Corp. The Company has paid US\$174,846 thousand to the sellers as the estimated consideration, which was determined based on the estimated financial condition of the target company on the closing date and will be recomputed to determine the financial consideration according to the transaction agreement after the closing date.

B. The investments in associates or joint ventures are not significant to the Group. The details of the Group's share of the operating results in the aforementioned investments are as follows:

(a) The Group's share of the operating results in all individually immaterial associates is summarized below:

	<u>Three months ended June 30, 2024</u>	<u>Three months ended June 30, 2023</u>
Total comprehensive income (loss)	\$ 32,539	(\$ 117,713)

	<u>Six months ended June 30, 2024</u>	<u>Six months ended June 30, 2023</u>
Total comprehensive income	\$ 115,981	\$ 5,138

(b) The Group's share of the operating results in all individually immaterial joint ventures is summarized below:

	<u>Three months ended June 30, 2024</u>	<u>Three months ended June 30, 2023</u>
Total comprehensive income	\$ 10,480	\$ 10,316

	<u>Six months ended June 30, 2024</u>	<u>Six months ended June 30, 2023</u>
Total comprehensive income	\$ 20,802	\$ 26,471



(8) Property, plant and equipment

A. The details of property, plant and equipment are as follows:

	2024						
	<u>Land</u>	<u>Buildings</u>	<u>Transportation equipment</u>	<u>Operating equipment</u>	<u>Leasehold improvements</u>	<u>Others</u>	<u>Total</u>
At January 1							
Cost	\$ 4,445,017	\$ 5,048,620	\$ 7,851,569	\$ 31,514,013	\$ 27,336,076	\$ 14,267,440	\$ 90,462,735
Accumulated depreciation and impairment	( 3,932)	( 2,966,759)	( 5,602,859)	( 18,539,943)	( 16,505,378)	( 9,338,652)	( 52,957,523)
	<u>\$ 4,441,085</u>	<u>\$ 2,081,861</u>	<u>\$ 2,248,710</u>	<u>\$ 12,974,070</u>	<u>\$ 10,830,698</u>	<u>\$ 4,928,788</u>	<u>\$ 37,505,212</u>
Opening net book amount as of January 1	\$ 4,441,085	\$ 2,081,861	\$ 2,248,710	\$ 12,974,070	\$ 10,830,698	\$ 4,928,788	\$ 37,505,212
Additions	-	4,131	52,568	2,237,867	1,646,042	2,583,331	6,523,939
Disposals	-	-	( 16,366)	( 102,472)	( 101,173)	( 90,018)	( 310,029)
Transfer	( 15,295)	9,549	412,979	46,248	135,457	( 580,834)	8,104
Depreciation charge	-	( 77,458)	( 288,391)	( 1,876,776)	( 1,333,922)	( 646,826)	( 4,223,373)
Net exchange differences	( 29)	3,509	10,638	16,521	3,236	( 8,321)	25,554
Less: Disposal of subsidiary	-	-	-	( 93,299)	( 28,903)	-	( 122,202)
Closing net book amount as of June 30	<u>\$ 4,425,761</u>	<u>\$ 2,021,592</u>	<u>\$ 2,420,138</u>	<u>\$ 13,202,159</u>	<u>\$ 11,151,435</u>	<u>\$ 6,186,120</u>	<u>\$ 39,407,205</u>
At June 30							
Cost	\$ 4,429,693	\$ 5,062,242	\$ 8,193,680	\$ 32,438,148	\$ 28,065,741	\$ 16,006,939	\$ 94,196,443
Accumulated depreciation and impairment	( 3,932)	( 3,040,650)	( 5,773,542)	( 19,235,989)	( 16,914,306)	( 9,820,819)	( 54,789,238)
	<u>\$ 4,425,761</u>	<u>\$ 2,021,592</u>	<u>\$ 2,420,138</u>	<u>\$ 13,202,159</u>	<u>\$ 11,151,435</u>	<u>\$ 6,186,120</u>	<u>\$ 39,407,205</u>

	2023						
	Land	Buildings	Transportation equipment	Operating equipment	Leasehold improvements	Others	Total
At January 1							
Cost	\$ 4,422,066	\$ 4,912,426	\$ 7,848,113	\$ 29,352,582	\$ 24,538,350	\$ 13,231,880	\$ 84,305,417
Accumulated depreciation and impairment	( 3,932)	( 2,806,170)	( 5,384,559)	( 17,319,918)	( 15,191,995)	( 9,190,886)	( 49,897,460)
	<u>\$ 4,418,134</u>	<u>\$ 2,106,256</u>	<u>\$ 2,463,554</u>	<u>\$ 12,032,664</u>	<u>\$ 9,346,355</u>	<u>\$ 4,040,994</u>	<u>\$ 34,407,957</u>
Opening net book amount as of January 1	\$ 4,418,134	\$ 2,106,256	\$ 2,463,554	\$ 12,032,664	\$ 9,346,355	\$ 4,040,994	\$ 34,407,957
Additions	-	5,234	73,718	1,917,839	1,957,419	1,128,085	5,082,295
Disposals	-	-	( 36,068)	( 116,173)	( 63,593)	( 653)	( 216,487)
Transfer	( 5,828)	14,604	108,954	24,927	117,539	( 318,581)	( 58,385)
Depreciation charge	-	( 78,817)	( 287,758)	( 1,738,308)	( 1,220,037)	( 620,773)	( 3,945,693)
Net exchange differences	519	( 3,851)	( 110)	( 20,127)	20,969	48,439	45,839
Closing net book amount as of June 30	<u>\$ 4,412,825</u>	<u>\$ 2,043,426</u>	<u>\$ 2,322,290</u>	<u>\$ 12,100,822</u>	<u>\$ 10,158,652</u>	<u>\$ 4,277,511</u>	<u>\$ 35,315,526</u>
At June 30							
Cost	\$ 4,416,757	\$ 4,910,175	\$ 7,825,637	\$ 29,877,960	\$ 26,138,233	\$ 14,178,249	\$ 87,347,011
Accumulated depreciation and impairment	( 3,932)	( 2,866,749)	( 5,503,347)	( 17,777,138)	( 15,979,581)	( 9,900,738)	( 52,031,485)
	<u>\$ 4,412,825</u>	<u>\$ 2,043,426</u>	<u>\$ 2,322,290</u>	<u>\$ 12,100,822</u>	<u>\$ 10,158,652</u>	<u>\$ 4,277,511</u>	<u>\$ 35,315,526</u>

B. Amount of borrowing costs capitalized as part of certain property, plant and equipment and the range of the interest rates for such capitalization are as follows:

	Six months ended June 30, 2024
Amount capitalized	\$ 3,834
Interest rate range	1.35%~1.85%

C. There was no capitalization of borrowing costs as of June 30, 2023.

D. Impairment information about the property, plant and equipment is provided in Note 6(14).

E. Information about the property, plant and equipment pledged to others as collateral is provided in Note 8.

(9) Leasing arrangements — lessee

A. The Group leases various assets including land, buildings, transportation equipment, etc. Rental contracts are typically made for periods of 1 to 60 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions. The lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.

B. The carrying amount of right-of-use assets and the depreciation charge are as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
	Carrying amount	Carrying amount	Carrying amount
Land	\$ 1,168,380	\$ 1,147,376	\$ 1,248,806
Buildings	87,552,669	87,043,205	84,450,840
Machinery and equipment	160	1,254	3,112
Other equipment	5,324	5,678	472
	<u>\$ 88,726,533</u>	<u>\$ 88,197,513</u>	<u>\$ 85,703,230</u>

	Three months ended June 30, 2024	Three months ended June 30, 2023
	Depreciation charge	Depreciation charge
Land	\$ 44,475	\$ 50,841
Buildings	3,727,408	3,618,659
Machinery and equipment	457	1,222
Other equipment	332	8,929
	<u>\$ 3,772,672</u>	<u>\$ 3,679,651</u>

	Six months ended June 30, 2024	Six months ended June 30, 2023
	Depreciation charge	Depreciation charge
Land	\$ 89,027	\$ 93,932
Buildings	7,455,523	7,217,738
Machinery and equipment	1,094	2,634
Other equipment	635	17,859
	<u>\$ 7,546,279</u>	<u>\$ 7,332,163</u>

C. For the three months and six months ended June 30, 2024 and 2023, the additions to right-of-use assets were \$5,959,510, \$4,152,489, \$10,869,160 and \$9,221,146, respectively.

D. The information on profit and loss accounts relating to lease contracts is as follows:

	Three months ended June 30, 2024	Three months ended June 30, 2023
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 298,693	\$ 254,568
Expense on short-term lease contracts	177,619	142,483
Expense on leases of low-value assets	28,027	32,252
Expense on variable lease payments	211,234	143,180
Gain on sublease of right-of-use assets	168,435	153,095
Gain from lease modification	17,133	27,764
	Six months ended June 30, 2024	Six months ended June 30, 2023
<u>Items affecting profit or loss</u>		
Interest expense on lease liabilities	\$ 580,097	\$ 517,454
Expense on short-term lease contracts	378,714	267,753
Expense on leases of low-value assets	66,272	71,675
Expense on variable lease payments	418,628	321,338
Gain on sublease of right-of-use assets	334,674	311,985
Gain from lease modification	54,203	50,531

E. For the six months ended June 30, 2024 and 2023, the Group's total cash outflow for leases was \$8,811,660 and \$8,343,086, respectively.

F. Variable lease payments

(a) Some of the Group's lease contracts contain variable lease payment terms that are linked to sales generated from a store or department store counter. For the above-mentioned stores, approximately 4.66% and 3.78% as of June 30, 2024 and 2023, respectively, are on the basis of variable payment terms and are accrued based on the sales amount. Variable payment terms are used for a variety of reasons. Various lease payments that depend on sales are recognized in profit or loss in the period in which the event or condition that triggers those payments occurs.

(b) A 1% increase in the aggregate sales amount of all stores with such variable lease contracts would increase total lease payments by approximately \$4,186 and \$3,213 for the six months ended June 30, 2024 and 2023, respectively.

G. The Group's leases not yet commenced to which the lessee is committed are business premises for the lessees, and the lease liabilities undiscounted as of June 30, 2024, December 31, 2023 and June 30, 2023, amounted to \$3,121,045, \$3,461,372 and \$3,431,293, respectively.

(10) Leasing arrangements – lessor

A. The Group leases various assets including land, buildings, machinery and equipment, etc. Rental contracts are typically made for periods of 1 and 35 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions.

B. Information on profit in relation to lease contracts is as follows for the three months and six months ended June 30, 2024 and 2023:

	Three months ended June 30, 2024	Three months ended June 30, 2023
Rental revenue	\$ 430,729	\$ 403,506
Rental revenue from variable lease payments	\$ 317,365	\$ 312,908

  

	Six months ended June 30, 2024	Six months ended June 30, 2023
Rental revenue	\$ 847,371	\$ 811,981
Rental revenue from variable lease payments	\$ 638,922	\$ 633,307

C. The maturity analysis of the undiscounted lease payments in the operating leases is as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Current year	\$ 139,476	\$ -	\$ 134,760
Within 1 year	225,633	281,045	175,888
1~2 years	186,047	223,827	147,224
2~3 years	131,776	185,506	117,327
3~4 years	98,716	134,579	98,502
4~5 years	65,107	102,106	67,958
Over 5 years	454,021	549,930	77,916
	<u>\$ 1,300,776</u>	<u>\$ 1,476,993</u>	<u>\$ 819,575</u>

(11) Investment property

	2024			
	Land	Buildings	Right-of-use assets	Total
At January 1	\$ 1,618,429	\$ 626,415	\$ 970,018	\$ 3,214,862
Transfer	15,295	-	-	15,295
Disposal	( 14,866)	( 1,230)	-	( 16,096)
Depreciation charge	-	( 12,145)	( 69,287)	( 81,432)
At June 30	<u>\$ 1,618,858</u>	<u>\$ 613,040</u>	<u>\$ 900,731</u>	<u>\$ 3,132,629</u>

  

	2023			
	Land	Buildings	Right-of-use assets	Total
At January 1	\$ 1,370,990	\$ 411,607	\$ 1,108,592	\$ 2,891,189
Additions	-	27,228	-	27,228
Transfer	5,828	47,990	-	53,818
Depreciation charge	-	( 9,108)	( 69,287)	( 78,395)
At June 30	<u>\$ 1,376,818</u>	<u>\$ 477,717</u>	<u>\$ 1,039,305</u>	<u>\$ 2,893,840</u>

A. Rental income from investment property and direct operating expenses arising from investment property are shown below:

	Three months ended June 30, 2024	Three months ended June 30, 2023
Rental income from investment property	\$ 227,038	\$ 233,803
Direct operating expenses arising from the investment property that generated rental income during the period	\$ 46,334	\$ 42,550
	Six months ended June 30, 2024	Six months ended June 30, 2023
Rental income from investment property	\$ 461,703	\$ 466,980
Direct operating expenses arising from the investment property that generated rental income during the period	\$ 91,721	\$ 87,746

B. The fair value of the investment property held by the Group ranged from \$6,249,169 to \$7,289,153 as of June 30, 2024, December 31, 2023 and June 30, 2023, which was assessed based on recent settlement prices of similar and comparable properties, as well as the reports of independent appraisers. Valuations were made using the comparison approach and income approach which is categorized within level 3 in the fair value hierarchy. Key assumptions of discount rates ranged from 1.73% to 3.11% and growth rate ranged from 3% to 15%.

C. Information on investment property pledged to others as collateral is provided in Note 8.

(12) Intangible assets

	2024				
	Software	Goodwill	License agreement and customer list	Others	Total
At January 1					
Cost	\$ 3,099,346	\$ 2,204,266	\$ 7,524,890	\$ 603,207	\$ 13,431,709
Accumulated amortization and impairment	( 2,402,683)	-	( 1,164,955)	( 356,048)	( 3,923,686)
	<u>\$ 696,663</u>	<u>\$ 2,204,266</u>	<u>\$ 6,359,935</u>	<u>\$ 247,159</u>	<u>\$ 9,508,023</u>
Opening net book amount as of January 1	\$ 696,663	\$ 2,204,266	\$ 6,359,935	\$ 247,159	\$ 9,508,023
Additions	102,075	-	-	-	102,075
Transfer	32	-	-	-	32
Amortization expense	( 212,432)	-	( 97,080)	( 25,397)	( 334,909)
Net exchange differences	390	3,065	-	-	3,455
Less: Disposal of subsidiary	( 10,207)	( 11,372)	-	-	( 21,579)
Closing net book amount as of June 30	<u>\$ 576,521</u>	<u>\$ 2,195,959</u>	<u>\$ 6,262,855</u>	<u>\$ 221,762</u>	<u>\$ 9,257,097</u>
At June 30					
Cost	\$ 3,046,398	\$ 2,195,959	\$ 7,524,890	\$ 601,757	\$ 13,369,004
Accumulated amortization and impairment	( 2,469,877)	-	( 1,262,035)	( 379,995)	( 4,111,907)
	<u>\$ 576,521</u>	<u>\$ 2,195,959</u>	<u>\$ 6,262,855</u>	<u>\$ 221,762</u>	<u>\$ 9,257,097</u>

	2023				
	Software	Goodwill	License agreement and customer list	Others	Total
At January 1					
Cost	\$ 2,702,212	\$ 2,204,275	\$ 7,524,890	\$ 599,891	\$ 13,031,268
Accumulated amortization and impairment	( 2,097,280)	-	( 970,796)	( 298,057)	( 3,366,133)
	<u>\$ 604,932</u>	<u>\$ 2,204,275</u>	<u>\$ 6,554,094</u>	<u>\$ 301,834</u>	<u>\$ 9,665,135</u>
Opening net book amount as of January 1	\$ 604,932	\$ 2,204,275	\$ 6,554,094	\$ 301,834	\$ 9,665,135
Additions	157,609	-	-	835	158,444
Transfer	5,140	-	-	( 721)	4,419
Amortization expense	( 169,157)	-	( 97,080)	( 29,678)	( 295,915)
Net exchange differences	985	795	-	-	1,780
Closing net book amount as of June 30	<u>\$ 599,509</u>	<u>\$ 2,205,070</u>	<u>\$ 6,457,014</u>	<u>\$ 272,270</u>	<u>\$ 9,533,863</u>
At June 30					
Cost	\$ 2,840,613	\$ 2,205,070	\$ 7,524,890	\$ 600,005	\$ 13,170,578
Accumulated amortization and impairment	( 2,241,104)	-	( 1,067,876)	( 327,735)	( 3,636,715)
	<u>\$ 599,509</u>	<u>\$ 2,205,070</u>	<u>\$ 6,457,014</u>	<u>\$ 272,270</u>	<u>\$ 9,533,863</u>

A. Amortization expense on intangible assets is recognized as operating expenses.

B. Impairment information about the intangible assets is provided in Note 6(14).

(13) Other non-current assets

	June 30, 2024	December 31, 2023	June 30, 2023
Guarantee deposits paid	\$ 3,620,757	\$ 3,542,228	\$ 3,472,119
Prepaid land	1,800,000	900,000	900,000
Others	1,860,308	1,536,283	1,366,618
	<u>\$ 7,281,065</u>	<u>\$ 5,978,511</u>	<u>\$ 5,738,737</u>

The Group signed a contract for the acquisition of land located in Taoyuan Aerotropolis Industry Area for \$6,000,000 on September 27, 2022. The transaction will be paid in four installments. The third installment had been paid as of June 30, 2024.

(14) Impairment of non-financial assets

A. There were neither impairment loss nor reversal of impairment loss recognized for the six months ended June 30, 2024 and 2023.

B. The Group performs impairment testing on license agreement and customer list annually. The recoverable amount has been determined based on value-in-use and replacement cost calculations. The calculations of value-in-use use after-tax cash flow projections based on financial budgets approved by the management. The calculations of replacement cost use the actual selling expense. The recoverable amount is calculated using the value-in-use and the replacement cost exceeded their carrying amount, so license agreement and customer list were not impaired. The key assumptions used for value-in-use calculations are provided in Note 6(14) in the consolidated financial statements for the year ended December 31, 2023.

C. The Group performs impairment testing annually. The recoverable amount has been determined based on value-in-use calculations. These calculations use pre-tax cash flow projections based on financial budgets approved by the management covering a five-year period. The recoverable amount calculated using the value-in-use exceeded their carrying amount for the quarter ended December 31, 2023, so goodwill was not impaired. The key assumptions used for value-in-use calculations provided in Note 6(14) in the consolidated financial statements for the year ended December 31, 2023.

(15) Short-term borrowings

<u>Type of borrowings</u>	<u>June 30, 2024</u>	<u>Interest rate range</u>	<u>Collateral</u>
Bank borrowings			
Credit loan	<u>\$ 6,823,602</u>	1.63%~6.96%	None
<u>Type of borrowings</u>	<u>December 31, 2023</u>	<u>Interest rate range</u>	<u>Collateral</u>
Bank borrowings			
Credit loan	<u>\$ 9,798,343</u>	1.43%~6.75%	None
<u>Type of borrowings</u>	<u>June 30, 2023</u>	<u>Interest rate range</u>	<u>Collateral</u>
Bank borrowings			
Credit loan	<u>\$ 13,625,302</u>	1.41%~6.375%	None

There was no capitalization of borrowing costs for the six months ended June 30, 2024 and 2023. Relevant interest expense on borrowings is recognized as “finance costs”.

(16) Short-term notes and bills payable

<u>Type of borrowings</u>	<u>June 30, 2024</u>	<u>Interest rate range</u>	<u>Pledged or secured</u>
Commerical papers payable	\$ 1,500,000	1.72%	Please refer to the below for details
Less: Unamortized discount	( 953)		
	<u>\$ 1,499,047</u>		
<u>Type of borrowings</u>	<u>December 31, 2023</u>	<u>Interest rate range</u>	<u>Pledged or secured</u>
Commerical papers payable	\$ 3,500,000	1.55%~1.61%	Please refer to the below for details
Less: Unamortized discount	( 2,910)		
	<u>\$ 3,497,090</u>		

A. There were no commercial papers payable on June 30, 2023.

B. The above commercial papers were issued and secured by Sumitomo Mitsui Banking Corporation, Credit Agricole Corporate and Investment Bank and China Bills Finance Corporation for short-term financing.

C. There was no capitalization of borrowing costs for the six months ended June 30, 2024 and 2023. Relevant interest expense on borrowings is recognized as “finance costs”.



(17) Other payables

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Store collections	\$ 14,767,296	\$ 14,307,517	\$ 10,866,093
Dividend payable	10,269,913	-	10,590,115
Wages, salaries and bonus payable	5,302,062	6,215,011	5,165,454
Incentive bonus payable to franchisees	1,368,408	1,244,372	1,248,470
Payables for acquisition of property, plant and equipment	1,224,669	1,737,924	977,321
Sales receipt on behalf of others	960,322	1,146,005	916,985
Employees' compensation and remuneration for directors and supervisors	495,684	903,429	469,237
Payables for labor and health insurance	301,335	304,965	288,161
Rent payable	78,243	79,004	75,460
Others	7,410,688	7,196,149	5,510,044
	<u>\$ 42,178,620</u>	<u>\$ 33,134,376</u>	<u>\$ 36,107,340</u>

(18) Other current liabilities

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Advance receipts of deposits	\$ 1,892,057	\$ 1,873,610	\$ 1,755,751
Advance receipts for gift certificates	1,472,817	1,520,639	1,472,721
Others	405,634	323,802	314,059
	<u>\$ 3,770,508</u>	<u>\$ 3,718,051</u>	<u>\$ 3,542,531</u>

(19) Long-term borrowings

<u>Type of borrowings</u>	<u>Interest rate range</u>	<u>Collateral</u>	<u>June 30, 2024</u>
Long-term bank borrowings			
Credit loan	1.35%~1.98%	None	\$ 9,135,933
Secured borrowings	2.19%~2.56%	Property, plant and equipment	432,366
			<u>9,568,299</u>
Less: Current portion			( 459,012)
			<u>\$ 9,109,287</u>
<u>Type of borrowings</u>	<u>Interest rate range</u>	<u>Collateral</u>	<u>December 31, 2023</u>
Long-term bank borrowings			
Credit loan	1.23%~4.40%	None	\$ 6,046,950
Secured borrowings	2.18%~2.46%	Property, plant and equipment	511,576
			<u>6,558,526</u>
Less: Current portion			( 206,899)
			<u>\$ 6,351,627</u>

<u>Type of borrowings</u>	<u>Interest rate range</u>	<u>Collateral</u>	<u>June 30, 2023</u>
Long-term bank borrowings			
Credit loan	1.225%~4.40%	None	\$ 533,325
Secured borrowings	2.18%~2.46%	Property, plant and equipment	549,509
			<u>1,082,834</u>
Less: Current portion			( <u>277,833</u> )
			<u>\$ 805,001</u>

A. Information relating to capitalization of borrowing costs for the six months ended June 30, 2024 and 2023 is provided in Note 6(8).

B. Relevant interest expense on borrowings is recognized as “finance costs”.

## (20) Pensions

A. The Company and its domestic subsidiaries operate a defined benefit pension plan, in accordance with the Labor Standards Law, which covers all regular employees’ service years prior to the enforcement of the Labor Pension Act on July 1, 2005, and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Labor Standards Law. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last six months prior to retirement. The Company and its domestic subsidiaries contribute monthly an amount equal to 2%~8% of employees’ monthly salaries and wages to a retirement fund at the Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company and its domestic subsidiaries would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is insufficient to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company and its domestic subsidiaries will make contributions to cover the deficit by next March. Furthermore, the subsidiary, Philippine Seven Corporation has a defined benefit pension plan.

For the aforementioned pension plan, the Group recognized pension costs of \$29,362, \$29,414, \$59,110 and \$58,887 for the three months and six months ended June 30, 2024 and 2023 respectively.

B. Effective July 1, 2005, the Company and its domestic subsidiaries have established a defined contribution pension plan (the “New Plan”) under the Labor Pension Act (the “Act”), covering all regular employees with R.O.C. nationality. Under the New Plan, the Company and its domestic subsidiaries contribute monthly an amount based on 6% of the employees’ monthly salaries and wages to the employees’ individual pension accounts at the Bureau of Labor Insurance. The benefits accrued are paid monthly or in lump sum upon termination of employment.

(a) The Company’s mainland China subsidiaries have a defined contribution plan. Monthly contributions to an independent fund administered by the government in accordance with the pension regulations in the People’s Republic of China (PRC) are based on certain percentage of employees’ monthly salaries and wages. The contribution percentage for the six months ended June 30, 2024 and 2023 were 14%~20%, respectively. Other than the monthly contributions, the Group has no further obligations.

(b) The pension costs under the defined contribution pension plans of the Group for the three months and six months ended June 30, 2024 and 2023 were \$271,082, \$277,682, \$561,774 and \$552,450, respectively.

(21) Other non-current liabilities

	June 30, 2024	December 31, 2023	June 30, 2023
Guarantee deposit received	\$ 4,579,540	\$ 4,568,936	\$ 4,499,814
Provision for decommissioning liability	800,695	777,152	749,415
Others	501,807	498,944	465,670
	<u>\$ 5,882,042</u>	<u>\$ 5,845,032</u>	<u>\$ 5,714,899</u>

(22) Share capital

As of June 30, 2024, the Company's authorized capital was \$10,500,000, consisting of 1,050,000 thousand shares of ordinary stock, and the paid-in capital was \$10,396,223 with a par value of \$10 (in dollars) per share. All proceeds from shares issued have been collected. The number of the Company's outstanding ordinary shares was both 1,039,622,255 as of June 30, 2024 and January 1, 2024.

(23) Capital surplus

In accordance with the Company Act of the Republic of China, any capital surplus arising from paid-in capital in excess of the par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the Securities and Exchange Law of the Republic of China requires that the amount of capital surplus to be capitalized, as above, should not exceed 10% of paid-in capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

(24) Retained earnings

- A. Under the Company's Articles of Incorporation, the current year's earnings, if any, must first be used to pay all taxes and offset prior years' operating losses, then 10% of the remaining amount is to be set aside as a legal reserve. The Company may then set aside or reserve a certain amount as special reserve according to the relevant regulations. The appropriation of the remaining earnings and prior years' unappropriated retained earnings should be proposed by the Board of Directors and voted on by the shareholders at the shareholders' meeting. The dividends and bonus to be distributed to shareholders may be 50%~100% of the total distributable amount, and 50%~100% of dividends are to be distributed as cash dividends, and the remaining undistributed amount to be set aside as unappropriated retained earnings.
- B. Except for covering accumulated deficit or issuing new stocks or cash to shareholders in proportion to their share ownership, the legal reserve shall not be used for any other purpose. The use of the legal reserve for the issuance of stocks or cash to shareholders in proportion to their share ownership is permitted, provided that the distribution of the reserve is limited to the portion in excess of 25% of the Company's paid-in capital.
- C. In accordance with the regulations, the Company shall set aside a special reserve for the debit balance on other equity items at the balance sheet date before distributing earnings. When the debit balance on other equity items is reversed subsequently, the reversed amount should be included in the distributable earnings.

D. The appropriations for 2023 and 2022 were resolved by the shareholders on May 30, 2024 and May 30, 2023, respectively, as follows:

	2023		2022	
	Amount	Dividends per share (in dollars)	Amount	Dividends per share (in dollars)
Legal reserve	\$ 1,062,348		\$ 978,415	
Reversal of special reserve	( 54,625)		( 1,866,890)	
Cash dividends - Retained earnings	9,356,600	\$ 9.00	9,356,600	\$ 9.00

(25) Other equity items

	2024		
	Financial statements translation differences of foreign operations	Unrealized gains from financial assets measured at fair value through other comprehensive income	Total
At January 1	(\$ 649,458)	\$ 710,937	\$ 61,479
Revaluation and transfer			
– Group	-	400,881	400,881
– Associates	-	4,853	4,853
Revaluation-tax	-	( 708)	( 708)
Currency translation differences:			
– Group	1,330,896	-	1,330,896
– Associates	( 2,837)	-	( 2,837)
At June 30	\$ 678,601	\$ 1,115,963	\$ 1,794,564

  

	2023		
	Financial statements translation differences of foreign operations	Unrealized gains from financial assets measured at fair value through other comprehensive income	Total
At January 1	(\$ 590,018)	\$ 535,393	(\$ 54,625)
Revaluation and transfer			
– Group	-	69,913	69,913
– Associates	-	4,190	4,190
Revaluation-tax	-	208	208
Currency translation differences:			
– Group	314,142	-	314,142
– Associates	( 12,931)	-	( 12,931)
At June 30	(\$ 288,807)	\$ 609,704	\$ 320,897

(26) Operating revenue

	Three months ended June 30, 2024	Three months ended June 30, 2023
Revenue from contracts with customers	\$ 82,841,047	\$ 77,586,335
	Six months ended June 30, 2024	Six months ended June 30, 2023
Revenue from contracts with customers	\$ 163,911,829	\$ 153,060,544

A. Disaggregation of revenue from contracts with customers

The Group operates a chain of retail stores and derives revenue from the transfer of goods and services overtime and at a point in time. The operating revenue is categorized based on operating departments provided in Note 14(3) and goods or services recognition timing as follows:

Three months ended June 30, 2024	Convenience stores	Retail business group	Logistics business group	Others	Total
Timing of revenue recognition					
– At a point in time	\$ 50,972,278	\$ 21,539,390	\$ 5,145	\$ 5,757,190	\$ 78,274,003
– Over time	271,399	3,538,802	661,840	95,003	4,567,044
	<u>\$ 51,243,677</u>	<u>\$ 25,078,192</u>	<u>\$ 666,985</u>	<u>\$ 5,852,193</u>	<u>\$ 82,841,047</u>
Three months ended June 30, 2023	Convenience stores	Retail business group	Logistics business group	Others	Total
Timing of revenue recognition					
– At a point in time	\$ 48,116,865	\$ 19,197,596	\$ 2,317	\$ 5,723,895	\$ 73,040,673
– Over time	249,671	3,461,073	594,224	240,694	4,545,662
	<u>\$ 48,366,536</u>	<u>\$ 22,658,669</u>	<u>\$ 596,541</u>	<u>\$ 5,964,589</u>	<u>\$ 77,586,335</u>
Six months ended June 30, 2024	Convenience stores	Retail business group	Logistics business group	Others	Total
Timing of revenue recognition					
– At a point in time	\$ 100,345,382	\$ 42,069,470	\$ 6,463	\$ 12,150,308	\$ 154,571,623
– Over time	539,264	7,350,883	1,299,655	150,404	9,340,206
	<u>\$ 100,884,646</u>	<u>\$ 49,420,353</u>	<u>\$ 1,306,118</u>	<u>\$ 12,300,712</u>	<u>\$ 163,911,829</u>
Six months ended June 30, 2023	Convenience stores	Retail business group	Logistics business group	Others	Total
Timing of revenue recognition					
– At a point in time	\$ 94,494,041	\$ 37,522,923	\$ 4,551	\$ 11,925,931	\$ 143,947,446
– Over time	503,885	6,930,589	1,195,651	482,973	9,113,098
	<u>\$ 94,997,926</u>	<u>\$ 44,453,512</u>	<u>\$ 1,200,202</u>	<u>\$ 12,408,904</u>	<u>\$ 153,060,544</u>

B. Contract liabilities

(a) The Group has recognized the following revenue-related contract liabilities:

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>	<u>January 1, 2023</u>
Contract liabilities – advance receipts of gift certificates and gift payments	\$ 5,241,666	\$ 4,903,459	\$ 4,895,097	\$ 4,598,978
Contract liabilities – customer loyalty programs	1,394,741	1,368,438	1,283,802	1,223,582
Contract liabilities – members' deposits	967,687	936,791	899,968	888,700
Contract liabilities – franchise fee	547,901	497,445	472,741	441,384
Contract liabilities – others	<u>343,178</u>	<u>283,945</u>	<u>296,653</u>	<u>285,592</u>
	<u>\$ 8,495,173</u>	<u>\$ 7,990,078</u>	<u>\$ 7,848,261</u>	<u>\$ 7,438,236</u>

(b) Revenues recognized that were included in the contract liabilities balance at the beginning amounted to \$4,576,714 and \$4,604,857 for the six months ended June 30, 2024 and 2023, respectively.

(27) Expenses by nature

	<u>Three months ended June 30, 2024</u>	<u>Three months ended June 30, 2023</u>
Net cost of goods sold	\$ 48,996,653	\$ 46,153,798
Employee benefit expenses	7,839,586	7,446,552
Incentive bonuses for franchisees	6,824,057	6,453,485
Depreciation and amortization	6,105,877	5,859,325
Utilities expenses	1,669,160	1,432,035
Operating lease payments	416,880	317,915
Other costs and expenses	<u>7,319,510</u>	<u>6,420,377</u>
Total operating costs and operating expenses	<u>\$ 79,171,723</u>	<u>\$ 74,083,487</u>
	<u>Six months ended June 30, 2024</u>	<u>Six months ended June 30, 2023</u>
Net cost of goods sold	\$ 97,071,967	\$ 90,584,749
Employee benefit expenses	15,895,797	14,934,952
Incentive bonuses for franchisees	13,211,467	12,576,712
Depreciation and amortization	12,174,771	11,633,606
Utilities expenses	3,069,504	2,736,968
Operating lease payments	863,614	660,766
Other costs and expenses	<u>14,303,718</u>	<u>12,987,506</u>
Total operating costs and operating expenses	<u>\$ 156,590,838</u>	<u>\$ 146,115,259</u>

(28) Employee benefit expense

	Three months ended June 30, 2024	Three months ended June 30, 2023
Wages and salaries	\$ 6,375,735	\$ 6,084,324
Labor and health insurance fees	635,732	589,653
Pension costs	300,444	307,096
Other personnel expenses	527,675	465,479
	<u>\$ 7,839,586</u>	<u>\$ 7,446,552</u>

  

	Six months ended June 30, 2024	Six months ended June 30, 2023
Wages and salaries	\$ 12,992,891	\$ 12,221,501
Labor and health insurance fees	1,280,263	1,209,089
Pension costs	620,884	611,337
Other personnel expenses	1,001,759	893,025
	<u>\$ 15,895,797</u>	<u>\$ 14,934,952</u>

A. According to the Articles of Incorporation of the Company, a ratio of distributable profit of the current year, after covering accumulated losses, shall be distributed as employees' compensation and directors' remuneration. The ratio shall not be lower than 2% for employees' compensation and shall not be higher than 2% for directors' remuneration.

B. For the three months and six months ended June 30, 2024 and 2023, employees' compensation was accrued at \$151,654, \$142,140, \$311,837 and \$292,480, respectively; while directors' and supervisors' remuneration was accrued at \$50,667, \$47,489, \$104,184 and \$97,717, respectively. The employees' compensation and directors' remuneration were estimated and accrued based on 4.37% and 1.46%, respectively, of distributable profit of the current year for the six months ended June 30, 2024.

Employees' compensation and directors' remuneration for 2023 as resolved by the Board of Directors were in agreement with those amounts recognized in the 2023 financial statements and the employees' compensation distributed in the form of cash.

Information about employees' compensation and directors' remuneration of the Company as resolved by the Board of Directors will be posted in the 'Market Observation Post System' at the website of the Taiwan Stock Exchange.

(29) Interest income

	Three months ended June 30, 2024	Three months ended June 30, 2023
Interest income	\$ 365,412	\$ 377,000
Interest income from financial assets measured at amortized cost	93,733	-
	<u>\$ 459,145</u>	<u>\$ 377,000</u>

	Six months ended June 30, 2024	Six months ended June 30, 2023
Interest income	\$ 681,507	\$ 681,138
Interest income from financial assets measured at amortized cost	205,501	-
	<u>\$ 887,008</u>	<u>\$ 681,138</u>
 (30) <u>Other income</u>		
	Three months ended June 30, 2024	Three months ended June 30, 2023
Grants income	\$ 236,398	\$ 215,034
Rental revenue	92,989	70,012
Dividend income	99,348	51,596
Others	255,443	268,713
	<u>\$ 684,178</u>	<u>\$ 605,355</u>
	Six months ended June 30, 2024	Six months ended June 30, 2023
Grants income	\$ 459,942	\$ 429,907
Rental revenue	166,956	138,150
Dividend income	99,348	51,596
Others	568,261	529,331
	<u>\$ 1,294,507</u>	<u>\$ 1,148,984</u>
 (31) <u>Other gains and losses</u>		
	Three months ended June 30, 2024	Three months ended June 30, 2023
Gain from disposal of subsidiary	\$ 292,954	\$ -
Gain from lease modification	17,133	\$ 27,764
Gain from disposal of investment property	1,835	-
Loss on disposal of property, plant and equipment	( 322)	( 12,982)
Depreciation of investment property	( 40,715)	( 39,566)
Other gains and losses	10,341	16,677
	<u>\$ 281,226</u>	<u>(\$ 8,107)</u>
	Six months ended June 30, 2024	Six months ended June 30, 2023
Gain from disposal of subsidiary	\$ 292,954	\$ -
Gain from lease modification	54,203	50,531
Gain from disposal of investment property	1,835	-
Loss on disposal of property, plant and equipment	( 13,262)	( 14,441)
Depreciation of investment property	( 81,432)	( 78,395)
Other gains and losses	( 2,075)	3,927
	<u>\$ 252,223</u>	<u>(\$ 38,378)</u>



(32) Finance costs

	Three months ended June 30, 2024	Three months ended June 30, 2023
Interest expense on lease liabilities	\$ 298,693	\$ 254,568
Financial expense, others	97,813	67,305
	<u>\$ 396,506</u>	<u>\$ 321,873</u>

  

	Six months ended June 30, 2024	Six months ended June 30, 2023
Interest expense on lease liabilities	\$ 580,097	\$ 517,454
Financial expense, others	195,209	125,792
	<u>\$ 775,306</u>	<u>\$ 643,246</u>

(33) Income tax

A. Income tax expense

(a) Components of income tax expense:

	Three months ended June 30, 2024	Three months ended June 30, 2023
Current tax:		
Current tax on profit for the period	\$ 1,585,194	\$ 899,615
Tax on undistributed surplus earnings	12,958	65,808
Over provision of prior year's income tax	( 50,868)	( 36,810)
Total current tax	<u>1,547,284</u>	<u>928,613</u>
Deferred tax:		
Origination and reversal of temporary differences	( 771,724)	14,237
Income tax expense	<u>\$ 775,560</u>	<u>\$ 942,850</u>

  

	Six months ended June 30, 2024	Six months ended June 30, 2023
Current tax:		
Current tax on profit for the period	\$ 2,602,446	\$ 1,767,443
Tax on undistributed surplus earnings	12,958	65,808
Over provision of prior year's income tax	( 50,991)	( 86,544)
Total current tax	<u>2,564,413</u>	<u>1,746,707</u>
Deferred tax:		
Origination and reversal of temporary differences	( 838,100)	29,231
Income tax expense	<u>\$ 1,726,313</u>	<u>\$ 1,775,938</u>

(b) The income tax charge relating to the components of other comprehensive income is as follows:

	<u>Three months ended June 30, 2024</u>	<u>Three months ended June 30, 2023</u>
Changes in fair value of financial assets at fair value through other comprehensive income	\$ <u>2,514</u>	(\$ <u>2,280</u> )
	<u>Six months ended June 30, 2024</u>	<u>Six months ended June 30, 2023</u>
Changes in fair value of financial assets at fair value through other comprehensive income	\$ <u>708</u>	(\$ <u>208</u> )

B. The Company's income tax returns through 2020 have been assessed and approved by the Tax Authority.

C. The Group is within the scope of the Pillar Two model rules issued by the Organization for Economic Co-operation and Development. As of June 30, 2024, the Pillar two rule has been enacted in some place of incorporation, such as Japan etc., and is expected to take effect in future years. Therefore, the Group does not have relevant current income tax exposure.

(34) Earnings per share

	<u>Three months ended June 30, 2024</u>		
	<u>Amount after tax</u>	<u>Weighted average number of ordinary shares outstanding (shares in thousands)</u>	<u>Earnings per share (in dollars)</u>
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of parent	\$ <u>3,356,028</u>	<u>1,039,622</u>	\$ <u>3.23</u>
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of parent	\$ 3,356,028	1,039,622	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	<u>-</u>	<u>554</u>	
Shareholders of parent plus assumed conversion of all dilutive potential ordinary shares	\$ <u>3,356,028</u>	<u>1,040,176</u>	\$ <u>3.22</u>

Three months ended June 30, 2023		
Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>		
Profit attributable to ordinary shareholders of parent	\$ 2,553,940	1,039,622
	<u>2,553,940</u>	<u>\$ 2.46</u>
<u>Diluted earnings per share</u>		
Profit attributable to ordinary shareholders of parent	\$ 2,553,940	1,039,622
Employees' compensation	-	503
Shareholders of parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 2,553,940</u>	<u>1,040,125</u>
		<u>\$ 2.45</u>

Six months ended June 30, 2024		
Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>		
Profit attributable to ordinary shareholders of the parent	\$ 6,300,394	1,039,622
	<u>6,300,394</u>	<u>\$ 6.06</u>
<u>Diluted earnings per share</u>		
Profit attributable to ordinary shareholders of the parent	\$ 6,300,394	1,039,622
Assumed conversion of all dilutive potential ordinary shares		
Employees' compensation	-	1,854
Shareholders of parent plus assumed conversion of all dilutive potential ordinary shares	<u>\$ 6,300,394</u>	<u>1,041,476</u>
		<u>\$ 6.05</u>

	Six months ended June 30, 2023		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
<u>Basic earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 5,374,541	1,039,622	\$ 5.17
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of the parent	\$ 5,374,541	1,039,622	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation	-	1,651	
Shareholders of parent plus assumed conversion of all dilutive potential ordinary shares	\$ 5,374,541	1,041,273	\$ 5.16

(35) Supplemental cash flow information

A. Investing activities with partial cash payments

	Six months ended June 30, 2024	Six months ended June 30, 2023
Purchase of property, plant and equipment	\$ 6,523,939	\$ 5,082,295
Add: Opening balance of payable on equipment	1,737,924	2,750,519
Less: Ending balance of payable on equipment	( 1,224,669)	( 977,321)
Capitalization of interest	( 3,834)	-
Cash paid during the period	\$ 7,033,360	\$ 6,855,493

B. Declared cash dividends

	Six months ended June 30, 2024	Six months ended June 30, 2023
Unpaid cash dividends – the Company	\$ 9,356,600	\$ 9,356,600
Unpaid cash dividends – subsidiary	913,313	1,233,515
	\$ 10,269,913	\$ 10,590,115

C. In April, 2024, the Group sold 55% of its equity interest in its subsidiary, Shan Dong President Yinzuo Commercial Limited, to a non-related party. Please refer to Note 4, (3) 2. (4). The equity transfer was completed in April, 2024. The following table summarizes the consideration received for this transaction:

	<u>April 22, 2024</u>
Cash and cash equivalents	\$ 22,673
Other current assets	382,566
Other non-current assets	1,441,511
Other current liabilities	( 1,140,103)
Other non-current liabilities	( 1,060,750)
Non-controlling interest	<u>164,464</u>
Carrying amount of disposed subsidiary	<u>( 189,639)</u>
Gain from disposal of subsidiary	292,954
Translation differences of foreign operations from disposal of subsidiary	3,030
Effect of foreign exchange rate changes of foreign operations	<u>5,132</u>
Consideration received from disposal of subsidiary	111,477
Cash and cash equivalents of disposed subsidiary	<u>( 22,673)</u>
Proceeds from disposal of subsidiary	<u>\$ 88,804</u>

(36) Changes in liabilities from financing activities

	2024							
	<u>Short-term borrowings</u>	<u>Short-term notes and bills payable</u>	<u>Dividend payable</u>	<u>Long-term borrowings</u>	<u>Lease liabilities</u>	<u>Guarantee deposits received</u>	<u>Other non-current liabilities</u>	<u>Total liabilities from financing activities</u>
At January 1	\$ 9,798,343	\$ 3,497,090	\$ -	\$ 6,351,627	\$ 92,666,123	\$ 4,568,936	\$ 1,276,096	\$ 118,158,215
Changes in cash flow from financing activities	( 2,980,768)	( 1,998,043)	( 1,796,312)	3,009,817	( 7,367,949)	9,861	2,863	( 11,120,531)
Interest paid (Note)	-	-	-	-	( 580,097)	-	-	( 580,097)
Impact of changes in foreign exchange rate	6,027	-	-	-	94,601	743	-	101,371
Changes in other non-cash items	-	-	12,066,225	( 252,157)	8,470,741	-	23,543	20,308,352
At June 30	<u>\$ 6,823,602</u>	<u>\$ 1,499,047</u>	<u>\$ 10,269,913</u>	<u>\$ 9,109,287</u>	<u>\$ 93,283,419</u>	<u>\$ 4,579,540</u>	<u>\$ 1,302,502</u>	<u>\$ 126,867,310</u>
	2023							
	<u>Short-term borrowings</u>	<u>Short-term notes and bills payable</u>	<u>Long-term borrowings</u>	<u>Lease liabilities</u>	<u>Guarantee deposits received</u>	<u>Other non-current liabilities</u>	<u>Total liabilities from financing activities</u>	
At January 1	\$ 9,250,522	\$ -	\$ 492,617	\$ 88,833,012	\$ 4,326,458	\$ 1,179,724	\$ 104,082,333	
Changes in cash flow from financing activities	4,374,780	-	267,029	( 7,164,866)	169,487	( 6,293)	( 2,359,863)	
Interest paid (Note)	-	-	-	( 517,454)	-	-	( 517,454)	
Impact of changes in foreign exchange rate	-	-	813	36,423	3,869	-	41,105	
Changes in other non-cash items	-	10,590,115	44,542	8,943,853	-	41,654	19,620,164	
At June 30	<u>\$ 13,625,302</u>	<u>\$ 10,590,115</u>	<u>\$ 805,001</u>	<u>\$ 90,130,968</u>	<u>\$ 4,499,814</u>	<u>\$ 1,215,085</u>	<u>\$ 120,866,285</u>	

Note: Presented in cash flows from operating activities.

## 7. RELATED PARTY TRANSACTIONS

### (1) Parent and ultimate controlling party

The Company's parent company and the Group's ultimate parent company is Uni-President Enterprises Corp. which holds a 45.4% equity interest in the Company as of June 30, 2024.

### (2) Names of related parties and relationship

<u>Names of related parties</u>	<u>Relationship with the Group</u>
Uni-President Enterprises Corp.	Ultimate parent company
Mister Donut Taiwan Co.,Ltd	Investee of the Company accounted for using the equity method
Uni-President Organics Corp.	Subsidiary of ultimate parent company
President Fair Development Corp.	"
Uni-President Development Corp.	"
Presco Netmarketing Inc.	"
Tait Marketing & Distribution Co., Ltd.	"
President Packaging Industrial Corp.	"
President Tokyo Corp.	"
Tone Sang Construction Corp.	"
Presicarre Corp.	"
Kai Ya Food Co., Ltd.	Sub-subsidiary of ultimate parent company
Tung Ang Enterprises Corp.	"
Lien Bo Corp.	"
Zhongshan President Enterprises Co., Ltd.	"
Qingdao President Feed & Livestock Co., Ltd.	"
President (Kunshan) Trading Co.,Ltd	"
Shanghai Songjiang President Enterprises Co., Ltd.	"
Uni-President (Philippines) Corp.	"
Woongjin Food Co., Ltd.	"
Kuang Chuan Dairy Co., Ltd.	Investee of ultimate parent company accounted for using the equity method
Wei Lih Food Industrial Co., Ltd.	"
Prince Housing Development Corp.	"
Cheng-shi Construction Co., Ltd.	"
Ta Chen Contruction&Engineering Corp.	"
President Securities Corp.	"
Tong Zhan Co., Ltd.	Investees of subsidiaries of ultimate parent company accounted for using the equity method
Koasa Yamako Corp.	The Company is a director of Koasa Yamako Corp.
Kao Chuan Investment Co., Ltd.	Director of ultimate parent company

(3) Significant related party transactions and balances

A. Operating revenue

	<u>Three months ended</u> <u>June 30, 2024</u>	<u>Three months ended</u> <u>June 30, 2023</u>
<u>Sales of goods</u>		
Ultimate parent company	\$ 172,514	\$ 159,143
Associates	27,019	47,964
Sister companies	230,771	115,552
Other related parties	17,904	16,729
<u>Sales of services</u>		
Ultimate parent company	4,014	3,278
Associates	3,255	24,843
Sister companies	47,170	8,938
Other related parties	785	1,858
	<u>\$ 503,432</u>	<u>\$ 378,305</u>
	<u>Six months ended</u> <u>June 30, 2024</u>	<u>Six months ended</u> <u>June 30, 2023</u>
<u>Sales of goods</u>		
Ultimate parent company	\$ 352,795	\$ 319,382
Associates	53,351	94,341
Sister companies	420,317	231,311
Other related parties	32,795	30,683
<u>Sales of services</u>		
Ultimate parent company	9,871	9,502
Associates	6,446	44,835
Sister companies	77,807	16,262
Other related parties	2,401	3,050
	<u>\$ 955,783</u>	<u>\$ 749,366</u>

Goods are sold based on the price lists in force and terms that would be available to third parties.

B. Purchases

	<u>Three months ended</u> <u>June 30, 2024</u>	<u>Three months ended</u> <u>June 30, 2023</u>
Ultimate parent company	\$ 5,481,842	\$ 5,102,815
Associates	45,574	150,072
Sister companies	2,328,138	2,044,490
Other related parties	691,874	616,988
	<u>\$ 8,547,428</u>	<u>\$ 7,914,365</u>



	Six months ended June 30, 2024	Six months ended June 30, 2023
Ultimate parent company	\$ 10,665,058	\$ 9,812,617
Associates	89,831	308,215
Sister companies	4,313,983	3,800,543
Other related parties	1,372,938	1,233,689
	<u>\$ 16,441,810</u>	<u>\$ 15,155,064</u>

Goods and services are purchased from related parties on normal commercial terms and conditions.

C. Receivables from related parties

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Accounts receivable</u>			
Ultimate parent company	\$ 225,931	\$ 366,755	\$ 227,493
Associates	12,746	80,651	63,355
Sister companies	201,686	122,415	81,796
Other related parties	9,151	6,850	9,284
	<u>\$ 449,514</u>	<u>\$ 576,671</u>	<u>\$ 381,928</u>

Receivables from related parties arise mainly from sales transactions. Receivables are unsecured in nature and are non-interest bearing. There are no provisions for receivables from related parties.

D. Payables to related parties

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Notes payable and accounts payable</u>			
Ultimate parent company	\$ 2,423,821	\$ 2,297,506	\$ 2,198,938
Associates	35,686	218,837	76,677
Sister companies	1,270,993	945,606	1,021,565
Other related parties	516,447	444,861	381,559
	<u>\$ 4,246,947</u>	<u>\$ 3,906,810</u>	<u>\$ 3,678,739</u>

Payables to related parties arise mainly from purchase transactions. Payables bear no interest.

E. Leasing arrangements — lessee

(a) The Group holds various lease agreements with related parties based on the market price. The leases were paid on a monthly basis.

(b) Acquisition of right-of-use assets

	Six months ended June 30, 2024	Six months ended June 30, 2023
Ultimate parent company	\$ 88,196	\$ 7,016
Sister companies	100,169	1,595
Other related parties	-	191,349
	<u>\$ 188,365</u>	<u>\$ 199,960</u>

(c) Lease expenses

	Three months ended June 30, 2024	Three months ended June 30, 2023
Ultimate parent company	\$ 2,424	\$ 955
Associates	641	15,139
Sister companies	23,596	3,828
Other related parties	343	864
	<u>\$ 27,004</u>	<u>\$ 20,786</u>

  

	Six months ended June 30, 2024	Six months ended June 30, 2023
Ultimate parent company	\$ 4,872	\$ 2,057
Associates	1,297	30,932
Sister companies	46,988	7,583
Other related parties	577	1,725
	<u>\$ 53,734</u>	<u>\$ 42,297</u>

(d) Lease liabilities

	June 30, 2024	December 31, 2023	June 30, 2023
Ultimate parent company	\$ 121,441	\$ 71,552	\$ 112,088
Associates	-	2,500,150	2,686,866
Sister companies	2,521,154	147,445	158,630
Other related parties	556,451	567,597	600,968
	<u>\$ 3,199,046</u>	<u>\$ 3,286,744</u>	<u>\$ 3,558,552</u>

F. Property transactions

Acquisition of assets

	Accounts	Three months ended June 30, 2024	Three months ended June 30, 2023
Associates	Intangible assets	\$ 22,921	\$ 3,806
Sister companies	"	-	718
Ultimate parent company	Property, plant and equipment	2,800	-
Sister companies	"	1,094	97
Other related parties	"	86,114	3,203
		<u>\$ 112,929</u>	<u>\$ 7,824</u>

	Accounts	Six months ended June 30, 2024	Six months ended June 30, 2023
Associates	Intangible assets	\$ 31,068	\$ 23,904
Sister companies	"	-	718
Ultimate parent company	Property, plant and equipment	4,500	-
Associates	"	14,994	182
Sister companies	"	45,334	8,907
Other related parties	"	130,874	5,485
		\$ 226,770	\$ 39,196

G. Refundable deposits

	June 30, 2024	December 31, 2023	June 30, 2023
Ultimate parent company	\$ 1,760	\$ 1,760	\$ 1,760
Associates	-	67,472	67,863
Sister companies	170,890	101,152	11,925
Other related parties	30,653	30,353	32,942
	\$ 203,303	\$ 200,737	\$ 114,490

H. Loans to related parties

Loans from related parties:

(a) Outstanding balance

	June 30, 2024	December 31, 2023	June 30, 2023
Sister companies	\$ 294,704	\$ -	\$ -

(b) Interest expense

	Three months ended June 30, 2024	Three months ended June 30, 2023
Sister companies	\$ 2,322	\$ -
	Six months ended June 30, 2024	Six months ended June 30, 2023
Sister companies	\$ 4,314	\$ -

(4) Key management compensation

	Three months ended June 30, 2024	Three months ended June 30, 2023
Short-term employee benefits	\$ 150,175	\$ 143,291
	Six months ended June 30, 2024	Six months ended June 30, 2023
Short-term employee benefits	\$ 323,892	\$ 333,810

## 8. PLEDGED ASSETS

The Group's assets pledged as collateral are as follows:

Pledged assets	Book value			Purpose
	June 30, 2024	December 31, 2023	June 30, 2023	
Land	\$ 90,032	\$ 218,675	\$ 218,675	Guarantee facilities and performance guarantee
Buildings	5,179	16,897	20,063	Guarantee facilities and performance guarantee
Transportation equipment	662,747	726,612	764,328	Long-term borrowings
Investment property	56,529	56,581	56,634	Performance guarantee
Pledged time deposits (Recognized as "Other non-current assets - guarantee deposits paid")	99,371	115,488	94,162	Performance guarantee
	<u>\$ 913,858</u>	<u>\$ 1,134,253</u>	<u>\$ 1,153,862</u>	

## 9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED CONTRACT COMMITMENTS

(1) The Group signed a contract for the acquisition of land located in Taoyuan Aerotropolis Industry Area for \$6,000,000. As of June 30, 2024, the amount the Group has signed but not paid is \$4,200,000.

(2) As of June 30, 2024, the remaining balance due for construction in progress and prepayments for equipment was \$2,541,939.

## 10. SIGNIFICANT DISASTER LOSS

None.

## 11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

None.

## 12. OTHERS

### (1) Capital management

The Group's objectives in this area are to retain the confidence of investors and the market, to fund future capital expenditures and stable dividend flows for ordinary shares, and to maintain the most appropriate capital structure to maximize the equity interest of shareholders.

(2) Financial instruments

A. Financial instruments by category

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
<u>Financial assets</u>			
Financial assets at fair value through profit or loss			
Financial assets mandatorily measured at fair value through profit or loss	<u>\$ 1,658,020</u>	<u>\$ 1,028,746</u>	<u>\$ 1,156,124</u>
Financial assets at fair value through other comprehensive income			
Designation of equity instrument	<u>\$ 1,420,292</u>	<u>\$ 1,019,411</u>	<u>\$ 917,394</u>
Financial assets at amortized cost			
Cash and cash equivalents	\$ 51,564,880	\$ 48,929,582	\$ 48,226,332
Financial assets at amortized cost	6,771,657	6,978,609	-
Accounts receivable, net	7,573,373	7,340,609	6,334,427
Other receivables	4,534,707	2,929,500	3,276,048
Other current assets (Note)	1,979,304	1,952,318	1,863,181
Guarantee deposits paid	3,620,887	3,542,358	3,472,249
Other non-current assets (Note)	-	13,839	32,684
	<u>\$ 76,044,808</u>	<u>\$ 71,686,815</u>	<u>\$ 63,204,921</u>
<u>Financial liabilities</u>			
Financial liabilities at amortized cost			
Short-term borrowings	\$ 6,823,602	\$ 9,798,343	\$ 13,625,302
Short-term notes and bills payable	1,499,047	3,497,090	-
Notes payable	2,252,246	2,204,719	1,040,637
Accounts payable (including related parties)	33,373,675	32,072,086	28,062,598
Other payables	42,178,620	33,134,376	36,107,340
Long-term borrowings (including current portion)	9,568,299	6,558,526	1,082,834
Guarantee deposits received	4,579,540	4,568,936	4,499,814
	<u>\$ 100,275,029</u>	<u>\$ 91,834,076</u>	<u>\$ 84,418,525</u>
Lease liabilities	<u>\$ 93,283,419</u>	<u>\$ 92,666,123</u>	<u>\$ 90,130,968</u>

Note: The Group's trust account for advance receipts of gift certificates and deposits.

B. Risk management policies

- (a) The Group's risk management and hedging policies mainly focus on hedging business risk. The Group also establishes hedge positions when trading derivative financial instruments. The choice of instruments should hedge risks relating to interest expense, assets or liabilities arising from business operations.
- (b) For managing derivative instruments, the treasury department is responsible for managing trading positions of derivative instruments and assesses market values periodically. If transactions and gains (losses) are unusual, the treasury will respond accordingly and report to the Board of Directors immediately.

- (c) There is no related transaction with derivative financial instruments that are used to hedge certain exchange rate risk.

C. Significant financial risks and degrees of financial risks

(a) Market risk

Foreign exchange risk

- I. The Group operates internationally and is exposed to foreign exchange risk arising from of the Company and its subsidiaries used in various functional currency, the transactions primarily with respect to the USD and RMB. Exchange risk arises from future commercial transactions and recognized assets and liabilities.
- II. Management has set up a policy to require group companies to manage their foreign exchange risk against their functional currencies.
- III. The Company's and certain subsidiaries' functional currency is the New Taiwan dollar (NTD), and for other certain subsidiaries, the functional currency is the Renminbi (RMB). The details of assets and liabilities denominated in foreign currencies whose values would be materially affected by exchange rate fluctuations are as follows:

(Foreign currency: functional currency)	June 30, 2024			December 31, 2023		
	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)
<u>Financial assets</u>						
<u>Monetary items</u>						
USD : NTD	\$ 1,604	32.4500	\$ 52,050	\$ 9,177	30.7050	\$ 281,780
RMB : NTD	2,529	4.4652	11,292	1,677	4.3246	7,252
JPY : NTD	95,366	0.2017	19,235	38,525	0.2172	8,368
HKD : NTD	511	4.1559	2,124	685	3.9307	2,693
EUR : NTD	595	34.7100	20,652	722	33.9800	26,233
<u>Non-monetary items</u>						
JPY : NTD	\$ 1,100,100	0.2017	\$ 221,890	\$ 1,005,300	0.2172	\$ 218,351
<u>Financial liabilities</u>						
<u>Monetary items</u>						
USD : NTD	\$ 5,517	32.4500	\$ 179,027	\$ 4,945	30.7050	\$ 151,836
RMB : NTD	2,594	4.4652	11,583	1,299	4.3246	5,618
JPY : NTD	124,605	0.2017	25,133	45,397	0.2172	9,860
<u>June 30, 2023</u>						
(Foreign currency: functional currency)	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)
<u>Financial assets</u>						
<u>Monetary items</u>						
USD : NTD	\$ 8,771	31.1400	\$ 273,129	\$ 8,771	31.1400	\$ 273,129
RMB : NTD	2,359	4.2930	10,127	2,359	4.2930	10,127
JPY : NTD	71,926	0.2150	15,464	71,926	0.2150	15,464
HKD : NTD	896	3.9737	3,560	896	3.9737	3,560
EUR : NTD	149	33.8100	5,038	149	33.8100	5,038
<u>Non-monetary items</u>						
JPY : NTD	\$ 965,400	0.2150	\$ 207,561	\$ 965,400	0.2150	\$ 207,561
<u>Financial liabilities</u>						
<u>Monetary items</u>						
USD : NTD	\$ 4,378	31.1400	\$ 136,331	\$ 4,378	31.1400	\$ 136,331
RMB : NTD	172	4.2930	738	172	4.2930	738
JPY : NTD	113,168	0.2150	24,331	113,168	0.2150	24,331

- IV. Total exchange gain or loss, including realized and unrealized from significant foreign exchange variations on monetary items held by the Group amounted to (\$29,604), \$29,287, \$(28,968) and \$28,815 for the three months and six months ended June 30, 2024 and 2023, respectively.
- V. Analysis of foreign currency market risk arising from significant foreign exchange variation: Foreign exchange risk with respect to USD primarily arises from the exchange gain or loss resulting from foreign currency translation of cash and cash equivalents, accounts receivable and accounts payable denominated in USD. If the NTD:USD exchange rate appreciates/depreciates by 5% with all other factors remaining constant, the Group's profit for the six months ended June 30, 2024 and 2023 would increase/decrease by \$6,349 and \$6,840, respectively. Foreign exchange risk with respect to JPY primarily arises from the exchange gain or loss resulting from foreign currency translation of cash, financial assets at fair value through other comprehensive income – non-current and accounts payable denominated in JPY. If the NTD:JPY exchange rate appreciates/depreciates by 5%, with all other factors remaining constant, the Group's comprehensive income for the six months ended June 30, 2024 and 2023 would increase/decrease by \$10,800 and \$9,935, respectively.

#### Price risk

- I. The Group's equity securities, which are exposed to price risk, are the held financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income. To manage its price risk arising from investments in equity securities, the Group diversifies its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.
- II. The Group's investments in equity securities comprise shares and open-ended funds issued by the domestic companies. The prices of equity securities would change due to change of the future value of investee companies. If the prices of these equity securities increase/decrease by 5%, and open-ended funds increase/decrease by 0.25%, with all other variables held constant, the post-tax profit for the six months ended June 30, 2024 and 2023 would have increased/decreased by \$8,205 and \$6,951, respectively, as a result of gains/losses on equity securities and open-ended funds classified as at fair value through profit or loss. Other components of equity would have increased/decreased by \$71,015 and \$45,870, respectively, as a result of other comprehensive income classified as equity investment at fair value through other comprehensive income.

#### Cash flow and fair value interest rate risk

- I. The Group's interest rate risk arises from short-term borrowings and long-term borrowings. Borrowings issued at variable rates expose the Group to cash flow interest rate risk, which are partially offset by cash and cash equivalents held at variable rates. Borrowings issued at fixed rates expose the Group to fair value interest rate risk. During the six months ended June 30, 2024 and 2023, the Group's borrowings at variable rate were mainly denominated in New Taiwan dollars and Philippine Peso.
- II. If the borrowing interest rate had increased/decreased by 0.25% with all other variables held constant, profit, net of tax for the six months ended June 30, 2024 and 2023 would have decreased/increased by \$23,921 and \$2,707, respectively. The main factor is that changes in interest expense result in floating-rate borrowings.

(b) Credit risk

- I. Credit risk refers to the risk of financial loss to the Group arising from default by the clients or counterparties of financial instruments on the contract obligations. The main factor is that counterparties could not repay in full of the contract cash flows of the accounts receivable based on the agreed terms.
- II. The Group manages their credit risk taking into consideration the entire group's concern. For banks and financial institutions, only independently rated parties with a minimum rating of 'A' are accepted.
- III. The Group adopts management of credit risk, whereby the default occurs when the contract payments are past due over 90 days.
- IV. The Group assesses whether there has been a significant increase in credit risk on that instrument since initial recognition if the contract payments were past due over 30 days based on the terms.
- V. The Group operates a chain of retail stores, thus the ratio of accounts receivable to total asset is low and the probability that accounts receivable cannot be received is low. For accounts receivable from other transactions, the Group manages individually and follows up regularly. The Group classifies customers' accounts receivable in accordance with credit rating of customer. The Group applies the simplified approach to estimate expected credit loss to assess the default possibility of accounts receivable. Movements in relation to the group applying the simplified approach to provide loss allowance for accounts receivable are as follows:

	<u>2024</u>	<u>2023</u>
	<u>Accounts receivable</u>	<u>Accounts receivable</u>
At January 1	\$ 118,569	\$ 78,848
Provision for impairment	24,971	17,914
Reversal of impairment loss to other revenue	( 16)	( 480)
Write-offs	-	( 469)
Effect of foreign exchange	( 22,257)	1,619
Disposal of subsidiary	( 440)	-
At June 30	<u>\$ 120,827</u>	<u>\$ 97,432</u>

- VI. The Group has no written-off financial assets that are still under recourse procedures on June 30, 2024, December 31, 2023 and June 30, 2023.

(c) Liquidity risk

- I. Cash flow forecasting is performed by the operating entities of the Group and aggregated by the Group's finance department. It monitors rolling forecasts of liquidity requirements to ensure the Group has sufficient cash to meet operational needs, while maintaining sufficient headroom on its undrawn committed borrowing facilities, at all times, so that the Group does not breach borrowing limits or covenants on any of its borrowing facilities. Such forecasting takes into consideration the Group's debt financing plans, covenant compliance, and compliance with internal balance sheet ratio targets.



- II. The Group invests surplus cash in interest bearing current accounts, time deposits, money market fund and marketable securities, and chooses instruments with appropriate maturities or sufficient liquidity to provide sufficient headroom as determined by the aforementioned forecasting. The Group held money market funds of \$1,572,540, \$943,266 and \$1,070,644 as of June 30, 2024, December 31, 2023 and June 30, 2023, respectively, which are expected to readily generate cash inflows for the purpose of managing liquidity risk.
- III. The Group has undrawn borrowing facilities of \$32,115,653, \$35,011,259 and \$32,781,316 as of June 30, 2024, December 31, 2023 and June 30, 2023, respectively.
- IV. The table below analyses the Group's non-derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date for non-derivative financial liabilities. Except for notes payable, accounts payable and other payables, whose contractual undiscounted cash flows are approximate to book value, maturing within one year, and except for guarantee deposit received, maturing above three years, the amounts disclosed in the table are the contractual undiscounted cash flows.

Non-derivative financial liabilities:

	Less than 1 year	Between 1 and 2 years	Between 2 and 3 years	Over 3 years
June 30, 2024				
Short-term borrowings	\$ 6,841,906	\$ -	\$ -	\$ -
Short-term notes and bills payable	1,500,000	-	-	-
Lease liabilities	15,318,958	15,627,724	12,853,143	54,538,734
Long-term borrowings (including current portion)	625,234	6,058,149	2,028,699	1,125,442

Non-derivative financial liabilities:

	Less than 1 year	Between 1 and 2 years	Between 2 and 3 years	Over 3 years
December 31, 2023				
Short-term borrowings	\$ 9,826,645	\$ -	\$ -	\$ -
Short-term notes and bills payable	3,500,000	-	-	-
Lease liabilities	15,436,962	15,245,175	12,826,064	54,043,410
Long-term borrowings (including current portion)	316,952	2,169,309	3,702,503	543,597

Non-derivative financial liabilities:

	Less than 1 year	Between 1 and 2 years	Between 2 and 3 years	Over 3 years
June 30, 2023				
Short-term borrowings	\$ 13,641,137	\$ -	\$ -	\$ -
Lease liabilities	15,034,672	14,671,788	13,354,730	51,315,305
Long-term borrowings (including current portion)	301,657	164,598	120,874	564,573

- V. The Group neither expected the timing of occurrence of the cash flows estimated through the maturity date analysis will be significantly earlier, nor expect the actual cash flow amount will be significantly different.

(3) Fair value information

A. The different levels of the inputs used in valuation techniques to measure the fair value of financial and non-financial instruments are defined as follows:

Level 1: Quoted prices (unadjusted) in active markets for identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in listed stocks, beneficiary certificates and on-the-run Taiwan central government bonds is included in Level 1.

Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly.

Level 3: Unobservable inputs for the asset or liability. The fair value of the Group's investment in equity investments without an active market is included in Level 3.

B. Fair value information of the Group's investment property at cost is provided in Note 6(11).

C. Financial instruments not measured at fair value

(a) Except for those listed in the table below, the carrying amounts of cash and cash equivalents, financial assets at amortized cost, accounts receivable, other receivables, short-term borrowings, short term notes and bills payable, notes payable, accounts payable, other payables and long-term borrowings are approximate to their fair values.

	June 30, 2024			
	<u>Book value</u>	<u>Fair value</u>		
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
<u>Financial assets:</u>				
Guarantee deposits paid	<u>\$ 3,620,887</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,521,604</u>
<u>Financial liabilities:</u>				
Guarantee deposits received	<u>\$ 4,579,540</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,418,146</u>
December 31, 2023				
	<u>Book value</u>	<u>Fair value</u>		
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
<u>Financial assets:</u>				
Guarantee deposits paid	<u>\$ 3,542,358</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,453,047</u>
<u>Financial liabilities:</u>				
Guarantee deposits received	<u>\$ 4,568,936</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,421,332</u>

	June 30, 2023			
	<u>Book value</u>	<u>Fair value</u>		
		<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
<u>Financial assets:</u>				
Guarantee deposits paid	\$ 3,472,249	\$ -	\$ -	\$ 3,391,110
<u>Financial liabilities:</u>				
Guarantee deposits received	\$ 4,499,814	\$ -	\$ -	\$ 4,368,320

(b) Guarantee deposits paid/received are measured at fair value, which is calculated based on the discounted future cash flow.

D. The related information for financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities is as follows:

(a) Classification according to the nature of assets and liabilities, relevant information is as follows:

<u>June 30, 2024</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Beneficiary certificates	\$ 1,572,540	\$ -	\$ -	\$ 1,572,540
Equity securities	-	-	85,480	85,480
Subtotal	<u>1,572,540</u>	<u>-</u>	<u>85,480</u>	<u>1,658,020</u>
Financial assets at fair value through other comprehensive income				
Equity securities	1,415,944	-	4,348	1,420,292
	<u>\$ 2,988,484</u>	<u>\$ -</u>	<u>\$ 89,828</u>	<u>\$ 3,078,312</u>
 <u>December 31, 2023</u>	 <u>Level 1</u>	 <u>Level 2</u>	 <u>Level 3</u>	 <u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Beneficiary certificates	\$ 943,266	\$ -	\$ -	\$ 943,266
Equity securities	-	-	85,480	85,480
Subtotal	<u>943,266</u>	<u>-</u>	<u>85,480</u>	<u>1,028,746</u>
Financial assets at fair value through other comprehensive income				
Equity securities	1,015,063	-	4,348	1,019,411
	<u>\$ 1,958,329</u>	<u>\$ -</u>	<u>\$ 89,828</u>	<u>\$ 2,048,157</u>

<u>June 30, 2023</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
Assets				
<u>Recurring fair value measurements</u>				
Financial assets at fair value				
through profit or loss				
Beneficiary certificates	\$ 1,070,644	\$ -	\$ -	\$ 1,070,644
Equity securities	<u>-</u>	<u>-</u>	<u>85,480</u>	<u>85,480</u>
Subtotal	<u>1,070,644</u>	<u>-</u>	<u>85,480</u>	<u>1,156,124</u>
Financial assets at fair value				
through other comprehensive				
income				
Equity securities	<u>913,046</u>	<u>-</u>	<u>4,348</u>	<u>917,394</u>
	<u>\$ 1,983,690</u>	<u>\$ -</u>	<u>\$ 89,828</u>	<u>\$ 2,073,518</u>

(b) The methods and assumptions the Group used to measure fair value are as follows:

I. The instruments the Group used market quoted prices as their fair values (that is, Level 1) are listed below by characteristics:

	<u>Listed shares</u>	<u>Open-ended fund</u>	<u>Government bond</u>
Market quoted price	Closing price	Net asset value	Closing price

II. Except for financial instruments with active markets, the fair value of other financial instruments is measured using valuation techniques or by reference to counterparty quotes. The fair value of financial instruments measured using valuation techniques can be referred to current fair value of instruments with similar terms and characteristics in substance, by discounted cash flow method or other valuation methods, including calculations by applying models using market information available at the consolidated balance sheet date.

E. For the six months ended June 30, 2024 and 2023, there was no transfer between Level 1 and Level 2.

F. For the six months ended June 30, 2024 and 2023, there was no significant transfer in or out of Level 3.

G. The Group is in charge of valuation procedures for fair value measurements being categorized within Level 3, which is to verify the independent fair value of financial instruments. Such assessments are to ensure the valuation results are reasonable by applying independent information to compare the results to current market conditions, confirming the information resources are independent, reliable and in line with other resources, and represented as the exercisable price, and frequently making any other necessary adjustments to the fair value. Investment property is assessed by independent appraisers or based on recent closing prices of similar property in the neighboring area.

H. The qualitative information on significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement are provided below:

	Fair value at June 30, 2024	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	\$ 89,828	Market comparable companies	Price to book ratio multiplier	2.47	The higher the multiplier, the higher the fair value
		Net asset value	Net asset value	-	The higher the net asset value, the higher the fair value
	Fair value at December 31, 2023	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	\$ 89,828	Market comparable companies	Price to book ratio multiplier	2.47	The higher the multiplier, the higher the fair value
		Net asset value	Net asset value	-	The higher the net asset value, the higher the fair value
	Fair value at June 30, 2023	Valuation technique	Significant unobservable input	Range (weighted average)	Relationship of inputs to fair value
Non-derivative equity instrument:					
Unlisted shares	\$ 89,828	Market comparable companies	Price to book ratio multiplier	2.42	The higher the multiplier, the higher the fair value
		Net asset value	Net asset value	-	The higher the net asset value, the higher the fair value

I. The Group has carefully assessed the valuation models and assumptions used to measure fair value. However, the use of different valuation models or assumptions may result in different measurements. If valuation assumptions from financial assets and liabilities categorized within Level 3 had increased or decreased by 1%, net income or other comprehensive income would not have been significantly impacted for the six months ended June 30, 2024 and 2023.

### 13. SUPPLEMENTARY DISCLOSURE

#### (1) Significant transactions information

- A. Loans to others: Please refer to Table 1.
- B. Provision of endorsements and guarantees to others: None.
- C. Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures): Please refer to Table 2.
- D. Acquisition or sale of the same security with the accumulated cost reaching \$300 million or 20% of the Company's paid-in capital: Please refer to Table 3.
- E. Acquisition of real estate reaching \$300 million or 20% of paid-in capital or more: Please refer to Table 4.
- F. Disposal of real estate reaching \$300 million or 20% of paid-in capital or more: None.
- G. Purchases or sales of goods from or to related parties reaching \$100 million or 20% of paid-in capital or more: Please refer to Table 5.
- H. Receivables from related parties reaching \$100 million or 20% of paid-in capital or more: Please refer to Table 6.
- I. Trading in derivative instruments undertaken during the reporting periods: None.
- J. Significant inter-company transactions during the reporting periods: Please refer to Table 7.

#### (2) Information on investees

Names, locations and other information of investee companies (not including investees in Mainland China): Please refer to Table 8.

#### (3) Information on investments in Mainland China

- A. Basic information: Please refer to Table 9.
- B. Significant transactions, either directly or indirectly through a third area, with investee companies in the Mainland Area: None.

#### (4) Major shareholders information

List of shareholders holding more than 5% (inclusive) of shares: Please refer to Table 10.

#### 14. SEGMENT INFORMATION

##### (1) General information

Management has determined the reportable operating segments based on reports reviewed by the chief operating decision-maker and used to make strategic decisions.

There was no material change in the basis for formation of entities and division of segments in the Group or in the measurement basis for segment information during this period.

The chief operating decision-maker considers the business from industry and geographic perspectives. By industry, the Group focuses on convenience stores, retail business groups, logistics business groups and others. Geographically, the Group focuses on Taiwan and mainland China where most of its business premises are located. As the operation of convenience stores in Taiwan is the focus of the Group, it is classified as a single operating segment. The whole of mainland China is considered the same operating segment.

The revenue of the Group's reportable segments is derived from the operations of convenience stores, retail business group and logistics business group. Other operating segments include a restaurant-related business group, supporting business group and China business. The supporting business group mainly provides services relating to the Group's business, such as system maintenance and development and food manufacturing and supply.

##### (2) Measurement of segment information

The chief operating decision-maker evaluates the performance of the operating segments based on operating revenue and profit before income tax, which are the basis for measuring performance.

(3) Segment information

The segment information provided to the chief operating decision-maker for the reportable segments is as follows:

	Six months ended June 30, 2024					
	Convenience stores	Retail business group	Logistics business group	Other operating segments	Adjustment and elimination	Total
External revenue (net)	\$ 100,884,646	\$ 49,420,353	\$ 1,306,118	\$ 12,300,712	\$ -	\$ 163,911,829
Internal department revenue	979,857	2,068,344	9,124,903	5,876,277	( 18,049,381)	-
Total segment revenue	<u>\$ 101,864,503</u>	<u>\$ 51,488,697</u>	<u>\$ 10,431,021</u>	<u>\$ 18,176,989</u>	<u>(\$ 18,049,381)</u>	<u>\$ 163,911,829</u>
Segment income	<u>\$ 6,719,838</u>	<u>\$ 2,950,387</u>	<u>\$ 774,346</u>	<u>\$ 1,631,841</u>	<u>(\$ 2,962,222)</u>	<u>\$ 9,114,190</u>

  

	Six months ended June 30, 2023					
	Convenience stores	Retail business group	Logistics business group	Other operating segments	Adjustment and elimination	Total
External revenue (net)	\$ 94,997,926	\$ 44,453,512	\$ 1,200,202	\$ 12,408,904	\$ -	\$ 153,060,544
Internal department revenue	920,779	1,637,523	8,769,508	5,385,665	( 16,713,475)	-
Total segment revenue	<u>\$ 95,918,705</u>	<u>\$ 46,091,035</u>	<u>\$ 9,969,710</u>	<u>\$ 17,794,569</u>	<u>(\$ 16,713,475)</u>	<u>\$ 153,060,544</u>
Segment income	<u>\$ 6,302,725</u>	<u>\$ 2,637,868</u>	<u>\$ 749,821</u>	<u>\$ 1,396,420</u>	<u>(\$ 2,952,701)</u>	<u>\$ 8,134,133</u>

(4) Reconciliation of segment income

Revenue from external customers and segment income (loss) reported to the Chief Operating Decision-Maker are measured using the same method as for revenue and profit before tax in the financial statements. Thus, no reconciliation is needed.



PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
Loans to others  
Six months ended June 30, 2024

Table 1

Expressed in thousands of NTD  
(Except as otherwise indicated)

Number	Creditor	Borrower	General ledger account	Is a related party	Maximum outstanding balance during the six months ended June 30, 2024	Balance at June 30, 2024	Actual amount drawn down	Interest rate	Nature of loan	Amount of transactions with the borrower	Reason for short-term financing	Allowance for doubtful accounts	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Footnote
													Item	Value			
1	President Pharmaceutical Corp.	President Being Corp.	Other receivables	Y	\$ 48,000	\$ 48,000	\$ 48,000	1.46-1.76%	Short-term financing	\$ -	Additional operating capital	\$ -	None	\$ -	\$ 291,128	\$ 291,128	Note 1
2	Shanghai President Logistic Co., Ltd.	President Chain Store (Zhejiang) Ltd.	Other receivables	Y	44,652	44,652	-	-	Short-term financing	-	Purchase of equipment , - Additional operating capital	-	None	-	277,584	277,584	Note 1
3	President Chain Store (Taizhou) Ltd.	President Chain Store (Zhejiang) Ltd.	Other receivables	Y	44,652	44,652	-	-	Short-term financing	-	Purchase of equipment , - Additional operating capital	-	None	-	199,666	199,666	Note 1
4	President Chain Store (Shanghai) Ltd.	President Chain Store (Zhejiang) Ltd.	Other receivables	Y	44,652	44,652	-	-	Short-term financing	-	Purchase of equipment , - Additional operating capital	-	None	-	50,000	57,833	Note 2

Note1: The maximum amount for total loan and the maximum amount of individual enterprise are 40% of its net worth.

Note2: The maximum amount for total loan is 40% of its net worth.

The maximum amount for individual loan is \$50,000 or 10% of its net worth of recent financial statement which is less. If the creditor is subsidiaries owned 100% directly or indirectly by parent company owns 100% of the company, the maximum borrowing amount is \$50,000.

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
Holding of marketable securities at the end of the period (not including subsidiaries, associates and joint ventures)  
June 30, 2024

Table 2

Expressed in thousands of NTD  
(Except as otherwise indicated)

Securities held by	Type and name of securities	Relationship with the securities issuer	General ledger account	As of June 30, 2024				Footnote
				Number of shares	Book value	Ownership (%)	Fair value	
	Stock:							
President Chain Store Corp.	President Investment Trust Corp.	Director of President Investment Trust Corp.	Financial assets at fair value through profit or loss – non-current	2,667,600	\$ 45,298	7.60	\$ 45,298	
President Chain Store Corp.	Career Consulting Co. Ltd.	None	"	837,753	14,461	5.37	14,461	
President Chain Store Corp.	Kaohsiung Rapid Transit Corp.	"	"	2,572,127	25,721	0.92	25,721	
Mech-President Corp.	Yamay International Development Corp.	"	"	9	-	-	-	
President Chain Store Corp.	President Securities Corp.	Investee of Uni-President Enterprises Corp. under the equity method	Financial assets at fair value through other comprehensive income – non-current	40,545,111	1,194,054	2.79	1,194,054	
President Chain Store Corp.	Duskin Co., Ltd.	None	"	300,000	221,890	0.62	221,890	
President Chain Store Corp.	Koasa Yamako Corp.	Director of Koasa Yamako Corp.	"	650,000	4,348	10.00	4,348	
	Beneficiary certificates:							
Books.com. Co., Ltd.	CTBC Hua Win Money Market Fund	None	Financial assets at fair value through profit or loss – current	4,835,590	\$ 55,081	-	\$ 55,081	
Books.com. Co., Ltd.	Yuanta Wan Tai Money Market	"	"	5,558,697	87,029	-	87,029	
Uni-President Department Store Corp.	UPAMC James Bond Money Market Fund	"	"	3,610,984	62,304	-	62,304	
Uni-President Department Store Corp.	Jih Sun Money Market Fund	"	"	263,643	4,048	-	4,048	
Uni-President Department Store Corp.	SinoPac TWD Money Market Fund	"	"	1,590,688	22,897	-	22,897	
Uni-President Department Store Corp.	Taishin 1699 Money Market Fund	"	"	9,912,976	139,112	-	139,112	
President Pharmaceutical Corp.	Jih Sun Money Market Fund	"	"	951,223	14,608	-	14,608	
President Pharmaceutical Corp.	Taishin 1699 Money Market Fund	"	"	3,385,129	47,521	-	47,521	
Q-ware Systems & Services Corp.	Taishin 1699 Money Market Fund	"	"	54,702,764	767,923	-	767,923	
President Collect Service Corp.	UPAMC James Bond Money Market Fund	"	"	6,031,403	104,101	-	104,101	
President Collect Service Corp.	Taishin 1699 Money Market Fund	"	"	16,788,916	235,684	-	235,684	
Cold Stone Creamery Taiwan, Ltd.	Taishin 1699 Money Market Fund	"	"	142,520	2,001	-	2,001	
President Information Corp.	UPAMC James Bond Money Market Fund	"	"	1,751,501	30,231	-	30,231	

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
Acquisition or sale of the same security with the accumulated cost reaching \$300 million or 20% of the Company's paid-in capital  
Six months ended June 30, 2024

Table 3

Expressed in thousands of NTD  
(Except as otherwise indicated)

Investor	Type and name of securities	General ledger account	Counterparty	Relationship with the investor	Balance as at January 1, 2024		Addition		Disposal			Other increase (decrease)		Balance as at June 30, 2024		
					Number of shares	Amount	Number of shares	Amount	Number of shares	Selling price	Book value	Gain (loss) on disposal	Number of shares	Amount	Number of shares	Amount
	Beneficiary certificates:															
Uni-President Department Store Corp.	Jih Sun Money Market Fund	Note	Not applicable	Not applicable	-	\$ -	23,907,903	\$ 365,723	23,644,260	\$ 361,811	\$ 361,675	\$ 136	-	\$ -	263,643	\$ 4,048
Uni-President Department Store Corp.	SinoPac TWD Money Market Fund	"	"	"	-	-	37,068,346	531,746	35,477,658	509,049	508,849	200	-	-	1,590,688	22,897
Uni-President Department Store Corp.	Taishin 1699 Money Market Fund	"	"	"	14,761,021	205,806	86,121,346	1,204,894	90,969,391	1,272,494	1,271,568	926	-	( 20)	9,912,976	139,112
Books.com. Co., Ltd.	CTBC Hua Win Money Market Fund	"	"	"	3,625,367	41,022	87,995,879	998,000	86,785,656	984,840	984,000	840	-	59	4,835,590	55,081
Books.com. Co., Ltd.	Union Money Market Fund	"	"	"	4,937,072	67,021	35,700,083	486,000	40,637,155	553,547	553,000	547	-	( 21)	-	-
Books.com. Co., Ltd.	Yuanta Wan Tai Money Market	"	"	"	-	-	30,435,710	476,000	24,877,013	389,338	389,000	338	-	29	5,558,697	87,029
Q-ware Systems & Services Corp.	Mega Diamond Money Market Fund	"	"	"	17,054,925	220,000	9,291,881	120,000	26,346,806	340,316	340,000	316	-	-	-	-
Q-ware Systems & Services Corp.	Taishin 1699 Money Market Fund	"	"	"	7,172,315	100,000	62,582,436	876,000	15,051,987	210,174	210,000	174	-	1,923	54,702,764	767,923
Q-ware Systems & Services Corp.	Jih Sun Money Market Fund	"	"	"	-	-	32,698,691	500,000	32,698,691	500,265	500,000	265	-	-	-	-
President Information Corp.	UPAMC James Bond Money Market Fund	"	"	"	-	-	18,553,121	318,600	16,801,620	289,020	288,444	576	-	75	1,751,501	30,231

Note : The security was recognized as "Financial assets at fair value through profit or loss-current".

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
Acquisition of real estate reaching \$300 million or 20% of paid-in capital or more  
Six months ended June 30, 2024

Table 4

Expressed in thousands of NTD  
(Except as otherwise indicated)

Name of acquiring company	Name of property	Date of acquisition	Trade amount	Status of payment of proceeds	Name of the counter-party	Relationship	The last transfer data of counter-party				Basis for price determination	Reason for acquisition	Other terms
							Owner	Relationship	Transfer Day	Amount			
President Chain Store Corp.	Taoyuan Aerotropolis Industry Area	July 28, 2022	\$ 6,000,000	The third installment was paid. Total amount is 1.8 billion.	Taoyuan City Government and Civil Aeronautics Administration	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Based on the market conditions. (Note 1)	Based on the comprehensive planning of the company	Not applicable
President Chain Store Corp.	Taoyuan Aerotropolis Industry Area base H	May 2, 2023	621,550	34% of price was paid	Uni-President Express Corp. etc.	Note 2	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	As a logistics park for the Group	Not applicable
President Chain Store Corp.	Mandated construction on rented land in Mingde Section, Tucheng Dist., New Taipei City	August 1, 2023	733,237	20% of price was paid	Uni-President Enterprises Corp. and CHENG-SHI CONSTRUCTION CO., LTD. etc.	Note 3	Not applicable	Not applicable	Not applicable	Not applicable	Not applicable	Based on the comprehensive planning of the company	Not applicable

Note 1: Public tendering land from Taoyuan City Government and Civil Aeronautics Administration.

Note 2: Uni-President Express Corp., the counter-party, is the subsidiary of ultimate parent company.

Note 3: Uni-President Enterprises Corp., the counter-party, is the ultimate parent company and CHENG-SHI CONSTRUCTION CO., LTD., is subsidiary of investee of ultimate parent company accounted for using the equity method.

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
Purchases or sales of goods from or to related parties reaching \$100 million or 20% of paid-in capital or more  
Six months ended June 30, 2024

Table 5

Expressed in thousands of NTD  
(Except as otherwise indicated)

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction			Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	
President Chain Store Corp.	Uni-President Enterprises Corp.	Ultimate parent company	Purchases	\$ 10,103,673	15	Net 30–40 days from the end of the month when invoice is issued	No significant differences	No significant differences	(\$ 1,847,871) (	8)
	Uni-President Superior Commissary Corp.	Subsidiary	"	2,792,108	4	Net 30–45 days from the end of the month when invoice is issued	"	"	( 501,279) (	2)
	Tung Ang Enterprises Corp.	Sister company	"	1,362,603	2	Net 30 days from the end of the month when invoice is issued	"	"	( 275,874) (	1)
	21 Century Co., Ltd.	Subsidiary	"	582,382	1	Net 30–60 days from the end of the month when invoice is issued	"	"	( 163,008) (	1)
	Kai Ya Food Co., Ltd.	Sister company	"	499,050	1	Net 40 days from the end of the month when invoice is issued	"	"	( 211,305) (	1)
	Lien Bo Corp.	"	"	417,539	1	Net 10–54 days from the end of the month when invoice is issued	"	"	( 153,319) (	1)
	Q-ware Systems & Services Corp.	Subsidiary	"	361,825	1	Net 40 days from the end of the month when invoice is issued	"	"	( 133,573) (	1)
	Tait Marketing & Distribution Co., Ltd.	Sister company	"	331,392	-	Net 20–70 days from the end of the month when invoice is issued	"	"	( 219,054) (	1)
	Kuang Chuan Dairy Co., Ltd.	Other related party	"	315,299	-	Net 30–65 days from the end of the month when invoice is issued	"	"	( 177,485) (	1)
	President Transnet Corp.	Subsidiary	"	310,365	-	Net 60 days from the end of the month when invoice is issued	"	"	( 70,545)	-
	President Packaging Industrial Corp.	Sister company	"	306,874	-	Net 15–60 days from the end of the month when invoice is issued	"	"	( 101,325)	-
	President Pharmaceutical Corp.	Subsidiary	"	237,308	-	Net 60–70 days from the end of the month when invoice is issued	"	"	( 140,417) (	1)
	Wei Lih Food Industrial Co., Ltd.	Other related party	"	171,871	-	Net 30–60 days from the end of the month when invoice is issued	"	"	( 87,969)	-
Capital Marketing Consultant Corp.	President Chain Store Corp.	Parent company	Service revenue	( 151,677) (	69)	Net 45–65 days from the end of the month when invoice is issued	"	"	68,869	71
Chieh Shun Logistics International Corp.	President Transnet Corp.	Subsidiary of President Chain Store Corp.	Delivery revenue	( 335,658) (	29)	Net 40 days from the end of the month when invoice is issued	"	"	126,266	46
	President Logistics International Corp.	Parent company	"	( 778,834) (	67)	Net 20 days from the end of the month when invoice is issued	"	"	141,099	52
President Transnet Corp.	Chieh Shun Logistics International Corp.	Subsidiary of President Chain Store Corp.	Service cost	335,658	6	Net 40 days from the end of the month when invoice is issued	"	"	( 126,266) (	7)
	President Chain Store Corp.	Parent company	Sales revenue	( 310,365) (	61)	Net 60 days from the end of the month when invoice is issued	"	"	70,545	4
	President Collect Service Corp.	Subsidiary of President Chain Store Corp.	Service revenue	( 138,883) (	2)	Net 30 days from the end of the month when invoice is issued	"	"	36,515	2
Uni-Wonder Corp.	Uni-President Enterprises Corp.	Ultimate parent company	Purchases	302,017	10	Net 30 days from the end of the month when invoice is issued	"	"	( 58,853) (	7)
	Tong Zhan Corporation Ltd.	Other related party	"	668,903	22	Net 25 days from the end of the month when invoice is issued	"	"	( 129,549) (	16)
	Retail Support International Corp.	Subsidiary of President Chain Store Corp.	"	158,194	5	Net 29 days from the end of the month when invoice is issued	"	"	( 28,174) (	3)
President Information Corp.	President Chain Store Corp.	Parent company	Service revenue	( 684,000) (	68)	Net 30 days from the end of the month when invoice is issued	"	"	499,683	76

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
Purchases or sales of goods from or to related parties reaching \$100 million or 20% of paid-in capital or more  
Six months ended June 30, 2024

Table 5

Expressed in thousands of NTD  
(Except as otherwise indicated)

Purchaser/seller	Counterparty	Relationship with the counterparty	Transaction			Differences in transaction terms compared to third party transactions		Notes/accounts receivable (payable)		Footnote
			Purchases (sales)	Amount	Percentage of total purchases (sales)	Credit term	Unit price	Credit term	Balance	
President Logistics International Corp.	Chieh Shun Logistics International Corp.	Subsidiary	Service cost	\$ 778,834	38	Net 20 days from the end of the month when invoice is issued	No significant differences	No significant differences	(\$ 141,099)	( 34)
	Retail Support International Corp.	Parent company	Delivery revenue	( 542,210)	( 25)	Net 20 days from the end of the month when invoice is issued	"	"	107,123	26
	Uni-President Cold-Chain Corp.	Subsidiary of President Chain Store Corp.	"	( 761,387)	( 35)	Net 20 days from the end of the month when invoice is issued	"	"	144,848	35
	Wisdom Distribution Service Corp.	"	"	( 654,167)	( 30)	Net 20 days from the end of the month when invoice is issued	"	"	128,071	31
Retail Support International Corp.	President Logistics International Corp.	Subsidiary	Service cost	542,210	48	Net 20 days from the end of the month when invoice is issued	"	"	( 107,123)	( 45)
	Uni-Wonder Corp.	Subsidiary of President Chain Store Corp.	Delivery revenue	( 158,194)	( 9)	Net 29 days from the end of the month when invoice is issued	"	"	28,174	11
	Retail Support Taiwan Corp.	Subsidiary	Service cost	180,082	16	Net 15-20 days from the end of the month when invoice is issued	"	"	( 38,003)	( 16)
Uni-President Cold-Chain Corp.	President Logistics International Corp.	Subsidiary of President Chain Store Corp.	"	761,387	36	Net 20 days from the end of the month when invoice is issued	"	"	( 144,848)	( 2)
	President Chain Store Corp.	Parent company	Delivery revenue	( 380,176)	( 64)	Net 30 days from the end of the month when invoice is issued	"	"	71,242	1
Wisdom Distribution Service Corp.	President Logistics International Corp.	Subsidiary of President Chain Store Corp.	Service cost	654,167	38	Net 20 days from the end of the month when invoice is issued	"	"	( 128,071)	( 34)
	Books.com. Co., Ltd.	"	Service revenue	( 103,649)	( 5)	Net 30-45 days from the end of the month when invoice is issued	"	"	21,496	3
Q-ware Systems & Services Corp.	President Chain Store Corp.	Parent company	"	( 361,825)	( 27)	Net 40 days from the end of the month when invoice is issued	"	"	133,573	43
President Drugstore Business Corp.	President Pharmaceutical Corp.	Subsidiary of President Chain Store Corp.	Purchases	331,988	5	Net 70 days from the end of the month when invoice is issued	"	"	( 38,227)	( 2)
President Pharmaceutical Corp.	President Drugstore Business Corp.	"	Sales revenue	( 331,988)	( 30)	Net 70 days from the end of the month when invoice is issued	"	"	38,227	6
	President Chain Store Corp.	Parent company	"	( 237,308)	( 22)	Net 60-70 days from the end of the month when invoice is issued	"	"	140,417	24
Uni-President Superior Commissary Corp.	President Chain Store Corp.	"	"	( 2,792,108)	( 97)	Net 30-45 days from the end of the month when invoice is issued	"	"	501,279	47
	Uni-President Enterprises Corp.	Ultimate parent company	Purchases	150,086	7	Net 45-60 days from the end of the month when invoice is issued	"	"	( 69,881)	( 7)
	Koasa Yamako Corp.	Other related party	"	160,208	8	Net 60 days from the end of the month when invoice is issued	"	"	( 87,231)	( 8)
21 Century Co., Ltd.	President Chain Store Corp.	Parent company	Sales revenue	( 582,382)	( 48)	Net 30-60 days from the end of the month when invoice is issued	"	"	163,008	51
Duskin Serve Taiwan Co., Ltd.	President Chain Store Corp.	"	Service revenue	( 194,398)	( 22)	Net 15-60 days from the end of the month when invoice is issued	"	"	74,090	28
Retail Support Taiwan Corp.	Retail Support International Corp.	"	Delivery revenue	( 180,082)	( 86)	Net 15-20 days from the end of the month when invoice is issued	"	"	38,003	83
President Collect Service Corp.	President Transnet Corp.	Subsidiary of President Chain Store Corp.	Service cost	138,883	88	Net 30 days from the end of the month when invoice is issued	"	"	( 36,515)	( 100)

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
 Receivables from related parties reaching \$100 million or 20% of paid-in capital or more  
 June 30, 2024

Table 6

Expressed in thousands of NTD  
 (Except as otherwise indicated)

Creditor	Counterparty	Relationship with the counterparty	Receivable from related parties			Overdue receivables		Amount collected subsequent to the balance sheet date	Allowance for doubtful accounts
			General ledger account	Balance as of June 30, 2024	Turnover rate	Amount	Action taken		
President Information Corp.	President Chain Store Corp.	Parent company	Accounts receivable	\$ 499,683	3.45	\$ -	None	\$ 220,288	\$ -
Uni-President Superior Commissary Corp.	President Chain Store Corp.	"	Accounts receivable	501,279	11.44	-	"	-	-
Q-ware Systems & Services Corp.	President Chain Store Corp.	"	Accounts receivable	133,573	5.15	-	"	43,720	-
President Pharmaceutical Corp.	President Chain Store Corp.	"	Accounts receivable	140,417	3.59	-	"	27,829	-
21 Century Co., Ltd.	President Chain Store Corp.	"	Accounts receivable	163,008	6.28	-	"	23,276	-
President Logistics International Corp.	Wisdom Distribution Service Corp.	Subsidiary of President Chain Store Corp.	Accounts receivable	128,071	8.87	-	"	-	-
President Logistics International Corp.	Uni-President Cold-Chain Corp.	"	Accounts receivable	144,848	10.26	-	"	-	-
President Logistics International Corp.	Retail Support International Corp.	"	Accounts receivable	107,123	10.60	-	"	-	-
Chieh Shun Logistics International Corp.	President Logistics International Corp.	"	Accounts receivable	141,099	11.12	-	"	-	-
Chieh Shun Logistics International Corp.	President Transnet Corp.	"	Accounts receivable	126,266	4.77	-	"	39,128	-
President Chain Store Corp.	Uni-President Enterprises Corp.	Ultimate parent company	Other receivable	138,190	-	-	"	17,974	-
President Chain Store Corp.	ICASH Corp.	Subsidiary of President Chain Store Corp.	Other receivable	152,622	-	-	"	50,431	-
President Chain Store Corp.	Mech-President Corp.	"	Other receivable	172,629	-	-	"	157,978	-
President Chain Store Corp.	Q-ware Systems & Services Corp.	"	Other receivable	136,271	-	-	"	113,208	-
President Chain Store Corp.	Uni-Wonder Corp.	"	Other receivable	491,396	-	-	"	475,037	-
President Chain Store Corp.	President Transnet Corp.	"	Other receivable	798,218	-	-	"	781,931	-
President Chain Store Corp.	Duskin Serve Taiwan Co., Ltd.	"	Other receivable	107,862	-	-	"	107,166	-

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
Significant inter-company transactions during the reporting periods  
Six months ended June 30, 2024

Table 7

Expressed in thousands of NTD  
(Except as otherwise indicated)

Number	Company name	Counterparty	Relationship	General ledger account	Transaction		Percentage of consolidated total operating revenues or total assets
					Amount	Transaction terms	
1	President Chain Store Corp.	Uni-President Enterprises Corp.	Subsidiary to parent company	Other receivable	\$ 138,190	-	0.05
1	President Chain Store Corp.	ICASH Corp.	Parent company to subsidiary	Other receivable	152,622	-	0.06
1	President Chain Store Corp.	Q-ware Systems & Services Corp.	Parent company to subsidiary	Other receivable	136,271	-	0.05
1	President Chain Store Corp.	President Transnet Corp.	Parent company to subsidiary	Other receivable	798,218	-	0.30
1	President Chain Store Corp.	Mech-President Corp.	Parent company to subsidiary	Other receivable	172,629	-	0.07
1	President Chain Store Corp.	Uni-Wonder Corp.	Parent company to subsidiary	Other receivable	491,396	-	0.19
1	President Chain Store Corp.	Duskin Serve Taiwan Co., Ltd.	Parent company to subsidiary	Other receivable	107,862	-	0.04
2	Uni-President Cold-Chain Corp.	President Chain Store Corp.	Subsidiary to parent company	Delivery revenue	( 380,176)	Net 30 days from the end of the month when invoice is issued	0.23
3	Capital Marketing Consultant Corp.	President Chain Store Corp.	Subsidiary to parent company	Service revenue	( 151,677)	Net 45-65 days from the end of the month when invoice is issued	0.09
4	President Information Corp.	President Chain Store Corp.	Subsidiary to parent company	Service revenue	( 684,000)	Net 30 days from the end of the month when invoice is issued	0.42
4	President Information Corp.	President Chain Store Corp.	Subsidiary to parent company	Accounts receivable	499,683	Net 30 days from the end of the month when invoice is issued	0.19
5	Q-ware Systems & Services Corp.	President Chain Store Corp.	Subsidiary to parent company	Service revenue	( 361,825)	Net 40 days from the end of the month when invoice is issued	0.22
5	Q-ware Systems & Services Corp.	President Chain Store Corp.	Subsidiary to parent company	Accounts receivable	133,573	Net 40 days from the end of the month when invoice is issued	0.05
6	Uni-President Superior Commissary Corp.	President Chain Store Corp.	Subsidiary to parent company	Sales revenue	( 2,792,108)	Net 30-45 days from the end of the month when invoice is issued	1.70
6	Uni-President Superior Commissary Corp.	President Chain Store Corp.	Subsidiary to parent company	Accounts receivable	501,279	Net 30-45 days from the end of the month when invoice is issued	0.19
7	President Pharmaceutical Corp.	President Drugstore Business Corp.	Subsidiary to subsidiary	Sales revenue	( 331,988)	Net 70 days from the end of the month when invoice is issued	0.20
7	President Pharmaceutical Corp.	President Chain Store Corp.	Subsidiary to parent company	Sales revenue	( 237,308)	Net 60-70 days from the end of the month when invoice is issued	0.14
7	President Pharmaceutical Corp.	President Chain Store Corp.	Subsidiary to parent company	Accounts receivable	140,417	Net 60-70 days from the end of the month when invoice is issued	0.05
8	President Transnet Corp.	President Chain Store Corp.	Subsidiary to parent company	Sales revenue	( 310,365)	Net 60 days from the end of the month when invoice is issued	0.19
8	President Transnet Corp.	President Collect Service Corp.	Subsidiary to subsidiary	Service revenue	( 138,883)	Net 30 days from the end of the month when invoice is issued	0.08
9	Chieh Shun Logistics International Corp.	President Logistics International Corp.	Subsidiary to subsidiary	Delivery revenue	( 778,834)	Net 20 days from the end of the month when invoice is issued	0.48
9	Chieh Shun Logistics International Corp.	President Logistics International Corp.	Subsidiary to subsidiary	Accounts receivable	141,099	Net 20 days from the end of the month when invoice is issued	0.05
9	Chieh Shun Logistics International Corp.	President Transnet Corp.	Subsidiary to subsidiary	Delivery revenue	( 335,658)	Net 40 days from the end of the month when invoice is issued	0.20
9	Chieh Shun Logistics International Corp.	President Transnet Corp.	Subsidiary to subsidiary	Accounts receivable	126,266	Net 40 days from the end of the month when invoice is issued	0.05
10	President Logistics International Corp.	Retail Support International Corp.	Subsidiary to subsidiary	Delivery revenue	( 542,210)	Net 20 days from the end of the month when invoice is issued	0.33



PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
Significant inter-company transactions during the reporting periods  
Six months ended June 30, 2024

Table 7

Expressed in thousands of NTD  
(Except as otherwise indicated)

Number	Company name	Counterparty	Relationship	General ledger account	Amount	Transaction		Percentage of consolidated total operating revenues or total assets
						Transaction terms		
10	President Logistics International Corp.	Retail Support International Corp.	Subsidiary to subsidiary	Accounts receivable	\$ 107,123	Net 20 days from the end of the month when invoice is issued		0.04
10	President Logistics International Corp.	Uni-President Cold-Chain Corp.	Subsidiary to subsidiary	Delivery revenue	( 761,387)	Net 20 days from the end of the month when invoice is issued		0.46
10	President Logistics International Corp.	Uni-President Cold-Chain Corp.	Subsidiary to subsidiary	Accounts receivable	144,848	Net 20 days from the end of the month when invoice is issued		0.06
10	President Logistics International Corp.	Wisdom Distribution Service Corp.	Subsidiary to subsidiary	Delivery revenue	( 654,167)	Net 20 days from the end of the month when invoice is issued		0.40
10	President Logistics International Corp.	Wisdom Distribution Service Corp.	Subsidiary to subsidiary	Accounts receivable	128,071	Net 20 days from the end of the month when invoice is issued		0.05
11	Duskin Serve Taiwan Co., Ltd.	President Chain Store Corp.	Subsidiary to parent company	Service revenue	( 194,398)	Net 15-60 days from the end of the month when invoice is issued		0.12
12	21 Century Co., Ltd.	President Chain Store Corp.	Subsidiary to parent company	Sales revenue	( 582,382)	Net 30-60 days from the end of the month when invoice is issued		0.36
12	21 Century Co., Ltd.	President Chain Store Corp.	Subsidiary to parent company	Accounts receivable	163,008	Net 30-60 days from the end of the month when invoice is issued		0.06
13	Wisdom Distribution Service Corp.	Books.com. Co., Ltd.	Subsidiary to subsidiary	Service revenue	( 103,649)	Net 30-45 days from the end of the month when invoice is issued		0.06
14	Retail Support Taiwan Corp.	Retail Support International Corp.	Subsidiary to subsidiary	Delivery revenue	( 180,082)	Net 15-20 days from the end of the month when invoice is issued		0.11
15	Retail Support International Corp.	Uni-Wonder Corp.	Subsidiary to subsidiary	Delivery revenue	( 158,194)	Net 29 days from the end of the month when invoice is issued		0.10

Note: Transaction among the company and subsidiaries with amount over one hundred million, only one side of the transactions are disclosed.

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
Names, locations and other information of investee companies (not including investees in Mainland China)  
Six months ended June 30, 2024

Table 8

Expressed in thousands of NTD  
(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2024			Net profit (loss) of the investee for the six months ended June 30, 2024	Investment income (loss) recognized by the Company for the six months ended June 30, 2024	Footnote
				Balance as at June 30, 2024	Balance as at December 31, 2023	Number of shares	Ownership (%)	Book value			
President Chain Store Corp.	President Chain Store (BVI) Holdings Ltd.	British Virgin Islands	Professional investment	\$ 6,712,138	\$ 6,712,138	171,589,586	100.00	\$ 29,128,209	\$ 710,223	\$ 710,223	Subsidiary
President Chain Store Corp.	President Drugstore Business Corp.	Taiwan	Sales of cosmetics, medicines and daily items	288,559	288,559	78,520,000	100.00	2,416,782	248,986	248,986	Subsidiary
President Chain Store Corp.	President Transnet Corp.	Taiwan	Delivery service	711,576	711,576	103,496,399	70.00	2,057,778	677,771	474,417	Subsidiary
President Chain Store Corp.	Mech-President Corp.	Taiwan	Gas station, installment and maintenance of elevators	904,475	904,475	55,858,815	80.87	773,854	101,334	81,949	Subsidiary
President Chain Store Corp.	President Pharmaceutical Corp.	Taiwan	Sales of various health care products, cosmetics, and pharmaceuticals	330,216	330,216	22,121,962	73.74	695,493	102,021	75,230	Subsidiary
President Chain Store Corp.	Uni-President Department Store Corp.	Taiwan	Department stores	840,000	840,000	27,999,999	70.00	600,546	104,000	72,801	Subsidiary
President Chain Store Corp.	Uni-President Superior Commissary Corp.	Taiwan	Fresh food manufacture	520,141	520,141	48,519,890	90.00	626,505	47,552	42,797	Subsidiary
President Chain Store Corp.	Uni-President Cold-Chain Corp.	Taiwan	Low-temperature logistics and warehousing	237,437	237,437	42,934,976	60.00	1,452,359	265,883	159,544	Subsidiary
President Chain Store Corp.	President Information Corp.	Taiwan	Enterprise information management and consultancy	320,741	320,741	25,714,475	86.00	473,743	50,548	43,471	Subsidiary
President Chain Store Corp.	Q-ware Systems & Services Corp.	Taiwan	Information software services	332,482	332,482	24,382,921	86.76	381,490	73,243	63,697	Subsidiary
President Chain Store Corp.	Wisdom Distribution Service Corp.	Taiwan	Logistics and storage of publication and e-commerce	50,000	50,000	73,100,000	100.00	1,454,672	183,244	183,244	Subsidiary
President Chain Store Corp.	Books.com. Co., Ltd.	Taiwan	Retail business without shop	100,400	100,400	9,999,999	50.03	257,188	32,903	16,461	Subsidiary
President Chain Store Corp.	President Lanyang Art Corporation	Taiwan	Art and cultural exhibition	20,000	20,000	2,000,000	100.00	24,933	75	75	Subsidiary
President Chain Store Corp.	Duskin Serve Taiwan Co., Ltd.	Taiwan	Cleaning instruments leasing and selling	102,000	102,000	10,199,999	51.00	188,298	119,212	60,798	Subsidiary
President Chain Store Corp.	ICASH Corp.	Taiwan	Electronic ticketing and electronic payment	700,000	700,000	50,000,000	100.00	351,977 (	20,070) (	20,070)	Subsidiary
President Chain Store Corp.	Uni-President Development Corp.	Taiwan	Construction, development and operation of an MRT station	720,000	720,000	72,000,000	20.00	765,782	89,848	17,969	Note
President Chain Store Corp.	Uni-Wonder Corp.	Taiwan	Coffee chain store	3,286,206	3,286,206	21,382,674	60.00	4,554,342	308,240	138,353	Subsidiary
President Chain Store Corp.	Retail Support International Corp.	Taiwan	Room-temperature logistics and warehousing	91,414	91,414	6,429,999	25.00	200,240	101,644	25,398	Subsidiary
President Chain Store Corp.	Presicare Corp.	Taiwan	Hypermarket and supermarket	12,554,991	12,554,991	223,343,556	30.00	9,891,233	201,850	26,497	Note
President Chain Store Corp.	President Fair Development Corp.	Taiwan	Operation of shopping mall, department store, international trade, etc.	3,191,700	3,191,700	169,308,465	19.00	2,330,228	302,816	57,535	Note
President Chain Store Corp.	President International Development Corp.	Taiwan	Professional investment	500,000	500,000	44,100,000	3.33	494,847	305,791	13,244	Note
President Chain Store Corp.	Tung Ho Development Corp.	Taiwan	Management of entertainment business	861,696	861,696	9,965,000	6.23	46,348 (	63,574) (	3,964)	Note
President Chain Store Corp.	Ren-Hui Investment Corp.	Taiwan	Professional investment	637,231	637,231	6,500,000	100.00	48,256	56,639	53,352	Subsidiary
President Chain Store Corp.	Capital Marketing Consultant Corp.	Taiwan	Enterprise management consultancy	9,506	9,506	2,500,000	100.00	82,996	28,893	28,893	Subsidiary
President Chain Store Corp.	PCSC (China) Drugstore Limited	British Virgin Islands	Professional investment	277,805	277,805	8,746,008	92.20	78,354	3,222	2,971	Subsidiary
President Chain Store Corp.	President Chain Store Corporation Insurance Brokers Co., Ltd.	Taiwan	Insurance brokers	213,000	213,000	1,500,000	100.00	28,709	9,959	9,959	Subsidiary
President Chain Store Corp.	Cold Stone Creamery Taiwan Ltd.	Taiwan	Sales of ice cream	170,000	170,000	12,244,390	100.00	51,473	1,250	1,250	Subsidiary
President Chain Store Corp.	President Being Corp.	Taiwan	Sports and entertainment business	170,000	170,000	1,500,000	100.00 (	274,910) (	38,589) (	38,589)	Subsidiary
President Chain Store Corp.	21 Century Co., Ltd.	Taiwan	Operation of chain restaurants	160,680	160,680	10,000,000	100.00	189,468	1,477	1,477	Subsidiary
President Chain Store Corp.	President Chain Store Tokyo Marketing Corp.	Japan	Trade and enterprise management consultancy	35,648	35,648	9,800	100.00	98,868	12,706	12,706	Subsidiary
President Chain Store Corp.	Uni-President Oven Bakery Corp.	Taiwan	Bread and pastry retailer	681,300	681,300	29,000,000	100.00 (	89,266) (	36,385) (	36,385)	Subsidiary
President Chain Store Corp.	President Collect Service Corp.	Taiwan	Collection agent	10,500	10,500	1,049,999	70.00	54,456	48,106	33,674	Subsidiary
President Chain Store Corp.	Mister Donut Taiwan Co., Ltd.	Taiwan	Bakery retailer	200,000	200,000	7,500,049	50.00	114,552	41,604	20,802	Note

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
Names, locations and other information of investee companies (not including investees in Mainland China)  
Six months ended June 30, 2024

Table 8

Expressed in thousands of NTD  
(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2024			Net profit (loss) of the investee for the six months ended June 30, 2024	Investment income (loss) recognized by the Company for the six months ended June 30, 2024	Footnote
				Balance as at June 30, 2024	Balance as at December 31, 2023	Number of shares	Ownership (%)	Book value			
President Chain Store Corp.	Uni-President Organics Corp.	Taiwan	Health care products and organic food	\$ 47,190	\$ 47,190	1,833,333	36.67	\$ 41,335	\$ 11,792	\$ 4,403	Note
President Chain Store Corp.	President Technology Corp.	Taiwan	Software development and telephone customer service	7,500	7,500	750,000	15.00	20,330 (	11,323) (	1,699)	Note
President Chain Store Corp.	Connection Labs Ltd.	Taiwan	Other software and internet-related	202,963	202,963	21,722,779	100.00 (	263,883) (	98,426) (	98,234)	Subsidiary
Capital Marketing Consultant Corp.	Uni-Capital Marketing Consultant Holding Co., Ltd.	British Virgin Islands	Professional investment	14,868	14,868	463,907	100.00	11,681 (	2,446) (	2,446)	Subsidiary of a subsidiary
Capital Marketing Consultant Corp.	Uni-Sogood Marketing Consultant Philippines Corp.	Philippines	Enterprise management consultancy	28,367	22,632	50,000,000	100.00	27,956	4,933	4,933	Subsidiary of a subsidiary
Mech-President Corp.	Tong Ching Corporation	Taiwan	Gas station	9,600	9,600	960,000	60.00	16,395	4,224	2,534	Subsidiary of a subsidiary
President Chain Store (Hong Kong) Holdings Limited	PCSC (China) Drugstore Limited	British Virgin Islands	Professional investment	24,013	24,013	740,000	7.80	6,629	3,222	251	Subsidiary of a subsidiary
President Chain Store (BVI) Holdings Ltd.	President Chain Store (Labuan) Holdings Ltd.	Malaysia	Professional investment	2,322,102	2,322,102	71,559,390	100.00	4,107,627	188,482	188,482	Subsidiary of a subsidiary
President Chain Store (BVI) Holdings Ltd.	President Chain Store (Hong Kong) Holdings Limited	Hong Kong	Professional investment	5,054,312	5,054,312	134,603,354	100.00	2,863,221 (	4,755) (	47,181)	Subsidiary of a subsidiary
President Chain Store (Labuan) Holdings Ltd.	Philippine Seven Corp.	Philippines	Convenience store	2,321,193	2,321,193	418,467,647	55.32	2,208,540	989,688	549,766	Subsidiary of a subsidiary
President Logistics International Corp.	Chieh Shun Logistics International Corp.	Taiwan	Trucking	180,000	180,000	26,670,000	100.00	329,540	16,913	16,913	Subsidiary of a subsidiary
President Pharmaceutical Corp.	President Pharmaceutical (Hong Kong) Holdings Limited	Hong Kong	Sales of various health care products, cosmetics, and pharmaceuticals	394,432	394,432	12,911,833	100.00	133,537 (	15,559) (	15,559)	Subsidiary of a subsidiary
Ren-Hui Investment Corp.	Books.com. Co., Ltd.	Taiwan	Retail business without shop	-	-	1	-	-	32,903	-	Subsidiary of a subsidiary
Ren-Hui Investment Corp.	Uni-President Department Store Corp.	Taiwan	Department stores	-	-	1	-	-	104,000	-	Subsidiary of a subsidiary
Ren-Hui Investment Corp.	Mech-President Corp.	Taiwan	Gas station, installment and maintenance of elevators	-	-	1	-	-	101,334	-	Subsidiary of a subsidiary
Ren-Hui Investment Corp.	President Information Corp.	Taiwan	Enterprise information management and consultancy	-	-	1	-	-	50,548	-	Subsidiary of a subsidiary
Ren-Hui Investment Corp.	President Transnet Corp.	Taiwan	Delivery service	-	-	1	-	-	677,771	-	Subsidiary of a subsidiary
Ren-Hui Investment Corp.	Q-ware Systems & Services Corp.	Taiwan	Information software services	-	-	1	-	-	73,243	-	Subsidiary of a subsidiary
Ren-Hui Investment Corp.	Duskin Serve Taiwan Co., Ltd.	Taiwan	Cleaning instruments leasing and selling	-	-	1	-	-	119,212	-	Subsidiary of a subsidiary
Ren-Hui Investment Corp.	President Pharmaceutical Corp.	Taiwan	Sales of various health care products, cosmetics, and pharmaceuticals	-	-	1	-	-	102,021	-	Subsidiary of a subsidiary
Ren-Hui Investment Corp.	Mister Donut Taiwan Co., Ltd.	Taiwan	Bakery retailer	-	-	1	-	-	41,604	-	Note
Ren-Hui Investment Corp.	Uni-President Superior Commissary Corp.	Taiwan	Fresh food manufacture	-	-	1	-	-	47,552	-	Subsidiary of a subsidiary
Ren-Hui Investment Corp.	Uni-President Cold-Chain Corp.	Taiwan	Low-temperature logistics and warehousing	-	-	1	-	-	265,883	-	Subsidiary of a subsidiary
Ren-Hui Investment Corp.	Retail Support International Corp.	Taiwan	Room-temperature logistics and warehousing	-	-	1	-	-	101,644	-	Subsidiary of a subsidiary
Ren-Hui Investment Corp.	President Collect Service Corp.	Taiwan	Collection agent	-	-	1	-	-	48,106	-	Subsidiary of a subsidiary
Ren-Hui Investment Corp.	Ren Hui Holding Co., Ltd.	British Virgin Islands	Professional investment	60,374	60,374	2,000,000	100.00	39,583	72,819	72,904	Subsidiary of a subsidiary
Retail Support International Corp.	Retail Support Taiwan Corp.	Taiwan	Room-temperature logistics and warehousing	15,300	15,300	2,871,300	51.00	53,281	21,895	11,167	Subsidiary of a subsidiary

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
Names, locations and other information of investee companies (not including investees in Mainland China)  
Six months ended June 30, 2024

Table 8

Expressed in thousands of NTD  
(Except as otherwise indicated)

Investor	Investee	Location	Main business activities	Initial investment amount		Shares held as at June 30, 2024			Net profit (loss) of the investee for the six months ended June 30, 2024	Investment income (loss) recognized by the Company for the six months ended June 30, 2024	Footnote
				Balance as at June 30, 2024	Balance as at December 31, 2023	Number of shares	Ownership (%)	Book value			
Retail Support International Corp.	President Logistics International Corp.	Taiwan	Trucking	\$ 44,975	\$ 44,975	9,481,500	49.00	\$ 174,785	\$ 49,236	\$ 24,126	Subsidiary of a subsidiary
Retail Support Taiwan Corp.	President Logistics International Corp.	Taiwan	Trucking	5,425	5,425	1,161,000	6.00	21,402	49,236	2,954	Subsidiary of a subsidiary
Uni-President Cold-Chain Corp.	President Logistics International Corp.	Taiwan	Trucking	23,850	23,850	4,837,500	25.00	89,176	49,236	12,309	Subsidiary of a subsidiary
Uni-President Cold-Chain Corp.	Uni-President Logistics (BVI) Holdings Limited	British Virgin Islands	Professional investment	87,994	87,994	2,990	100.00	101,344 (	7,346) (	7,346)	Subsidiary of a subsidiary
Wisdom Distribution Service Corp.	President Logistics International Corp.	Taiwan	Trucking	18,850	18,850	3,870,000	20.00	71,335	49,236	9,841	Subsidiary of a subsidiary
Philippine Seven Corp.	Convenience Distribution Inc.	Philippines	Logistic, warehousing and retail	24,914	24,914	12,500,000	100.00	24,914	9,187	-	Subsidiary of a subsidiary
Philippine Seven Corp.	Store Sites Holding, Inc.	Philippines	Professional investment	26,986	26,986	40,000	100.00	26,986	657	-	Subsidiary of a subsidiary

Note: The investee was recognized using equity method by the company.

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES  
Information on investments in Mainland China  
Six months ended June 30, 2024

Table 9

Expressed in thousands of NTD  
(Except as otherwise indicated)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2024	Amount remitted from Taiwan to Mainland China/ Amount remitted back to Taiwan for the six months ended June 30, 2024		Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2024	Net profit(loss) of investee for the six months ended June 30, 2024	Ownership held by the Company (direct or indirect)	Investment income (loss) recognized by the Company for the six months ended June 30, 2024	Book value of investments in June 30, 2024	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2024	Footnote
					Remitted to Mainland China	Remitted back to Taiwan							
President Cosmed Chain Store (Shen Zhen) Co., Ltd.	Wholesale of merchandise	\$ 446,521	Note 1	\$ 305,591	\$ -	\$ -	\$ 305,591	\$ 3,067	100.00	\$ 3,328	\$ 85,053	\$ -	Note 3
President Chain Store (Shanghai) Ltd.	Covenience Store	3,125,647	Note 1	3,125,647	-	-	3,125,647	( 114,760)	100.00	( 118,634)	25,925	-	Note 2
Shanghai President Logistic Co., Ltd.	Logistics and warehousing	64,900	Note 1	64,900	-	-	64,900	( 37,781)	100.00	( 37,780)	655,807	-	Note 3
Shan Dong President Yinzuo Commercial Limited	Supermarkets	265,840	Note 1	130,507	-	-	130,507	( 73,570)	-	( 40,463)	-	8,320	Note 2 & Note 4
President (Shanghai) Health Product Trading Company Ltd.	Sales of various health care products, cosmetics, and pharmaceuticals	398,106	Note 1	398,106	-	-	398,106	( 14,166)	73.74	( 10,446)	83,019	60,260	Note 3
Zhejiang Uni-Champion Logistics Development Co., Ltd.	Logistics and warehousing	178,608	Note 1	179,800	-	-	179,800	( 14,471)	80.00	( 11,575)	162,737	27,658	Note 3
President Chain Store (Taizhou) Ltd.	Logistics and warehousing	267,913	Note 1	267,913	-	-	267,913	( 3,973)	100.00	( 3,973)	495,151	-	Note 3
President Logistic ShanDong Co., Ltd.	Logistics and warehousing	223,261	Note 1	223,261	-	-	223,261	( 6,251)	100.00	( 6,251)	234,439	-	Note 3
President Chain Store (Zhejiang) Ltd.	Covenience Store	937,694	Note 1	937,694	-	-	937,694	( 99,173)	100.00	( 98,563)	132,752	-	Note 3
Beauty Wonder (Zhejiang) Trading Co.,Ltd.	Sales of cosmetics and daily items	267,913	Note 1	267,913	-	-	267,913	( 19,229)	100.00	( 19,243)	35,332	-	Note 3
Uni-Capital Marketing Consultant Corp.	Enterprise management consultancy	13,396	Note 1	13,396	-	-	13,396	( 2,344)	100.00	( 2,344)	10,246	-	Note 3

Note 1: Indirect investment in PRC through the existing company located in the third area.

Note 2: The financial statements were reviewed by the CPA of parent company in Taiwan.

Note 3: These amounts are based solely on their unreviewed financial statements.

Note 4: The company sold subsidiary - Shan Dong President Yinzuo Commercial Limited in April, 2024. The capital will be remitted after getting approval from foreign exchange in Mainland China.

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2024	Investment amount approved by the	
		Investment Commission of the Ministry of Economic Affairs (MOEA)	Ceiling on investments in Mainland China imposed by the Investment Commission of (MOEA)
President Chain Store Corp.	\$ 5,001,779	\$ 11,825,012	\$ 27,035,711
President Pharmaceutical Corp.	398,106	398,106	436,692
Capital Marketing Consultant Corp.	13,396	13,396	80,000
Uni-President Cold-Chain Corp.	96,293	96,293	1,440,020
Ren-Hui Investment Corp.	55,921	55,921	80,000

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES

List of shareholders holding more than 5% (inclusive) of shares

June 30, 2024

Table 10

Shareholder name	Shares held as at June 30, 2024	
	Number of shares	Ownership (%)
Uni-President Enterprises Corp.	471,996,430	45.40

Note : The above information is provided by the Taiwan Depository & Clearing Corp.