

**PRESIDENT CHAIN STORE CORP. AND
SUBSIDIARIES
CONSOLIDATED FINANCIAL STATEMENTS AND
INDEPENDENT AUDITORS' REVIEW REPORT
JUNE 30, 2023 AND 2022**

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, 2023 AND 2022
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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, 2023 and 2022, 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 six months then ended, and notes to the consolidated financial statements, including a summary of significant 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(6), 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\$57,728,348 thousand and NT\$47,159,182 thousand, constituting 24% and 21% of the consolidated total assets, and total liabilities of NT\$34,432,706 thousand and NT\$31,606,761 thousand, constituting 17% and 17% of the consolidated total liabilities as at June 30, 2023 and 2022, respectively, and total comprehensive income of NT\$635,898 thousand,

NT\$534,135 thousand, NT\$1,292,014 thousand and NT\$715,240 thousand, constituting 18%, 16%, 19% and 11% 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, 2023 and 2022, 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
August 2, 2023

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' review 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, 2023, DECEMBER 31, 2022 AND JUNE 30, 2022
(Expressed in thousands of New Taiwan dollars)

	Assets	Notes	June 30, 2023		December 31, 2022		June 30, 2022	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
Current assets								
1100	Cash and cash equivalents	6(1)	\$ 48,226,332	20	\$ 48,540,378	21	\$ 48,791,346	22
1110	Financial assets at fair value	6(2)			1,070,644	1	531,190	-
	through profit or loss - current						1,147,480	1
1170	Accounts receivable, net	6(3) and 7	6,334,427	3	6,701,248	3	5,813,699	3
1200	Other receivables		3,276,048	1	2,581,316	1	4,083,012	2
1220	Current income tax assets	6(31)	4,037	-	1,093	-	1,893	-
130X	Inventories, net	6(4)	19,496,053	8	21,670,453	9	16,393,782	7
1410	Prepayments		1,943,523	1	2,086,823	1	1,847,613	1
1470	Other current assets		2,751,407	1	2,974,633	1	3,288,891	1
11XX	Total current assets		<u>83,102,471</u>	<u>35</u>	<u>85,087,134</u>	<u>36</u>	<u>81,367,716</u>	<u>37</u>
Non-current assets								
1510	Financial assets at fair value	6(2)						
	through profit or loss -							
	non-current				85,480	-	85,480	-
1517	Financial assets at fair value	6(5)						
	through other comprehensive							
	income - non-current				917,394	-	847,481	-
1550	Investments accounted for using	6(6)						
	equity method				13,932,689	6	8,555,500	4
1600	Property, plant and equipment	6(7) and 8	35,315,526	15	34,407,957	15	30,526,854	14
1755	Right-of-use assets	6(8) and 7	85,703,230	36	85,032,424	37	81,395,637	37
1760	Investment property, net	6(10) and 8	2,893,840	1	2,891,189	1	2,968,681	1
1780	Intangible assets	6(11)	9,533,863	4	9,665,135	4	9,730,171	4
1840	Deferred income tax assets	6(31)	3,342,187	1	1,966,308	1	2,059,547	1
1900	Other non-current assets	6(12) and 8	5,738,737	2	4,671,192	2	3,920,488	2
15XX	Total non-current assets		<u>157,462,946</u>	<u>65</u>	<u>148,122,666</u>	<u>64</u>	<u>140,139,676</u>	<u>63</u>
1XXX	Total assets		<u>\$ 240,565,417</u>	<u>100</u>	<u>\$ 233,209,800</u>	<u>100</u>	<u>\$ 221,507,392</u>	<u>100</u>

(Continued)

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
JUNE 30, 2023, DECEMBER 31, 2022 AND JUNE 30, 2022
(Expressed in thousands of New Taiwan dollars)

	Liabilities and Equity	Notes	June 30, 2023		December 31, 2022		June 30, 2022	
			AMOUNT	%	AMOUNT	%	AMOUNT	%
Current Liabilities								
2100	Short-term borrowings	6(14)	\$ 13,625,302	6	\$ 9,250,522	4	\$ 4,006,725	2
2130	Contract liabilities - current	6(24)	7,271,946	3	6,849,919	3	6,729,853	3
2150	Notes payable	7	1,040,637	-	2,205,192	1	1,024,326	-
2170	Accounts payable		24,414,664	10	25,396,205	11	22,481,941	10
2180	Accounts payable - related parties	7	3,647,934	2	3,446,778	1	3,227,898	1
2200	Other payables	6(15)	36,107,340	15	30,795,358	13	38,820,428	18
2230	Current income tax liabilities	6(31)	1,890,337	1	1,897,728	1	1,598,121	1
2280	Lease liabilities - current	7	14,475,590	6	13,955,348	6	13,379,030	6
2320	Long-term liabilities, current portion	6(17) and 8	277,833	-	319,123	-	380,821	-
2399	Other current liabilities, others	6(16)	3,542,531	1	3,592,908	2	3,497,439	2
21XX	Total current liabilities		106,294,114	44	97,709,081	42	95,146,582	43
Non-current liabilities								
2527	Contract liabilities - non-current	6(24)	576,315	-	588,317	-	618,374	-
2540	Long-term borrowings	6(17) and 8	805,001	-	492,617	-	700,281	-
2570	Deferred income tax liabilities	6(31)	6,324,502	3	4,919,600	2	4,881,944	2
2580	Lease liabilities - non-current	7	75,655,378	32	74,877,664	32	71,733,109	33
2640	Net defined benefit liability - non-current	6(18)	3,340,629	2	3,468,256	1	4,366,560	2
2670	Other non-current liabilities, others	6(19)	5,714,899	2	5,506,182	3	5,338,979	3
25XX	Total non-current liabilities		92,416,724	39	89,852,636	38	87,639,247	40
2XXX	Total Liabilities		198,710,838	83	187,561,717	80	182,785,829	83
Equity attributable to owners of the parent								
	Share capital	6(20)						
3110	Share capital - common stock		10,396,223	4	10,396,223	5	10,396,223	5
	Capital surplus	6(21)						
3200	Capital surplus		87,807	-	87,852	-	86,906	-
	Retained earnings	6(22)						
3310	Legal reserve		15,302,251	6	14,323,836	6	14,323,836	7
3320	Special reserve		54,625	-	1,921,515	1	1,921,515	1
3350	Unappropriated retained earnings		6,691,449	3	9,784,279	4	4,626,305	2
	Other equity	6(23)						
3400	Other equity interest		320,897	-	(54,625)	-	(717,623)	(1)
31XX	Total equity attributable to owners of the parent		32,853,252	13	36,459,080	16	30,637,162	14
36XX	Non-controlling interest		9,001,327	4	9,189,003	4	8,084,401	3
3XXX	Total equity		41,854,579	17	45,648,083	20	38,721,563	17
3X2X	Total liabilities and equity		\$ 240,565,417	100	\$ 233,209,800	100	\$ 221,507,392	100

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, 2023 AND 2022
(Expressed in thousands of New Taiwan dollars, except earnings per share amount)

Items	Notes	Three months ended June 30				Six months ended June 30			
		2023		2022		2023		2022	
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
4000 Operating revenue	6(24) and 7	\$ 77,586,335	100	\$ 71,130,619	100	\$ 153,060,544	100	\$ 138,797,789	100
5000 Operating costs	6(4)(25) and 7	(51,457,570)	(67)	(47,572,002)	(67)	(101,091,369)	(66)	(92,339,366)	(67)
5900 Gross profit		<u>26,128,765</u>	<u>33</u>	<u>23,558,617</u>	<u>33</u>	<u>51,969,175</u>	<u>34</u>	<u>46,458,423</u>	<u>33</u>
Operating expenses	6(25)(26)								
6100 Selling expenses		(19,870,884)	(26)	(18,000,240)	(25)	(39,369,028)	(26)	(35,370,386)	(25)
6200 General and administrative expenses		(2,737,233)	(3)	(2,568,025)	(4)	(5,636,948)	(4)	(4,988,711)	(4)
6450 Expected credit losses	12(2)	(17,800)	-	262	-	(17,914)	-	(2,475)	-
6000 Total operating expenses		(22,625,917)	(29)	(20,568,003)	(29)	(45,023,890)	(30)	(40,361,572)	(29)
6900 Operating profit		<u>3,502,848</u>	<u>4</u>	<u>2,990,614</u>	<u>4</u>	<u>6,945,285</u>	<u>4</u>	<u>6,096,851</u>	<u>4</u>
Non-operating income and expenses									
7100 Interest income	6(27)	377,000	-	60,430	-	681,138	-	97,213	-
7010 Other income	6(28)	605,355	1	648,143	1	1,148,984	1	1,117,540	1
7020 Other gains and losses	6(29)	(8,107)	-	(22,023)	-	(38,378)	-	(74,482)	-
7050 Finance costs	6(30)	(321,873)	-	(287,984)	-	(643,246)	-	(568,745)	-
7060 Share of profit of associates and joint ventures accounted for using equity method	6(6)	(108,504)	-	232,412	-	40,350	-	204,267	-
7000 Total non-operating income and expenses		<u>543,871</u>	<u>1</u>	<u>630,978</u>	<u>1</u>	<u>1,188,848</u>	<u>1</u>	<u>775,793</u>	<u>1</u>
7900 Profit before income tax		4,046,719	5	3,621,592	5	8,134,133	5	6,872,644	5
7950 Income tax expense	6(31)	(942,850)	(1)	(714,130)	(1)	(1,775,938)	(1)	(1,407,710)	(1)
8000 Profit for the period from continuing operations		3,103,869	4	2,907,462	4	6,358,195	4	5,464,934	4
8200 Profit for the period		\$ 3,103,869	4	\$ 2,907,462	4	\$ 6,358,195	4	\$ 5,464,934	4

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PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
THREE MONTHS AND SIX MONTHS ENDED JUNE 30, 2023 AND 2022
(Expressed in thousands of New Taiwan dollars, except earnings per share amount)

Items	Notes	Three months ended June 30				Six months ended June 30			
		2023		2022		2023		2022	
		AMOUNT	%	AMOUNT	%	AMOUNT	%	AMOUNT	%
Other comprehensive income (loss)									
8316 Unrealized gain (loss) on valuation of equity instruments at fair value through other comprehensive income	6(5)(23)	\$ 41,308	-	(\$ 174,850)	-	\$ 69,913	-	(\$ 214,057)	-
8320 Share of other comprehensive income (loss) 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(23)	3,608	-	(2,473)	-	4,308	-	(1,013)	-
8349 Income tax related to the components of other comprehensive income that will not be reclassified to profit or loss	6(31)	2,280	-	101	-	208	-	2,672	-
8310 Components of other comprehensive income (loss) that will not be reclassified to profit or loss		47,196	-	(177,222)	-	74,429	-	(212,398)	-
8361 Financial statements translation differences of foreign operations		479,297	1	600,404	1	378,027	-	1,398,492	1
8370 Share of other comprehensive (loss) income of associates and joint ventures accounted for using equity method that will be reclassified to profit or loss	6(23)	(2,501)	-	7,511	-	(13,049)	-	9,835	-
8360 Components of other comprehensive income that will be reclassified to profit or loss		476,796	1	607,915	1	364,978	-	1,408,327	1
Total other comprehensive income for the period		<u>\$ 523,992</u>	<u>1</u>	<u>\$ 430,693</u>	<u>1</u>	<u>\$ 439,407</u>	<u>-</u>	<u>\$ 1,195,929</u>	<u>1</u>
Total comprehensive income for the period		<u><u>\$ 3,627,861</u></u>	<u><u>5</u></u>	<u><u>\$ 3,338,155</u></u>	<u><u>5</u></u>	<u><u>\$ 6,797,602</u></u>	<u><u>4</u></u>	<u><u>\$ 6,660,863</u></u>	<u><u>5</u></u>
Profit attributable to:									
8610 Owners of the parent		\$ 2,553,940	3	\$ 2,451,874	3	\$ 5,374,541	3	\$ 4,622,300	3
8620 Non-controlling interests		549,929	1	455,588	1	983,654	1	842,634	1
Comprehensive income attributable to:									
8710 Owners of the parent		\$ 3,103,869	4	\$ 2,907,462	4	\$ 6,358,195	4	\$ 5,464,934	4
8720 Non-controlling interests		\$ 3,053,375	4	\$ 2,927,884	4	\$ 5,750,063	3	\$ 5,826,192	4
		574,486	1	410,271	1	1,047,539	1	834,671	1
9750 Basic earnings per share	6(32)	\$ 2.46		\$ 2.36		\$ 5.17		\$ 4.45	
9850 Diluted earnings per share	6(32)	\$ 2.45		\$ 2.36		\$ 5.16		\$ 4.44	

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, 2023 AND 2022
(Expressed in thousands of New Taiwan dollars)

Notes	Equity attributable to owners of the parent						Non-controlling interest			Total equity			
	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	Unrealised gains (losses) from financial assets measured at fair value through other comprehensive income	Total	Non-controlling interest				
Six months ended June 30, 2022													
Balance at January 1, 2022	\$ 10,396,223	\$ 86,222	\$ 15,379,788	\$ 1,332,621	\$ 8,889,669	(\$ 2,776,895)	\$ 855,380	\$ 34,163,008	\$ 8,628,484	\$ 42,791,492			
Profit for the period	-	-	-	-	4,622,300	-	-	4,622,300	842,634	5,464,934			
Other comprehensive income (loss) for the period	6(23)	-	-	-	-	1,414,169	(210,277)	1,203,892	(7,963)	1,195,929			
Total comprehensive income (loss) for the period		-	-	-	4,622,300	1,414,169	(210,277)	5,826,192	834,671	6,660,863			
Distribution of 2021 earnings:	6(22)	-	-	-	804,972	(804,972)	-	-	-	-			
Legal reserve	-	-	-	-	588,894	(588,894)	-	-	-	-			
Special reserve	-	-	-	(1,860,924)	-	(7,495,676)	-	(9,356,600)	-	(9,356,600)			
Cash dividends	-	-	-	-	-	-	-	-	(1,378,754)	(1,378,754)			
Non-controlling interest	-	-	-	-	-	-	-	-	-	-			
Adjustment to capital surplus due to associates' adjustment of capital surplus	-	684	-	-	-	-	-	684	-	684			
Disposal of financial instruments designated at fair value through other comprehensive income of associates	-	-	-	-	3,878	-	-	3,878	-	3,878			
Balance at June 30, 2022	\$ 10,396,223	\$ 86,906	\$ 14,323,836	\$ 1,921,515	\$ 4,626,305	(\$ 1,362,726)	\$ 645,103	\$ 30,637,162	\$ 8,084,401	\$ 38,721,563			
Six months ended June 30, 2023													
Balance at January 1, 2023	\$ 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			
Profit for the period	-	-	-	-	5,374,541	-	-	5,374,541	983,654	6,358,195			
Other comprehensive income for the period	6(23)	-	-	-	-	301,211	74,311	375,522	63,885	439,407			
Total comprehensive income for the period		-	-	-	5,374,541	301,211	74,311	5,750,063	1,047,539	6,797,602			
Distribution of 2022 earnings:	6(22)	-	-	-	978,415	(978,415)	-	-	-	-			
Legal reserve	-	-	-	-	978,415	(978,415)	-	-	-	-			
Cash dividends	-	-	-	-	-	(9,356,600)	-	(9,356,600)	-	(9,356,600)			
Non-controlling interest	-	-	-	-	-	-	-	-	(1,235,215)	(1,235,215)			
Reversal of special reserve	6(22)	-	-	(1,866,890)	1,866,890	-	-	-	-	-			
Adjustment to capital surplus due to associates' adjustment of capital surplus	-	51	-	-	-	-	-	51	-	51			
Disposal of financial instruments designated at fair value through other comprehensive income of associates	-	-	-	-	754	-	-	754	-	754			
Payments of unpaid cash dividends from previous year transferred to capital reserve	-	(96)	-	-	-	-	-	(96)	-	(96)			
Balance at June 30, 2023	\$ 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			

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

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
SIX MONTHS ENDED JUNE 30, 2023 AND 2022
(Expressed in thousands of New Taiwan dollars)

	Notes	Six months ended June 30	
		2023	2022
CASH FLOWS FROM OPERATING ACTIVITIES			
Consolidated profit before income tax for the period		\$ 8,134,133	\$ 6,872,644
Adjustments to reconcile profit 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)	(5,786)	(1,418)
Expected credit losses	12(2)	17,914	2,475
Depreciation expense	6(7)(8)(25)	11,277,856	10,527,821
Amortization expense	6(25)	355,750	325,471
Depreciation on investment property	6(10)(29)	78,395	77,524
Finance costs	6(30)	643,246	568,745
Share of profit of associates and joint ventures accounted for using equity method	6(6)	(40,350)	(204,267)
Loss on disposal of property, plant and equipment, net	6(29)	14,441	51,738
Gain on disposal of investment property	6(29)	- (29,507)	
Gain from lease modification	6(8)(29)	(50,531)	(76,280)
Interest income	6(27)	(681,138)	(97,213)
Dividend income	6(28)	(51,596)	(118,432)
Other income recognized from rent concessions	6(8)	- (86,200)	
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		(533,668)	(485,907)
Accounts receivable		348,907	668,447
Other receivables		(562,619)	(951,596)
Inventories		2,174,400	2,045,997
Prepayments		143,300	138,554
Other current assets		223,226	755,310
Net changes in liabilities relating to operating activities			
Contract liabilities - current		422,027	77,289
Accounts payable		(780,385)	(591,931)
Notes payable		(1,164,555)	(1,003,482)
Other payables		(2,989,583)	(646,152)
Advance receipts		(50,377)	(72,534)
Contract liabilities - non-current		(12,002)	(81,191)
Net defined benefit liabilities		(127,627)	(233,788)
Cash inflow generated from operations		16,783,378	17,594,499
Interest received		668,308	97,163
Income tax paid		(1,757,042)	(1,254,829)
Interest paid		(643,292)	(567,711)
Dividend received		30,501	4,769
Net cash flows from operating activities		<u>15,081,853</u>	<u>15,873,891</u>

(Continued)

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF CASH FLOWS
SIX MONTHS ENDED JUNE 30, 2023 AND 2022
(Expressed in thousands of New Taiwan dollars)

	Notes	Six months ended June 30	
		2023	2022
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>			
Acquisition of investments accounted for using equity method		(\$ 5,442,963)	\$ -
Acquisition of property, plant and equipment	6(34)	(6,855,493)	5,244,161)
Proceeds from disposal of property, plant and equipment		202,046	34,540
Acquisition of investment property	6(10)	(27,228)	-
Proceeds from disposal of investment property		-	37,933
Increase in guarantee deposits paid		(99,455)	605,138)
Acquisition of intangible assets	6(11)	(158,444)	178,548)
Prepaid land	6(12)	(300,000)	-
Decrease in other non-current assets		(717,799)	(107,664)
Net cash flows used in investing activities		(13,399,336)	(6,063,038)
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>			
Increase (decrease) in short-term borrowings	6(34)	4,374,780	(1,089,078)
Increase in long-term borrowings	6(34)	456,332	104,260
Repayment of long-term borrowings	6(34)	(189,303)	(517,661)
Payments of lease liabilities	6(8)(34)	(7,164,866)	(6,678,472)
Increase in guarantee deposits received	6(34)	169,487	142,584
Decrease in other non-current liabilities	6(34)	(6,293)	(6,684)
Change in non-controlling interests		(1,700)	(29,148)
Payments of unpaid cash dividends from previous year transferred to capital reserve		(96)	-
Net cash flows used in financing activities		(2,361,659)	(8,074,199)
Effect of foreign exchange rate changes on cash and cash equivalents		365,096	1,406,206
(Decrease) increase in cash and cash equivalents		(314,046)	3,142,860
Cash and cash equivalents at beginning of period		48,540,378	45,648,486
Cash and cash equivalents at end of period		<u>\$ 48,226,332</u>	<u>\$ 48,791,346</u>

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

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES
NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS
JUNE 30, 2023 AND 2022

(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 August 2, 2023.

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”) that came into effect as endorsed by the Financial Supervisory Commission (“FSC”)

New standards, interpretations and amendments that came into effect as endorsed by the FSC and became effective from 2023 are as follows:

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
Amendments to IAS 1, ‘Disclosure of accounting policies’	January 1, 2023
Amendments to IAS 8, ‘Definition of accounting estimates’	January 1, 2023
Amendments to IAS 12, ‘Deferred tax related to assets and liabilities arising from a single transaction’	January 1, 2023

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 IFRSs that came into effect as endorsed by the FSC but not yet adopted by the Group

None.

(3) IFRSs issued by IASB but not yet endorsed by the FSC

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

New Standards, Interpretations and Amendments	Effective date by International Accounting Standards Board
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
Amendments to IFRS 16, 'Lease liability in a sale and leaseback' IFRS 17, 'Insurance contracts'	January 1, 2024
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
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
Amendments to IAS 12, 'Deferred taxes arising from OECD Pillar Two model rules'	May 23, 2023

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

4. SUMMARY OF SIGNIFICANT 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, 2022. 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 IAS 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, 2022.

(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, and the exercise of management's judgement in 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, 2022.
- (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, 2023	June 30, 2022
Retail Support International Corp.	Financial statements were reviewed	Financial statements were reviewed
President Chain Store (BVI) Holdings Ltd.	"	"
Shan Dong President Yinzuo Commercial Limited	"	"
Mech-President Corp.	"	"
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.	"	"
Other subsidiaries	Financial statements were unreviewed	Financial statements were unreviewed

- (c) The financial statements of the subsidiary, Philippine Seven Corp., for the year ended December 31, 2022 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, 2023	December 31, 2022	June 30, 2022	
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	

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Description
			June 30, 2023	December 31, 2022	June 30, 2022	
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	
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	

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Description
			June 30, 2023	December 31, 2022	June 30, 2022	
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	
Capital Marketing Consultant Corp.	Uni-Capital Marketing Consultant Holding Co., Ltd.	Professional investment	100.00	100.00	-	(b)
Uni-Capital Marketing Consultant Holding Co., Ltd.	Uni-Capital Marketing Consultant Corp.	Enterprise management consultancy	100.00	100.00	-	(c)
Capital Marketing Consultant Corp.	Uni-Sogood Marketing Consultant Philippines Corporation	Enterprise management consultancy	100.00	-	-	(d)
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	54.88	(e)
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	40.00	
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	

Name of investor	Name of subsidiary	Main business activities	Ownership (%)			Description
			June 30, 2023	December 31, 2022	June 30, 2022	
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	15.00	

(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 established a new subsidiary in November 2022.

(c) The company established a new subsidiary in November 2022.

(d) The company established a new subsidiary in January 2023.

(e) The Company acquired an additional 0.44% shares of the subsidiary, Philippine Seven Corp., in October 2022.

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, 2022.

6. DETAILS OF SIGNIFICANT ACCOUNTS

(1) Cash and cash equivalents

	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Cash on hand and petty cash	\$ 1,293,083	\$ 1,483,726	\$ 1,299,694
Checking accounts and demand deposits	14,951,148	17,632,283	15,291,460
Cash equivalents			
Time deposits	24,477,819	23,955,017	23,209,769
Short-term financial instruments	7,504,282	5,469,352	8,990,423
	<u>\$ 48,226,332</u>	<u>\$ 48,540,378</u>	<u>\$ 48,791,346</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, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Financial assets mandatorily measured at fair value through profit or loss			
Current items:			
Beneficiary certificates	\$ 1,069,371	\$ 531,052	\$ 1,147,024
Valuation adjustment	1,273	138	456
	<u>\$ 1,070,644</u>	<u>\$ 531,190</u>	<u>\$ 1,147,480</u>
Non-current items:			
Unlisted stocks	\$ 241,515	\$ 241,515	\$ 241,515
Valuation adjustment	(156,035)	(156,035)	(156,035)
	<u>\$ 85,480</u>	<u>\$ 85,480</u>	<u>\$ 85,480</u>

- A. The Group recognized net profit of \$37,150 and \$38,407 in relation to financial assets at fair value through profit or loss for the six months ended June 30, 2023 and 2022, 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) Accounts receivable

	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Accounts receivable	\$ 6,431,859	\$ 6,780,096	\$ 5,956,342
Less: Allowance for doubtful accounts	(97,432)	(78,848)	(142,643)
	<u>\$ 6,334,427</u>	<u>\$ 6,701,248</u>	<u>\$ 5,813,699</u>

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

	June 30, 2023	December 31, 2022	June 30, 2022
Not past due	\$ 6,315,502	\$ 6,607,707	\$ 5,783,248
Up to 90 days	102,996	167,057	162,581
91 to 180 days	12,752	4,825	10,085
181 to 365 days	588	404	346
Over 365 days	21	103	82
	<u>\$ 6,431,859</u>	<u>\$ 6,780,096</u>	<u>\$ 5,956,342</u>

The above aging analysis was based on past due date.

B. As of June 30, 2023, December 31, 2022 and June 30, 2022, accounts receivable were all from contracts with customers. And as of January 1, 2022, the balance of receivables from contracts with customers amounted to \$6,484,621.

C. As at June 30, 2023, December 31, 2022 and June 30, 2022, 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 \$6,334,427, \$6,701,248, and \$5,813,699, respectively.

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

(4) Inventories

	June 30, 2023		
	Cost	Allowance for valuation loss	Book value
Raw materials and work in process	\$ 119,912	\$ -	\$ 119,912
Merchandise and finished goods	<u>19,527,147</u>	(<u>151,006</u>)	<u>19,376,141</u>
	<u>\$ 19,647,059</u>	(<u>\$ 151,006</u>)	<u>\$ 19,496,053</u>
	December 31, 2022		
	Cost	Allowance for valuation loss	Book value
Raw materials and work in process	\$ 113,954	\$ -	\$ 113,954
Merchandise and finished goods	<u>21,690,254</u>	(<u>133,755</u>)	<u>21,556,499</u>
	<u>\$ 21,804,208</u>	(<u>\$ 133,755</u>)	<u>\$ 21,670,453</u>
	June 30, 2022		
	Cost	Allowance for valuation loss	Book value
Raw materials and work in process	\$ 118,023	\$ -	\$ 118,023
Merchandise and finished goods	<u>16,376,566</u>	(<u>100,807</u>)	<u>16,275,759</u>
	<u>\$ 16,494,589</u>	(<u>\$ 100,807</u>)	<u>\$ 16,393,782</u>

The cost of inventories recognized as expense for the period:

	Three months ended June 30, 2023	Three months ended June 30, 2022
Cost of goods sold and service costs	\$ 50,919,989	\$ 47,102,615
Loss on valuation of inventories	11,381	785
Spoilage	435,155	409,210
Others	91,045	59,392
	<u><u>\$ 51,457,570</u></u>	<u><u>\$ 47,572,002</u></u>

	Six months ended June 30, 2023	Six months ended June 30, 2022
Cost of goods sold and service costs	\$ 99,955,803	\$ 91,273,557
Loss on valuation of inventories	17,251	10,659
Spoilage	941,988	909,873
Others	176,327	145,277
	<u><u>\$ 101,091,369</u></u>	<u><u>\$ 92,339,366</u></u>

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

	June 30, 2023	December 31, 2022	June 30, 2022
<u>Equity instruments</u>			
Listed stocks	\$ 265,606	\$ 265,606	\$ 265,606
Unlisted stocks	4,348	4,348	4,348
	<u>269,954</u>	<u>269,954</u>	<u>269,954</u>
Valuation adjustment	647,440	577,527	681,898
	<u><u>\$ 917,394</u></u>	<u><u>\$ 847,481</u></u>	<u><u>\$ 951,852</u></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 \$917,394, \$847,481 and \$951,852 as at June 30, 2023, December 31, 2022 and June 30, 2022, 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:

	Three months ended June 30, 2023	Three months ended June 30, 2022
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognized in other comprehensive income	\$ 41,308	(\$ 174,850)
Dividend income recognized in profit or loss	<u><u>\$ 20,232</u></u>	<u><u>\$ 81,443</u></u>

	Six months ended June 30, 2023	Six months ended June 30, 2022
<u>Equity instruments at fair value through other comprehensive income</u>		
Fair value change recognized in other comprehensive income	\$ 69,913	(\$ 214,057)
Dividend income recognized in profit or loss	<u>\$ 20,232</u>	<u>\$ 81,443</u>

C. As at June 30, 2023, December 31, 2022 and June 30, 2022, 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 \$917,394, \$847,481 and \$951,852, 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).

(6) Investments accounted for using the equity method

	June 30, 2023	December 31, 2022	June 30, 2022
<u>Associates</u>			
PresiCarre Corp.	\$ 10,243,416	\$ 4,868,968	\$ 4,935,986
President Fair Development Corp.	2,226,328	2,177,267	2,142,046
Uni-President Development Corp.	762,052	778,387	758,115
President International Development Corp.	466,495	469,939	440,497
Tung Ho Development Corp.	53,210	55,640	56,438
Uni-President Organics Corp.	38,952	49,668	44,155
President Technology Corp.	<u>22,542</u>	<u>27,583</u>	<u>21,170</u>
	<u>13,812,995</u>	<u>8,427,452</u>	<u>8,398,407</u>
<u>Joint ventures</u>			
Mister Donut Taiwan Co., Ltd.	\$ 119,694	\$ 128,048	\$ 102,559
	<u>\$ 13,932,689</u>	<u>\$ 8,555,500</u>	<u>\$ 8,500,966</u>

A. As of June 30, 2022, the Company acquired an additional 10.5% 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:

	Three months ended June 30, 2023	Three months ended June 30, 2022
Total comprehensive (loss) income	<u>(\$ 117,713)</u>	<u>\$ 235,907</u>

	Six months ended June 30, 2023	Six months ended June 30, 2022
Total comprehensive income	<u>\$ 5,138</u>	<u>\$ 199,884</u>

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

	Three months ended June 30, 2023	Three months ended June 30, 2022
Total comprehensive income	<u>\$ 10,316</u>	<u>\$ 1,543</u>
Total comprehensive income	<u>\$ 26,471</u>	<u>\$ 13,205</u>

(7) Property, plant and equipment

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

	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							
Additions	\$ 4,418,134	\$ 2,106,256	\$ 2,463,554	\$ 12,032,664	\$ 9,346,355	\$ 4,040,994	\$ 34,407,957
Disposals	-	5,234	73,718	1,917,839	1,957,419	1,128,085	5,082,295
Transfer	-	-	(36,068)	(116,173)	(63,593)	(653)	(216,487)
Depreciation charge	(5,828)	14,604	108,954	24,927	117,539	(318,581)	(58,385)
Net exchange differences	-	(78,817)	(287,758)	(1,738,308)	(1,220,037)	(620,773)	(3,945,693)
Closing net book amount as of June 30	<u>519</u>	<u>(3,851)</u>	<u>(110)</u>	<u>(20,127)</u>	<u>20,969</u>	<u>48,439</u>	<u>45,839</u>
	<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>

	2022						
	Land	Buildings	Transportation equipment	Operating equipment	Leasehold improvements	Others	Total
At January 1							
Cost	\$ 2,898,992	\$ 4,895,812	\$ 7,436,663	\$ 26,507,703	\$ 21,860,526	\$ 11,730,544	\$ 75,330,240
Accumulated depreciation and impairment	(3,932)	(2,639,507)	(5,105,244)	(16,235,491)	(14,115,679)	(8,089,537)	(46,189,390)
	<u>\$ 2,895,060</u>	<u>\$ 2,256,305</u>	<u>\$ 2,331,419</u>	<u>\$ 10,272,212</u>	<u>\$ 7,744,847</u>	<u>\$ 3,641,007</u>	<u>\$ 29,140,850</u>
Opening net book amount as of January 1							
Additions	\$ 2,895,060	\$ 2,256,305	\$ 2,331,419	\$ 10,272,212	\$ 7,744,847	\$ 3,641,007	\$ 29,140,850
Disposals	674,021	1,638	46,947	1,784,474	1,518,264	984,478	5,009,822
Transfer	-	-	(4,467)	(38,682)	(42,269)	(860)	(86,278)
Depreciation charge	122,437	2,374	128,832	148,318	96,225	(470,283)	27,903
Net exchange differences	-	(84,367)	(268,878)	(1,503,105)	(1,118,628)	(591,238)	(3,566,216)
Closing net book amount as of June 30	(89)	2,266	465	8,354	(2,092)	(8,131)	773
	<u>\$ 3,691,429</u>	<u>\$ 2,178,216</u>	<u>\$ 2,234,318</u>	<u>\$ 10,671,571</u>	<u>\$ 8,196,347</u>	<u>\$ 3,554,973</u>	<u>\$ 30,526,854</u>
At June 30							
Cost	\$ 3,695,361	\$ 4,902,636	\$ 7,495,777	\$ 27,519,940	\$ 22,900,762	\$ 12,136,222	\$ 78,650,698
Accumulated depreciation and impairment	(3,932)	(2,724,420)	(5,261,459)	(16,848,369)	(14,704,415)	(8,581,249)	(48,123,844)
	<u>\$ 3,691,429</u>	<u>\$ 2,178,216</u>	<u>\$ 2,234,318</u>	<u>\$ 10,671,571</u>	<u>\$ 8,196,347</u>	<u>\$ 3,554,973</u>	<u>\$ 30,526,854</u>

B. Impairment information about the property, plant and equipment is provided in Note 6(13).

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

(8) 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, 2023	December 31, 2022	June 30, 2022
	Carrying amount	Carrying amount	Carrying amount
Land	\$ 1,248,806	\$ 1,106,348	\$ 1,068,685
Buildings	84,450,840	83,901,999	80,282,509
Machinery and equipment	3,112	5,746	8,778
Other equipment	472	18,331	35,665
	<u>\$ 85,703,230</u>	<u>\$ 85,032,424</u>	<u>\$ 81,395,637</u>
	Three months ended June 30, 2023	Three months ended June 30, 2022	
	Depreciation charge	Depreciation charge	
Land	\$ 50,841	\$ 41,151	
Buildings	3,618,659	3,455,217	
Machinery and equipment	1,222	1,996	
Other equipment	8,929	8,918	
	<u>\$ 3,679,651</u>	<u>\$ 3,507,282</u>	
	Six months ended June 30, 2023	Six months ended June 30, 2022	
	Depreciation charge	Depreciation charge	
Land	\$ 93,932	\$ 79,631	
Buildings	7,217,738	6,859,751	
Machinery and equipment	2,634	4,390	
Other equipment	17,859	17,833	
	<u>\$ 7,332,163</u>	<u>\$ 6,961,605</u>	

C. For the three months and six months ended June 30, 2023 and 2022, the additions to right-of-use assets were \$4,152,489, \$5,741,261, \$9,221,146 and \$12,183,792, respectively.

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

Items affecting profit or loss	Three months ended June 30, 2023	Three months ended June 30, 2022
Interest expense on lease liabilities	\$ 254,568	\$ 253,053
Expense on short-term lease contracts	142,483	111,336
Expense on leases of low-value assets	32,252	34,002
Expense on variable lease payments	143,180	111,651
Gain on sublease of right-of-use assets	153,095	133,703
Gain from lease modification	27,764	31,277

	Six months ended June 30, 2023	Six months ended June 30, 2022
Items affecting profit or loss		
Interest expense on lease liabilities	\$ 517,454	\$ 503,142
Expense on short-term lease contracts	267,753	232,122
Expense on leases of low-value assets	71,675	68,099
Expense on variable lease payments	321,338	257,671
Gain on sublease of right-of-use assets	311,985	272,814
Gain from lease modification	50,531	76,280

E. For the six months ended June 30, 2023 and 2022, the Group's total cash outflow for leases was \$8,343,086 and \$7,739,506, 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 3.78% and 3.21% as at June 30, 2023 and 2022, 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 \$3,213 and \$2,577 for the six months ended June 30, 2023 and 2022, 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 at June 30, 2023, December 31, 2022 and June 30, 2022, amounted to \$3,431,293, \$4,056,564 and \$3,482,304, respectively.

H. The Group has applied the practical expedient to "Covid-19-related rent concessions" and recognized the gain from changes in lease payments arising from the rent concessions amounting to \$51,209 and \$86,200, as other income for the three months and six months ended June 30, 2022.

(9) 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 or loss in relation to lease contracts is as follows:

	Three months ended June 30, 2023	Three months ended June 30, 2022
Rental revenue	\$ 403,506	\$ 332,870
Rental revenue from variable lease payments	<u>\$ 312,908</u>	<u>\$ 242,301</u>

	Six months ended June 30, 2023	Six months ended June 30, 2022
Rental revenue	\$ 811,981	\$ 710,585
Rental revenue from variable lease payments	<u>\$ 633,307</u>	<u>\$ 531,251</u>

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

	June 30, 2023	December 31, 2022	June 30, 2022
Current year	\$ 134,760	\$ -	\$ 126,046
Within 1 year	175,888	257,142	195,165
1~2 years	147,224	147,314	108,322
2~3 years	117,327	123,977	90,005
3~4 years	98,502	95,692	66,965
4~5 years	67,958	79,040	54,673
Over 5 years	77,916	97,428	101,980
	<u>\$ 819,575</u>	<u>\$ 800,593</u>	<u>\$ 743,156</u>

(10) Investment property

	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>
	2022			
	Land	Buildings	Right-of-use assets	Total
At January 1	\$ 1,400,611	\$ 431,642	\$ 1,247,166	\$ 3,079,419
Disposals	(7,207)	(1,219)	-	(8,426)
Transfer	(22,414)	(2,374)	-	(24,788)
Depreciation charge	-	(8,237)	(69,287)	(77,524)
At June 30	<u>\$ 1,370,990</u>	<u>\$ 419,812</u>	<u>\$ 1,177,879</u>	<u>\$ 2,968,681</u>

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

	Three months ended June 30, 2023	Three months ended June 30, 2022
Rental income from investment property	<u>\$ 233,803</u>	<u>\$ 174,857</u>
Direct operating expenses arising from the investment property that generated rental income during the period	<u>\$ 42,550</u>	<u>\$ 44,683</u>
	Six months ended June 30, 2023	Six months ended June 30, 2022
Rental income from investment property	<u>\$ 466,980</u>	<u>\$ 408,044</u>
Direct operating expenses arising from the investment property that generated rental income during the period	<u>\$ 87,746</u>	<u>\$ 87,845</u>

B. The fair value of the investment property held by the Group ranged from \$5,722,187 to \$6,249,168 as at June 30, 2023, December 31, 2022 and June 30, 2022, 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 are discount rates between 1.14% to 2.41% and growth rate of 3%.

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

(11) Intangible assets

	2023				
	License agreement and customer list				
	Software	Goodwill		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>

	2022				
	Software	Goodwill	License agreement and customer list	Others	Total
At January 1					
Cost	\$2,325,904	\$2,198,674	\$ 7,524,890	\$565,251	\$12,614,719
Accumulated amortization and impairment	(1,784,233)	-	(776,637)	(239,909)	(2,800,779)
	<u>\$ 541,671</u>	<u>\$2,198,674</u>	<u>\$ 6,748,253</u>	<u>\$325,342</u>	<u>\$ 9,813,940</u>
Opening net book amount as of January 1	\$ 541,671	\$2,198,674	\$ 6,748,253	\$325,342	\$ 9,813,940
Additions	177,121	-	-	1,427	178,548
Transfer	4,103	-	-	-	4,103
Amortization expense	(145,706)	-	(97,080)	(27,823)	(270,609)
Net exchange differences	418	3,771	-	-	4,189
Closing net book amount as of June 30	<u>\$ 577,607</u>	<u>\$2,202,445</u>	<u>\$ 6,651,173</u>	<u>\$298,946</u>	<u>\$ 9,730,171</u>
At June 30					
Cost	\$2,498,916	\$2,202,445	\$ 7,524,890	\$566,188	\$12,792,439
Accumulated amortization and impairment	(1,921,309)	-	(873,717)	(267,242)	(3,062,268)
	<u>\$ 577,607</u>	<u>\$2,202,445</u>	<u>\$ 6,651,173</u>	<u>\$298,946</u>	<u>\$ 9,730,171</u>

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

B. Impairment information about the intangible assets is provided in Note 6(13).

(12) Other non-current assets

	June 30, 2023	December 31, 2022	June 30, 2022
Guarantee deposits paid	\$ 3,472,119	\$ 3,359,090	\$ 3,284,238
Prepaid land	900,000	600,000	-
Others	1,366,618	712,102	636,250
	<u>\$ 5,738,737</u>	<u>\$ 4,671,192</u>	<u>\$ 3,920,488</u>

The Group signed a contract for the acquisition of land located in Taoyuan Aerotropolis Industry Area for approximately \$6,000,000 on September 27, 2022. The transaction will be paid in four installments. The second installment had been paid as of June 30, 2023.

(13) Impairment of non-financial assets

A. There were neither impairment loss nor reversal of impairment loss recognized for the six months ended June 30, 2023 and 2022.

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 for the quarter ended December 31, 2022, so license agreement and customer list were not impaired. The key assumptions used for value-in-use calculations are provided in Note 6(13) in the consolidated financial statements for the year ended December 31, 2022.

C. The Group performs impairment testing on goodwill 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, 2022, so goodwill was not impaired. The key assumptions used for value-in-use calculations is provided in Note 6(13) in the consolidated financial statements for the year ended December 31, 2022.

(14) Short-term borrowings

Type of borrowings	June 30, 2023	Interest rate range	Collateral
Bank borrowings			
Credit loan	\$ 13,625,302	1.41%~6.375%	None
Type of borrowings	December 31, 2022	Interest rate range	Collateral
Bank borrowings			
Credit loan	\$ 9,250,522	1.24%~2.10%	None
Type of borrowings	June 30, 2022	Interest rate range	Collateral
Bank borrowings			
Credit loan	\$ 4,006,725	0.675%~3.465%	None

There was no capitalization of borrowing costs for the six months ended June 30, 2023 and 2022. Relevant interest expense on borrowings is recognized as “finance costs”.

(15) Other payables

	June 30, 2023	December 31, 2022	June 30, 2022
Store collections	\$ 10,866,093	\$ 12,745,952	\$ 14,318,259
Dividend payable	10,590,115	-	10,706,206
Wages, salaries and bonus payable	5,165,454	5,655,203	4,767,121
Incentive bonus payable to franchisees	1,248,470	1,143,698	1,215,307
Payables for acquisition of property, plant and equipment	977,321	2,750,519	1,151,633
Sales receipt on behalf of others	916,985	1,266,851	1,484,303
Employees' compensation and remuneration for directors and supervisors	469,237	799,080	404,734
Payables for labor and health insurance	288,161	326,038	280,485
Rent payable	75,460	68,875	81,399
Others	5,510,044	6,039,142	4,410,981
	\$ 36,107,340	\$ 30,795,358	\$ 38,820,428

(16) Other current liabilities

	June 30, 2023	December 31, 2022	June 30, 2022
Advance receipts of deposits	\$ 1,755,751	\$ 1,826,832	\$ 1,697,031
Advance receipts for gift certificates	1,472,721	1,474,459	1,479,648
Others	314,059	291,617	320,760
	\$ 3,542,531	\$ 3,592,908	\$ 3,497,439

(17) Long-term borrowings

Type of borrowings	Interest rate range	Collateral	June 30, 2023
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
			1,082,834
Less: Current portion			(277,833)
			\$ 805,001
Type of borrowings	Interest rate range	Collateral	December 31, 2022
Long-term bank borrowings			
Credit loan	4.40%	None	\$ 172,207
Secured borrowings	1.91%~2.35%	Property, plant and equipment	639,533
			811,740
Less: Current portion			(319,123)
			\$ 492,617
Type of borrowings	Interest rate range	Collateral	June 30, 2022
Long-term bank borrowings			
Credit loan	3.875%~4.40%	None	\$ 470,781
Secured borrowings	1.56%~1.85%	Property, plant and equipment	610,321
			1,081,102
Less: Current portion			(380,821)
			\$ 700,281

There was no capitalization of borrowing costs for the above period. Relevant interest expense on borrowings is recognized as “finance costs”.

(18) 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 \$29,414, \$28,575, \$58,887 and \$56,823 for the three months and six months ended June 30, 2023 and 2022, 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, 2023 and 2022 were 14%~20%. 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, 2023 and 2022 were \$277,682, \$252,706, \$552,450 and \$512,619, respectively.

(19) Other non-current liabilities

	June 30, 2023	December 31, 2022	June 30, 2022
Guarantee deposit received	\$ 4,499,814	\$ 4,326,458	\$ 4,186,459
Provision for decommissioning liability	749,415	707,761	676,758
Others	465,670	471,963	475,762
	<u>\$ 5,714,899</u>	<u>\$ 5,506,182</u>	<u>\$ 5,338,979</u>

(20) Share capital

As of June 30, 2023, 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, 2023 and January 1, 2023.

(21) 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.

(22) 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 2022 and 2021 were resolved by the shareholders on May 30, 2023 and May 26, 2022, respectively, as follows:

	2022		2021	
	Amount	Dividends per share (in dollars)	Amount	Dividends per share (in dollars)
Legal reserve	\$ 978,415		\$ 804,972	
Special reserve appropriated	-		588,894	
Reversal of special reserve	(1,866,890)		-	
Cash dividends - Retained earnings	9,356,600	\$ 9.00	7,495,676	\$ 7.21
Cash dividends - Legal reserve	-	-	1,860,924	1.79

(23) Other equity items

	2023		
	Financial statements translation differences of foreign operations	Unrealized gains (or loss) on valuation of financial assets 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

	2022		
	Financial statements translation differences of foreign operations	Unrealized gains (or loss) on valuation of financial assets at fair value through other comprehensive income	Total
At January 1	(\$ 2,776,895)	\$ 855,380	(\$ 1,921,515)
Revaluation and transfer			
– Group	- (	214,057)	(214,057)
– Associates	-	1,108	1,108
Revaluation-tax	-	2,672	2,672
Currency translation differences:			
– Group	1,406,455	-	1,406,455
– Associates	7,714	-	7,714
At June 30	(\$ 1,362,726)	\$ 645,103	(\$ 717,623)

(24) Operating revenue

	Three months ended June 30, 2023	Three months ended June 30, 2022
	\$ 77,586,335	\$ 71,130,619
Revenue from contracts with customers		
Revenue from contracts with customers	\$ 153,060,544	\$ 138,797,789

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, 2023	Convenience stores	Retail business group	Logistics business group	Others	Total
<u>Timing of revenue recognition</u>					
– 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>
Three months ended June 30, 2022	Convenience stores	Retail business group	Logistics business group	Others	Total
<u>Timing of revenue recognition</u>					
– At a point in time	\$ 44,252,034	\$ 17,534,665	\$ 2,899	\$ 4,889,154	\$ 66,678,752
– Over time	212,930	3,511,167	565,546	162,224	4,451,867
	<u>\$ 44,464,964</u>	<u>\$ 21,045,832</u>	<u>\$ 568,445</u>	<u>\$ 5,051,378</u>	<u>\$ 71,130,619</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>
Six months ended June 30, 2022	Convenience stores	Retail business group	Logistics business group	Others	Total
Timing of revenue recognition					
– At a point in time	\$ 86,388,615	\$ 33,059,868	\$ 6,051	\$ 10,427,339	\$ 129,881,873
– Over time	433,742	6,961,858	1,130,833	389,483	8,915,916
	<u>\$ 86,822,357</u>	<u>\$ 40,021,726</u>	<u>\$ 1,136,884</u>	<u>\$ 10,816,822</u>	<u>\$ 138,797,789</u>

B. Contract liabilities

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

	June 30, 2023	December 31, 2022	June 30, 2022	January 1, 2022
Contract liabilities – advance receipts of gift certificates and gift payments	\$ 4,895,097	\$ 4,598,978	\$ 4,510,184	\$ 4,599,304
Contract liabilities – customer loyalty programs	1,283,802	1,223,582	1,184,061	977,909
Contract liabilities – members' deposits	899,968	888,700	862,040	843,002
Contract liabilities – franchise fee	472,741	441,384	493,291	405,485
Contract liabilities – others	<u>296,653</u>	<u>285,592</u>	<u>298,651</u>	<u>364,047</u>
	<u>\$ 7,848,261</u>	<u>\$ 7,438,236</u>	<u>\$ 7,348,227</u>	<u>\$ 7,189,747</u>

(b) Revenues recognized that were included in the contract liabilities balance at the beginning were \$4,604,857 and \$4,741,708 for the six months ended June 30, 2023 and 2022, respectively.

(25) Expenses by nature

	Three months ended June 30, 2023	Three months ended June 30, 2022
Net cost of goods sold	\$ 46,153,798	\$ 42,368,309
Employee benefit expenses	7,446,552	6,952,464
Incentive bonuses for franchisees	6,453,485	5,997,566
Depreciation and amortization	5,859,325	5,468,669
Utilities expenses	1,432,035	1,186,005
Operating lease payments	317,915	256,989
Other costs and expenses	<u>6,420,377</u>	<u>5,910,003</u>
Total operating costs and operating expenses	<u>\$ 74,083,487</u>	<u>\$ 68,140,005</u>

	Six months ended June 30, 2023	Six months ended June 30, 2022
Net cost of goods sold	\$ 90,584,749	\$ 82,151,770
Employee benefit expenses	14,934,952	13,699,426
Incentive bonuses for franchisees	12,576,712	11,526,560
Depreciation and amortization	11,633,606	10,853,292
Utilities expenses	2,736,968	2,278,468
Operating lease payments	660,766	557,892
Other costs and expenses	12,987,506	11,633,530
Total operating costs and operating expenses	\$ 146,115,259	\$ 132,700,938

(26) Employee benefit expense

	Three months ended June 30, 2023	Three months ended June 30, 2022
Wages and salaries	\$ 6,084,324	\$ 5,715,861
Labor and health insurance fees	589,653	541,595
Pension costs	307,096	281,281
Other personnel expenses	465,479	413,727
	\$ 7,446,552	\$ 6,952,464

	Six months ended June 30, 2023	Six months ended June 30, 2022
Wages and salaries	\$ 12,221,501	\$ 11,234,895
Labor and health insurance fees	1,209,089	1,102,003
Pension costs	611,337	569,442
Other personnel expenses	893,025	793,086
	\$ 14,934,952	\$ 13,699,426

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, 2023 and 2022, employees' compensation was accrued at \$142,140, \$128,632, \$292,480 and \$245,816, respectively; while directors' and supervisors' remuneration was accrued at \$47,489, \$42,975, \$97,717 and \$82,126, 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 period for the six months ended June 30, 2023.

Employees' compensation and directors' remuneration for 2022 as resolved by the Board of Directors were in agreement with those amounts recognized in the 2022 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.

(27) Interest income

	Three months ended June 30, 2023	Three months ended June 30, 2022
Interest income	<u>\$ 377,000</u>	<u>\$ 60,430</u>
Interest income	<u>\$ 681,138</u>	<u>\$ 97,213</u>

(28) Other income

	Three months ended June 30, 2023	Three months ended June 30, 2022
Grants income	\$ 215,034	\$ 168,025
Rental revenue	70,012	69,382
Dividend income	51,596	118,432
Others	<u>268,713</u>	<u>292,304</u>
	<u>\$ 605,355</u>	<u>\$ 648,143</u>
Grants income	\$ 429,907	\$ 344,809
Rental revenue	138,150	137,744
Dividend income	51,596	118,432
Others	<u>529,331</u>	<u>516,555</u>
	<u>\$ 1,148,984</u>	<u>\$ 1,117,540</u>

(29) Other gains and losses

	Three months ended June 30, 2023	Three months ended June 30, 2022
Gain from lease modification	\$ 27,764	\$ 31,277
Gain on disposal of investment property	-	29,507
Loss on disposal of property, plant and equipment	(12,982)	(19,917)
Depreciation of investment property	(39,566)	(38,759)
Other gains and losses	<u>16,677</u>	<u>(24,131)</u>
	<u>(\$ 8,107)</u>	<u>(\$ 22,023)</u>
Gain from lease modification	\$ 50,531	\$ 76,280
Gain on disposal of investment property	-	29,507
Loss on disposal of property, plant and equipment	(14,441)	(51,738)
Depreciation of investment property	(78,395)	(77,524)
Other gains and losses	<u>3,927</u>	<u>(51,007)</u>
	<u>(\$ 38,378)</u>	<u>(\$ 74,482)</u>

(30) Finance costs

	Three months ended June 30, 2023	Three months ended June 30, 2022
Interest expense on lease liabilities	\$ 254,568	\$ 253,053
Financial expense, others	67,305	34,931
	<u>\$ 321,873</u>	<u>\$ 287,984</u>
	Six months ended June 30, 2023	Six months ended June 30, 2022
Interest expense on lease liabilities	\$ 517,454	\$ 503,142
Financial expense, others	125,792	65,603
	<u>\$ 643,246</u>	<u>\$ 568,745</u>

(31) Income tax

A. Income tax expense

(a) Components of income tax expense:

	Three months ended June 30, 2023	Three months ended June 30, 2022
Current tax:		
Current tax on profit for the period	\$ 899,615	\$ 775,137
Tax on undistributed surplus earnings	65,808	-
Over provision of prior year's income tax	(36,810)	(22,706)
Total current tax	<u>928,613</u>	<u>752,431</u>
Deferred tax:		
Origination and reversal of temporary differences	14,237	(38,301)
Income tax expense	<u>\$ 942,850</u>	<u>\$ 714,130</u>
	Six months ended June 30, 2023	Six months ended June 30, 2022
Current tax:		
Current tax on profit for the period	\$ 1,767,443	\$ 1,470,821
Tax on undistributed surplus earnings	65,808	-
Over provision of prior year's income tax	(86,544)	(22,706)
Total current tax	<u>1,746,707</u>	<u>1,448,115</u>
Deferred tax:		
Origination and reversal of temporary differences	29,231	(40,405)
Income tax expense	<u>\$ 1,775,938</u>	<u>\$ 1,407,710</u>

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

	Three months ended June 30, 2023	Three months ended June 30, 2022
Changes in fair value of financial assets at fair value through other comprehensive income	(\$ 2,280)	(\$ 101)
	Six months ended June 30, 2023	Six months ended June 30, 2022
Changes in fair value of financial assets at fair value through other comprehensive income	(\$ 208)	(\$ 2,672)

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

(32) Earnings per share

	Three months ended June 30, 2023		
	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	\$ 2.46
<u>Diluted earnings per share</u>			
Profit attributable to ordinary shareholders of parent	\$ 2,553,940	1,039,622	
Assumed conversion of all dilutive potential ordinary shares	-	503	
Employees' compensation	-	503	
Shareholders of parent plus assumed conversion of all dilutive potential ordinary shares	\$ 2,553,940	1,040,125	\$ 2.45

Three months ended June 30, 2022			
	Weighted average number of ordinary shares outstanding Amount after tax	Earnings per share (shares in thousands)	(in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of parent	\$ 2,451,874	1,039,622	\$ 2.36
Diluted earnings per share			
Profit attributable to ordinary shareholders of parent	\$ 2,451,874	1,039,622	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation		-	472
Shareholders of parent plus assumed conversion of all dilutive potential ordinary shares	\$ 2,451,874	1,040,094	\$ 2.36
Six months ended June 30, 2023			
	Weighted average number of ordinary shares outstanding Amount after tax	Earnings per share (shares in thousands)	(in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	\$ 5,374,541	1,039,622	\$ 5.17
Diluted earnings per share			
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

	Six months ended June 30, 2022		
	Amount after tax	Weighted average number of ordinary shares outstanding (shares in thousands)	Earnings per share (in dollars)
Basic earnings per share			
Profit attributable to ordinary shareholders of the parent	\$ 4,622,300	1,039,622	\$ 4.45
Diluted earnings per share			
Profit attributable to ordinary shareholders of the parent	\$ 4,622,300	1,039,622	
Assumed conversion of all dilutive potential ordinary shares			
Employees' compensation		-	1,481
Shareholders of parent plus assumed conversion of all dilutive potential ordinary shares	\$ 4,622,300	1,041,103	\$ 4.44

(33) Supplemental cash flow information

A. Investing activities with partial cash payments

	Six months ended June 30, 2023	Six months ended June 30, 2022
Purchase of property, plant and equipment	\$ 5,082,295	\$ 5,009,822
Add: Opening balance of payable on equipment	2,750,519	1,385,972
Less: Ending balance of payable on equipment	(977,321)	(1,151,633)
Cash paid during the period	\$ 6,855,493	\$ 5,244,161

B. Declared cash dividends

	Six months ended June 30, 2023	Six months ended June 30, 2022
Unpaid cash dividends – the Company	\$ 9,356,600	\$ 9,356,600
Unpaid cash dividends – subsidiary	1,233,515	1,349,606
	\$ 10,590,115	\$ 10,706,206

(34) Changes in liabilities from financing activities

	2023						
	Short-term borrowings	Dividend payable	Long-term borrowings	Lease liabilities	Guarantee deposits received	Other non-current liabilities	Total liabilities from financing activities
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>
	2022						
	Short-term borrowings	Dividend payable	Long-term borrowings	Lease liabilities	Guarantee deposits received	Other non-current liabilities	Total liabilities from financing activities
At January 1	\$ 5,095,702	\$ -	\$ 963,418	\$ 81,037,630	\$ 4,044,359	\$ 1,126,793	\$ 92,267,902
Changes in cash flow from financing activities	(1,089,078)	-	(413,401)	(6,678,472)	142,584	(6,684)	(8,045,051)
Interest paid (Note)	-	-	-	(503,142)	-	-	(503,142)
Impact of changes in foreign exchange rate	101	-	(2,081)	19,944	(484)	-	17,480
Changes in other non-cash items	-	10,706,206	152,345	11,236,179	-	32,411	22,127,141
At June 30	<u>\$ 4,006,725</u>	<u>\$ 10,706,206</u>	<u>\$ 700,281</u>	<u>\$ 85,112,139</u>	<u>\$ 4,186,459</u>	<u>\$ 1,152,520</u>	<u>\$ 105,864,330</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, 2023.

(2) Names of related parties and relationship

Names of related parties	Relationship with the Group
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.	"
President Technology Corp.	"
President Fair Development Corp.	"
Uni-President Development Corp.	"
Presco Netmarketing Inc.	Subsidiary of ultimate parent company
Tait Marketing & Distribution Co., Ltd.	"
President Packaging Industrial Corp.	"
President Tokyo Corp.	"
Presicarre Corp.	Originally was investee of the Group accounted for using the equity method. In June 2023, the Company acquired additional shares of Presicarre Corp., and accordingly, the latter was included as a subsidiary of ultimate parent company
Kai Ya Food Co., Ltd.	Sub-subsidiary of ultimate parent company
Tung Ang Enterprises Corp.	"
Lien Bo Corp.	"
Zhengzhou President Enterprises Co., Ltd.	"
President (Kunshan) Trading Co., Ltd.	"
Shanghai Songjiang President Enterprises Co., Ltd.	"
Uni-President (Philippines) Corp.	"
Uni-President (Shanghai) Pearly Century 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.	"
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

	Three months ended June 30, 2023	Three months ended June 30, 2022
Sales of goods		
Ultimate parent company	\$ 159,143	\$ 147,408
Associates	47,964	51,987
Sister companies	115,552	102,124
Other related parties	16,729	22,746
Sales of services		
Ultimate parent company	3,278	4,010
Associates	24,843	32,349
Sister companies	8,938	6,857
Other related parties	1,858	863
	<u>\$ 378,305</u>	<u>\$ 368,344</u>
	Six months ended June 30, 2023	Six months ended June 30, 2022
Sales of goods		
Ultimate parent company	\$ 319,382	\$ 298,188
Associates	94,341	90,564
Sister companies	231,311	207,805
Other related parties	30,683	37,424
Sales of services		
Ultimate parent company	9,502	9,395
Associates	44,835	56,467
Sister companies	16,262	11,167
Other related parties	3,050	1,965
	<u>\$ 749,366</u>	<u>\$ 712,975</u>

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

B. Purchases

	Three months ended June 30, 2023	Three months ended June 30, 2022
Ultimate parent company	\$ 5,102,815	\$ 4,405,291
Associates	150,072	155,630
Sister companies	2,044,490	1,683,689
Other related parties	616,988	572,507
	<u>\$ 7,914,365</u>	<u>\$ 6,817,117</u>

	Six months ended June 30, 2023	Six months ended June 30, 2022
Ultimate parent company	\$ 9,812,617	\$ 8,660,756
Associates	308,215	289,721
Sister companies	3,800,543	3,259,931
Other related parties	1,233,689	1,136,704
	<u>\$ 15,155,064</u>	<u>\$ 13,347,112</u>

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

C. Receivables from related parties

	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Accounts receivable			
Ultimate parent company	\$ 227,493	\$ 314,296	\$ 155,690
Associates	63,355	85,334	64,449
Sister companies	81,796	120,317	68,770
Other related parties	9,284	6,649	4,126
	<u>\$ 381,928</u>	<u>\$ 526,596</u>	<u>\$ 293,035</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

	<u>June 30, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</u>
Notes payable and accounts payable			
Ultimate parent company	\$ 2,198,938	\$ 2,095,348	\$ 1,971,466
Associates	76,677	232,560	70,032
Sister companies	1,021,565	880,858	859,585
Other related parties	381,559	409,435	348,621
	<u>\$ 3,678,739</u>	<u>\$ 3,618,201</u>	<u>\$ 3,249,704</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, 2023	Six months ended June 30, 2022
Ultimate parent company	\$ 7,016	\$ 105,527
Sister companies	1,595	44,390
Other related parties	191,349	-
	<u>\$ 199,960</u>	<u>\$ 149,917</u>

(c) Lease expenses

	Three months ended June 30, 2023	Three months ended June 30, 2022
Ultimate parent company	\$ 955	\$ 114
Associates	15,139	11,192
Sister companies	3,828	6,320
Other related parties	864	1,754
	<u>\$ 20,786</u>	<u>\$ 19,380</u>
	Six months ended June 30, 2023	Six months ended June 30, 2022
Ultimate parent company	\$ 2,057	\$ 312
Associates	30,932	27,316
Sister companies	7,583	8,606
Other related parties	1,725	2,424
	<u>\$ 42,297</u>	<u>\$ 38,658</u>

(d) Lease liabilities

	June 30, 2023	December 31, 2022	June 30, 2022
Ultimate parent company	\$ 112,088	\$ 133,229	\$ 161,112
Associates	2,686,866	2,880,561	3,073,319
Sister companies	158,630	191,401	221,163
Other related parties	600,968	440,008	470,853
	<u>\$ 3,558,552</u>	<u>\$ 3,645,199</u>	<u>\$ 3,926,447</u>

F. Property transactions

	Accounts	Three months ended June 30, 2023	Three months ended June 30, 2022
Associates	Intangible assets	\$ 3,806	\$ 53,999
Sister companies	"	718	1,600
		<u>\$ 4,524</u>	<u>\$ 55,599</u>
	Accounts	Six months ended June 30, 2023	Six months ended June 30, 2022
Associates	Intangible assets	\$ 23,904	\$ 53,999
Sister companies	"	718	1,600
		<u>\$ 24,622</u>	<u>\$ 55,599</u>

(4) Key management compensation

	Three months ended June 30, 2023	Three months ended June 30, 2022
	\$ 143,291	\$ 125,721
Short-term employee benefits		
	Six months ended June 30, 2023	Six months ended June 30, 2022
Short-term employee benefits	\$ 333,810	\$ 259,177

8. PLEDGED ASSETS

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

Pledged assets	Book value			Purpose
	June 30, 2023	December 31, 2022	June 30, 2022	
Land	\$ 218,675	\$ 218,675	\$ 218,675	Guarantee facilities and performance guarantee
Buildings	20,063	23,229	26,395	Long-term borrowings and guarantee facilities
Transportation equipment	764,328	822,881	791,550	Long-term borrowings
Investment property	56,634	56,687	56,740	Performance guarantee
Pledged time deposits (Recognized as "Other non-current assets - guarantee deposits paid")	94,162	95,454	112,045	Performance guarantee
	<u>\$ 1,153,862</u>	<u>\$ 1,216,926</u>	<u>\$ 1,205,405</u>	

9. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED CONTRACT COMMITMENTS

None.

10. SIGNIFICANT DISASTER LOSS

None.

11. SIGNIFICANT EVENTS AFTER THE BALANCE SHEET DATE

Due to the operational demand, the Company signed a construction contract with a related party CHENG-SHI CONSTRUCTION CO., LTD. in August 2023. Total transaction price of the contract is NTD\$698 million.

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, 2023</u>	<u>December 31, 2022</u>	<u>June 30, 2022</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	\$ 1,156,124	\$ 616,670	\$ 1,232,960
Financial assets at fair value through other comprehensive income			
Designation of equity instrument	\$ 917,394	\$ 847,481	\$ 951,852
Financial assets at amortized cost			
Cash and cash equivalents	\$ 48,226,332	\$ 48,540,378	\$ 48,791,346
Accounts receivable, net	6,334,427	6,701,248	5,813,699
Other receivables	3,276,048	2,581,316	4,083,012
Other current assets (Note)	1,863,181	1,868,589	1,826,436
Guarantee deposits paid	3,472,249	3,359,220	3,807,462
Other non-current assets (Note)	32,684	33,886	33,127
	<u>\$ 63,204,921</u>	<u>\$ 63,084,637</u>	<u>\$ 64,355,082</u>
<u>Financial liabilities</u>			
Financial liabilities at amortized cost			
Short-term borrowings	\$ 13,625,302	\$ 9,250,522	\$ 4,006,725
Notes payable	1,040,637	2,205,192	1,024,326
Accounts payable (including related parties)	28,062,598	28,842,983	25,709,839
Other payables	36,107,340	30,795,358	38,820,428
Long-term borrowings (including current portion)	1,082,834	811,740	1,081,102
Guarantee deposits received	4,499,814	4,326,458	4,186,459
	<u>\$ 84,418,525</u>	<u>\$ 76,232,253</u>	<u>\$ 74,828,879</u>
Lease liabilities	<u>\$ 90,130,968</u>	<u>\$ 88,833,012</u>	<u>\$ 85,112,139</u>

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

B. Risk management policies

- 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.
- 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.
- 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, 2023			December 31, 2022		
	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)
Financial assets						
Monetary items						
USD : NTD	\$ 8,771	31.1400	\$ 273,129	\$ 9,101	30.7100	\$ 279,492
RMB : NTD	2,359	4.2930	10,127	1,524	4.4516	6,784
JPY : NTD	71,926	0.2150	15,464	15,319	0.2324	3,560
HKD : NTD	896	3.9737	3,560	999	3.9364	3,932
EUR : NTD	149	33.8100	5,038	28	32.7200	916
Non-monetary items						
JPY : NTD	\$ 965,400	0.2150	\$ 207,561	\$ 897,600	0.2324	\$ 208,602
Financial liabilities						
Monetary items						
USD : NTD	\$ 4,378	31.1400	\$ 136,331	\$ 3,824	30.7100	\$ 117,435
RMB : NTD	172	4.2930	738	191	4.4516	850
JPY : NTD	113,168	0.2150	24,331	145,673	0.2324	33,854
June 30, 2022						
(Foreign currency: functional currency)	Foreign currency amount (In thousands)	Exchange rate	Book value (NTD)			
Financial assets						
Monetary items						
USD : NTD	\$ 4,553	29.7200	\$ 135,315			
RMB : NTD	2,360	4.4363	10,470			
JPY : NTD	64,069	0.2182	13,980			
HKD : NTD	1,200	3.7878	4,545			
EUR : NTD	484	31.0500	15,028			
Non-monetary items						
JPY : NTD	\$ 867,600	0.2182	\$ 189,310			
Financial liabilities						
Monetary items						
USD : NTD	\$ 4,628	29.7200	\$ 137,544			
RMB : NTD	2,152	4.4363	9,547			
JPY : NTD	191,931	0.2182	41,879			

IV. Total exchange gain (loss), including realized and unrealized from significant foreign exchange variations on monetary items held by the Group amounted to \$29,287, (\$7,388), \$28,815 and (\$11,324) for the three months and six months ended June 30, 2023 and 2022, 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, 2023 and 2022 would increase/decrease by \$6,840 and \$111, 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, 2023 and 2022 would increase/decrease by \$9,935 and \$8,071, 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, 2023 and 2022 would have increased/decreased by \$6,951 and \$7,143, 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 \$45,870 and \$47,593, 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, 2023 and 2022, 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, 2023 and 2022 would have decreased/increased by \$2,707 and \$2,703, 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:

	2023	2022
	Accounts receivable	Accounts receivable
At January 1	\$ 78,848	\$ 144,908
Provision for impairment	17,914	2,475
Reversal of impairment loss to other		
revenue	(480)	-
Write-offs	(469)	(1,698)
Effect of foreign exchange	1,619	(3,042)
At June 30	<u>\$ 97,432</u>	<u>\$ 142,643</u>

- VI. The Group has no written-off financial assets that are still under recourse procedures on June 30, 2023, December 31, 2022 and June 30, 2022.

(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 \$1,070,644, \$531,190 and \$1,147,480 as at June 30, 2023, December 31, 2022 and June 30, 2022, respectively, which are expected to readily generate cash inflows for the purpose of managing liquidity risk.
- III. The Group has undrawn borrowing facilities of \$32,781,316, \$30,441,614 and \$21,045,338 as of June 30, 2023, December 31, 2022 and June 30, 2022, 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:

June 30, 2023	Less than	Between	Between	Over 3 years
	1 year	1 and 2 years	2 and 3 years	
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

Non-derivative financial liabilities:

December 31, 2022	Less than	Between	Between	Over 3 years
	1 year	1 and 2 years	2 and 3 years	
Short-term borrowings	\$ 9,296,238	\$ -	\$ -	\$ -
Lease liabilities	14,834,803	14,396,123	12,869,805	50,337,549
Long-term borrowings (including current portion)	340,482	176,018	137,789	198,955

Non-derivative financial liabilities:

June 30, 2022	Less than	Between	Between	Over 3 years
	1 year	1 and 2 years	2 and 3 years	
Short-term borrowings	\$ 4,009,742	\$ -	\$ -	\$ -
Lease liabilities	14,902,533	14,990,070	13,295,431	49,477,286
Long-term borrowings (including current portion)	410,705	166,758	142,814	418,126

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(10).

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, accounts receivable, other receivables, short-term borrowings, and bills payable, notes payable, accounts payable, other payables and long-term borrowings are approximate to their fair values.

June 30, 2023				
	Fair value			
Book value	Level 1	Level 2	Level 3	
<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

December 31, 2022				
	Fair value			
Book value	Level 1	Level 2	Level 3	
<u>Financial assets:</u>				
Guarantee deposits paid	\$ 3,359,220	\$ _____ -	\$ _____ -	\$ 3,287,721
<u>Financial liabilities:</u>				
Guarantee deposits received	\$ 4,326,458	\$ _____ -	\$ _____ -	\$ 4,214,719

June 30, 2022				
	Fair value			
Book value	Level 1	Level 2	Level 3	
<u>Financial assets:</u>				
Guarantee deposits paid	\$ 3,807,462	\$ _____ -	\$ _____ -	\$ 3,769,409
<u>Financial liabilities:</u>				
Guarantee deposits received	\$ 4,186,459	\$ _____ -	\$ _____ -	\$ 4,131,574

(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, 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>
<u>December 31, 2022</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	\$ 531,190	\$ -	\$ -	\$ 531,190
Equity securities	<u>-</u>	<u>-</u>	<u>85,480</u>	<u>85,480</u>
Subtotal	<u>531,190</u>	<u>-</u>	<u>85,480</u>	<u>616,670</u>
Financial assets at fair value				
through other comprehensive income				
Equity securities	<u>843,133</u>	<u>-</u>	<u>4,348</u>	<u>847,481</u>
	<u>\$ 1,374,323</u>	<u>\$ -</u>	<u>\$ 89,828</u>	<u>\$ 1,464,151</u>
<u>June 30, 2022</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	\$ 1,147,480	\$ -	\$ -	\$ 1,147,480
Equity securities	<u>-</u>	<u>-</u>	<u>85,480</u>	<u>85,480</u>
Subtotal	<u>1,147,480</u>	<u>-</u>	<u>85,480</u>	<u>1,232,960</u>
Financial assets at fair value				
through other comprehensive income				
Equity securities	<u>947,504</u>	<u>-</u>	<u>4,348</u>	<u>951,852</u>
	<u>\$ 2,094,984</u>	<u>\$ -</u>	<u>\$ 89,828</u>	<u>\$ 2,184,812</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

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, 2023 and 2022, there was no transfer between Level 1 and Level 2.
- F. For the six months ended June 30, 2023 and 2022, 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 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:

	<u>Fair value at</u>		<u>Significant</u>	<u>Range</u>	
	<u>June</u>	<u>Valuation</u>	<u>unobservable</u>	<u>(weighted</u>	<u>Relationship of inputs</u>
	<u>30, 2023</u>	<u>technique</u>	<u>input</u>	<u>average)</u>	<u>to fair value</u>
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

	Fair value at December 31, 2022	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
	Fair value at June 30, 2022	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

- 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, 2023 and 2022.

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, 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>
	Six months ended June 30, 2022					
	Convenience stores	Retail business group	Logistics business group	Other operating segments	Adjustment and elimination	
					Total	
External revenue (net)	\$ 86,822,357	\$ 40,021,726	\$ 1,136,884	\$ 10,816,822	\$ -	\$ 138,797,789
Internal department revenue	787,275	1,821,905	8,486,229	4,551,995	(15,647,404)	-
Total segment revenue	<u>\$ 87,609,632</u>	<u>\$ 41,843,631</u>	<u>\$ 9,623,113</u>	<u>\$ 15,368,817</u>	<u>(\$ 15,647,404)</u>	<u>\$ 138,797,789</u>
Segment income (loss)	<u>\$ 5,297,138</u>	<u>\$ 2,259,490</u>	<u>\$ 733,450</u>	<u>(\$ 108,140)</u>	<u>(\$ 1,309,294)</u>	<u>\$ 6,872,644</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, 2023

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		Balance at June 30, 2023	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
					June 30, 2023	June 30, 2023								Item	Value	(Note)	(Note)	
1	President Pharmaceutical Corp.	President Being Corp.	Other receivables	Y	\$ 48,000	\$ 48,000	\$ 48,000	\$ 48,000	0.85%	Short-term financing	\$ -	Additional operating capital	\$ -	None	\$ -	\$ 284,903	\$ 284,903	

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

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, 2023

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, 2023				
				Number of shares	Book value	Ownership (%)	Fair value	Footnote
President Chain Store Corp.	Stock: 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	705,485	2.79	705,485	
President Chain Store Corp.	Duskin Co., Ltd.	None	"	300,000	207,561	0.62	207,561	
President Chain Store Corp.	Koasa Yamako Corp.	Director of Koasa Yamako Corp.	"	650,000	4,348	10.00	4,348	
Books.com. Co., Ltd.	Beneficiary certificates: CTBC Hua Win Money Market Fund	None	Financial assets at fair value through profit or loss – current	14,857,607	\$ 167,063	-	\$ 167,063	
Chieh Shun Logistics International Corp.	Taishin 1699 Money Market Fund	"	"	6,212,701	86,065	-	86,065	
Chieh Shun Logistics International Corp.	UPAMC James Bond Money Market Fund	"	"	5,222,901	89,015	-	89,015	
President Drugstore Business Corp.	Taishin 1699 Money Market Fund	"	"	1,443,731	20,000	-	20,000	
Uni-President Department Store Corp.	Jih Sun Money Market Fund	"	"	709,504	10,755	-	10,755	
Uni-President Department Store Corp.	SinoPac TWD Money Market Fund	"	"	2,312,981	32,864	-	32,864	
Uni-President Department Store Corp.	Taishin 1699 Money Market Fund	"	"	567,190	7,857	-	7,857	
President Information Corp.	UPAMC James Bond Money Market Fund	"	"	767,597	13,082	-	13,082	
President Logistics International Corp.	Taishin 1699 Money Market Fund	"	"	3,610,604	50,018	-	50,018	
President Logistics International Corp.	UPAMC James Bond Money Market Fund	"	"	2,347,870	40,015	-	40,015	
President Pharmaceutical Corp.	Jih Sun Money Market Fund	"	"	79,164	1,200	-	1,200	
President Pharmaceutical Corp.	Taishin 1699 Money Market Fund	"	"	13,752,888	190,519	-	190,519	
Q-ware Systems & Services Corp.	Jih Sun Money Market Fund	"	"	4,467,182	67,716	-	67,716	
Q-ware Systems & Services Corp.	Taishin 1699 Money Market Fund	"	"	21,257,118	294,475	-	294,475	

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, 2023

Table 3

Expressed in thousands of NTD
 (Except as otherwise indicated)

Investor	Type and name of securities	General ledger account	Counterparty	Balance as at January 1, 2023		Addition		Disposal			Other increase (decrease)		Balance as at June 30, 2023		
				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 1	Not applicable	8,651,751	\$ 130,389	137,052,880	\$ 2,071,091	144,995,127	\$ 2,191,704	\$ 2,190,725	\$ 979	-	\$ -	709,504	\$ 10,755
Books.com. Co., Ltd.	CTBC Hua Win Money Market Fund	"	"	"	"	104,729,174	1,175,000	89,871,567	1,008,623	1,008,000	623	-	63	14,857,607	167,063
Books.com. Co., Ltd.	Yuanta Wan Tai Money Market Fund	"	"	"	"	20,148,102	310,000	20,148,102	310,182	310,000	182	-	-	-	-
President Drugstore Business Corp.	Taishin 1699 Money Market Fund	"	"	10,897,045	150,000	68,243,071	942,000	77,696,385	1,072,229	1,072,000	229	-	-	1,443,731	20,000
Chieh Shun Logistics International Corp.	Taishin 1699 Money Market Fund	"	"	2,325,497	32,011	32,798,266	453,000	28,911,062	399,209	398,959	250	-	13	6,212,701	86,065
Chieh Shun Logistics International Corp.	UPAMC James Bond Money Market Fund	"	"	1,180,491	20,005	18,227,112	310,000	14,184,702	241,105	240,998	107	-	8	5,222,901	89,015
President Pharmaceutical Corp.	Taishin 1699 Money Market Fund	"	"	10,393,748	143,072	37,589,360	519,000	34,230,220	472,574	471,764	810	-	211	13,752,888	190,519
Stock:															
President Chain Store Corp.	Presicarre Corp.	Note 2	Carrefour Nederland B.V. and Carrefour S.A.	145,172,360	\$ 7,112,028	78,171,196	\$ 5,442,963	-	\$ -	-	\$ -	-	\$ -	223,343,556	\$ 12,554,991

Note 1: The security was recognized as "Financial assets at fair value through profit or loss—current".

Note 2: The security was recognized as "Investment accounted for using the equity method".

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, 2023

Table 4

Expressed in thousands of NTD
(Except as otherwise indicated)

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 od counter-party					Reason for acquisition	Other terms
							Owner	Relationship	Transfer Day	Amount	Basis for price determination		
President Chain Store Corp.	Taoyuan Aerotropolis Industry Area	July 28, 2022	\$ 6,000,000	The second installment was paid. Total amount is 900 million.	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	615,000	5% 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

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.

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, 2023

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)		Percentage of total notes/accounts receivable (payable)	Footnote
			Purchases (sales)	Amount (sales)	Credit term	Unit price	Credit term	Balance	Notes/accounts receivable (payable)		
President Chain Store Corp.	Uni-President Enterprises Corp.	Ultimate parent company	Purchases	\$ 9,299,263	15 Net 30~40 days from the end of the month when invoice is issued	No significant differences	No significant differences	(\$ 1,685,048) (	9)	
	Uni-President Superior Commissary Corp.	Subsidiary	"	2,573,500	4 Net 45 days from the end of the month when invoice is issued	"	"	(970,292) (	5)	
	Tung Ang Enterprises Corp.	Sister company	"	1,227,480	2 Net 30 days from the end of the month when invoice is issued	"	"	(257,126) (	1)	
	21 Century Co., Ltd.	Subsidiary	"	549,761	1 Net 30~60 days from the end of the month when invoice is issued	"	"	(185,144) (	1)	
	Q-ware Systems & Services Corp.	"	"	483,167	1 Net 40 days from the end of the month when invoice is issued	"	"	(116,313) (	1)	
	Kai Ya Food Co., Ltd.	Sister company	"	426,112	1 Net 40 days from the end of the month when invoice is issued	"	"	(192,727) (	1)	
	Lien Bo Corp.	"	"	388,594	1 Net 10~54 days from the end of the month when invoice is issued	"	"	(168,899) (	1)	
	Tait Marketing & Distribution Co., Ltd.	"	"	355,698	1 Net 20~70 days from the end of the month when invoice is issued	"	"	(137,488) (	1)	
	President Packaging Industrial Corp.	"	"	286,961	- Net 15~60 days from the end of the month when invoice is issued	"	"	(100,390) (	1)	
	President Pharmaceutical Corp.	Subsidiary	"	279,727	- Net 60~70 days from the end of the month when invoice is issued	"	"	(127,802) (	1)	
	President Transnet Corp.	"	"	258,028	- Net 60 days from the end of the month when invoice is issued	"	"	(76,645)	-		
	Kuang Chuan Dairy Co., Ltd.	Other related party	"	214,747	- Net 30~65 days from the end of the month when invoice is issued	"	"	(113,274) (	1)	
	Wei Lih Food Industrial Co., Ltd.	"	"	152,746	- Net 30~60 days from the end of the month when invoice is issued	"	"	(56,274)	-		
	ICASH Corp.	Subsidiary	"	120,665	- Net 60 days from the end of the month when invoice is issued	"	"	(36,815)	-		
Capital Marketing Consultant Corp.	President Chain Store Corp.	Parent company	Service revenue (	139,616) (	67) Net 45~65 days from the end of the month when invoice is issued	"	"	64,760	77	
Chieh Shun Logistics International Corp.	President Logistics International Corp.	"	Delivery revenue (	746,251) (	66) Net 20 days from the end of the month when invoice is issued	"	"	139,687	61	
	President Transnet Corp.	Subsidiary of President Chain Store Corp.	" (	337,082) (	30) Net 40 days from the end of the month when invoice is issued	"	"	85,535	37	
President Transnet Corp.	Chieh Shun Logistics International Corp.	"	Service cost	337,082	7 Net 40 days from the end of the month when invoice is issued	"	"	(85,535) (	5)	
	President Collect Service Corp.	"	Service revenue (	120,480) (	2) Net 30 days from the end of the month when invoice is issued	"	"	25,768	1	
	President Chain Store Corp.	Parent company	Sales revenue (	258,028) (	55) Net 60 days from the end of the month when invoice is issued	"	"	76,645	4	
Uni-Wonder Corp.	Uni-President Enterprises Corp.	Ultimate parent company	Purchases	274,747	9 Net 30 days from the end of the month when invoice is issued	"	"	(52,518) (	9)	
	Tong Zhan Corporation Ltd.	Other related party	"	652,558	22 Net 25 days from the end of the month when invoice is issued	"	"	(132,685) (	22)	
	Retail Support International Corp.	Subsidiary of President Chain Store Corp.	"	152,016	5 Net 29 days from the end of the month when invoice is issued	"	"	(27,306) (	4)	
President Information Corp.	President Chain Store Corp.	Parent company	Service revenue (	692,946) (	69) Net 30 days from the end of the month when invoice is issued	"	"	199,046	57	
President Logistics International Corp.	Chieh Shun Logistics International Corp.	Subsidiary	Service cost	746,251	38 Net 20 days from the end of the month when invoice is issued	"	"	(139,687) (	39)	

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, 2023

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)		Percentage of total notes/accounts receivable (payable)	Footnote
			Purchases (sales)	Amount	(sales)	Credit term	Unit price	Credit term	Balance			
President Logistics International Corp.	Retail Support International Corp.	Parent company	Delivery revenue	(\$ 494,622)	(	24) Net 20 days from the end of the month when invoice is issued	No significant differences	No significant differences	\$ 98,675		25
	Uni-President Cold-Chain Corp.	Subsidiary of President Chain Store Corp.	"	(707,223)	(	34) Net 20 days from the end of the month when invoice is issued	"	"	137,026		34
	Wisdom Distribution Service Corp.	"	"	(749,321)	(	36) Net 20 days from the end of the month when invoice is issued	"	"	137,629		35
Retail Support International Corp.	President Logistics International Corp.	Subsidiary	Service cost	494,622		49) Net 20 days from the end of the month when invoice is issued	"	"	(98,675)	(	52)
	Uni-Wonder Corp.	Subsidiary of President Chain Store Corp.	Delivery revenue	(152,016)	(	9) Net 29 days from the end of the month when invoice is issued	"	"	27,306		17
	Retail Support Taiwan Corp.	Subsidiary	Service cost	164,424		16) Net 15~20 days from the end of the month when invoice is issued	"	"	(30,280)	(	16)
Uni-President Cold-Chain Corp.	President Logistics International Corp.	Subsidiary of President Chain Store Corp.	"	707,223		38) Net 20 days from the end of the month when invoice is issued	"	"	(137,026)	(	2)
Wisdom Distribution Service Corp.	President Logistics International Corp.	"	"	749,321		40) Net 20 days from the end of the month when invoice is issued	"	"	(137,629)	(	39)
	Books.com. Co., Ltd.	"	Service revenue	(140,293)	(	6) Net 30~90 days from the end of the month when invoice is issued	"	"	24,637		3
Q-ware Systems & Services Corp.	President Chain Store Corp.	Parent company	"	(483,167)	(	50) Net 40 days from the end of the month when invoice is issued	"	"	116,313		52
President Drugstore Business Corp.	President Pharmaceutical Corp.	Subsidiary of President Chain Store Corp.	Purchases	283,725		5) Net 70 days from the end of the month when invoice is issued	"	"	(31,642)	(	2)
President Pharmaceutical Corp.	President Drugstore Business Corp.	"	Sales revenue	(283,725)	(	27) Net 70 days from the end of the month when invoice is issued	"	"	31,642		6
	President Chain Store Corp.	Parent company	"	(279,727)	(	26) Net 60~70 days from the end of the month when invoice is issued	"	"	127,802		25
Uni-President Superior Commissary Corp.	President Chain Store Corp.	"	"	(2,573,500)	(	98) Net 45 days from the end of the month when invoice is issued	"	"	970,292		95
	Uni-President Enterprises Corp.	Ultimate parent company	Purchases	116,206		6) Net 60 days from the end of the month when invoice is issued	"	"	(48,850)	(	6)
	Koasa Yamako Corp.	Other related party	"	138,314		8) Net 60 days from the end of the month when invoice is issued	"	"	(51,548)	(	7)
21 Century Co., Ltd.	President Chain Store Corp.	Parent company	Sales revenue	(549,761)	(	50) Net 30~60 days from the end of the month when invoice is issued	"	"	185,144		61
Duskin Serve Taiwan Co., Ltd.	President Chain Store Corp.	"	Service revenue	(162,787)	(	20) Net 15~60 days from the end of the month when invoice is issued	"	"	50,035		23
Retail Support Taiwan Corp.	Retail Support International Corp.	"	Delivery revenue	(164,424)	(	85) Net 15~20 days from the end of the month when invoice is issued	"	"	30,280		83
ICASH Corp.	President Chain Store Corp.	"	Sales revenue	(120,665)	(	27) Net 60 days from the end of the month when invoice is issued	"	"	36,815		25
President Collect Service Corp.	President Transnet Corp.	Subsidiary of President Chain Store Corp.	Service cost	120,480		89) Net 30 days from the end of the month when invoice is issued	"	"	(25,768)	(	100)

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES
 Receivables from related parties reaching \$100 million or 20% of paid-in capital or more
 June 30, 2023

Table 6

Expressed in thousands of NTD
 (Except as otherwise indicated)

Creditor	Counterparty	Relationship with the counterparty	Receivable from related party			Overdue receivables			Amount collected subsequent to the balance sheet date			Allowance for doubtful accounts
			General ledger account	Balance as of June 30, 2023	Turnover rate	Amount	Action taken	\$	11,971	\$		
President Information Corp.	President Chain Store Corp.	Parent company	Accounts receivable	\$ 199,046	6.37	\$ -	None	\$ 11,971	\$ -	\$ -		-
Uni-President Superior Commissary Corp.	President Chain Store Corp.	"	Accounts receivable	970,292	5.69	-	"			496,123		-
Q-ware Systems & Services Corp.	President Chain Store Corp.	"	Accounts receivable	116,313	7.71	-	"			76,248		-
President Pharmaceutical Corp.	President Chain Store Corp.	"	Accounts receivable	127,802	3.85	-	"			29,876		-
21 Century Co., Ltd.	President Chain Store Corp.	"	Accounts receivable	185,144	5.89	-	"			66,370		-
President Logistics International Corp.	Wisdom Distribution Service Corp.	Subsidiary of President Chain Store Corp.	Accounts receivable	137,629	9.60	-	"			136,093		-
President Logistics International Corp.	Uni-President Cold-Chain Corp.	"	Accounts receivable	137,026	10.37	-	"			136,438		-
Chieh Shun Logistics International Corp.	President Logistics International Corp.	"	Accounts receivable	139,687	10.75	-	"			139,687		-
President Chain Store Corp.	Q-ware Systems & Services Corp.	Subsidiary	Other receivable	174,637	-	-	"			141		-
President Chain Store Corp.	President Pharmaceutical Corp.	"	Other receivable	102,445	-	-	"			456,423		-
President Chain Store Corp.	Uni-Wonder Corp.	"	Other receivable	464,706	-	-	"			16		-
President Chain Store Corp.	Uni-President Department Store Corp.	"	Other receivable	103,103	-	-	"			7		-
President Chain Store Corp.	President Transnet Corp.	"	Other receivable	900,838	-	-	"			73		-
President Chain Store Corp.	Mech-President Corp.	"	Other receivable	163,382	-	-	"			-		-
President Chain Store Corp.	ICASH Corp.	"	Other receivable	130,247	-	-	"			-		-
President Chain Store Corp.	Duskin Serve Taiwan Co., Ltd.	"	Other receivable	110,268	-	-	"			-		-

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES
 Significant inter-company transactions during the reporting periods
 Six months ended June 30, 2023

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		
1	President Chain Store Corp.	Q-ware Systems & Services Corp.	Parent company to subsidiary	Other receivable	\$ 174,637		-	0.07
1	President Chain Store Corp.	Uni-Wonder Corp.	Parent company to subsidiary	Other receivable	464,706		-	0.19
1	President Chain Store Corp.	Uni-President Department Store Corp.	Parent company to subsidiary	Other receivable	103,103		-	0.04
1	President Chain Store Corp.	President Transnet Corp.	Parent company to subsidiary	Other receivable	900,838		-	0.37
1	President Chain Store Corp.	Mech-President Corp.	Parent company to subsidiary	Other receivable	163,382		-	0.07
1	President Chain Store Corp.	President Pharmaceutical Corp.	Parent company to subsidiary	Other receivable	102,445		-	0.04
1	President Chain Store Corp.	ICASH Corp.	Parent company to subsidiary	Other receivable	130,247		-	0.05
1	President Chain Store Corp.	Duskin Serve Taiwan Co., Ltd.	Parent company to subsidiary	Other receivable	110,268		-	0.05
2	Uni-President Cold-Chain Corp.	President Chain Store Corp.	Subsidiary to parent company	Other operating revenue	(322,400) Net 20 days from the end of the month when invoice is issued			0.21
3	Capital Marketing Consultant Corp.	President Chain Store Corp.	Subsidiary to parent company	Service revenue	(139,616) 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	(692,946) Net 30 days from the end of the month when invoice is issued			0.45
4	President Information Corp.	President Chain Store Corp.	Subsidiary to parent company	Accounts receivable	199,046	Net 30 days from the end of the month when invoice is issued		0.08
5	Q-ware Systems & Services Corp.	President Chain Store Corp.	Subsidiary to parent company	Service revenue	(483,167) Net 40 days from the end of the month when invoice is issued			0.32
5	Q-ware Systems & Services Corp.	President Chain Store Corp.	Subsidiary to parent company	Accounts receivable	116,313	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	(2,573,500) Net 45 days from the end of the month when invoice is issued			1.68
6	Uni-President Superior Commissary Corp.	President Chain Store Corp.	Subsidiary to parent company	Accounts receivable	970,292	Net 45 days from the end of the month when invoice is issued		0.40
7	President Pharmaceutical Corp.	President Drugstore Business Corp.	Subsidiary to subsidiary	Sales revenue	(283,725) Net 70 days from the end of the month when invoice is issued			0.19
7	President Pharmaceutical Corp.	President Chain Store Corp.	Subsidiary to parent company	Sales revenue	(279,727) Net 60~70 days from the end of the month when invoice is issued			0.18
7	President Pharmaceutical Corp.	President Chain Store Corp.	Subsidiary to parent company	Accounts receivable	127,802	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	(258,028) Net 60 days from the end of the month when invoice is issued			0.17
8	President Transnet Corp.	President Collect Service Corp.	Subsidiary to subsidiary	Service revenue	(120,480) 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	(746,251) Net 20 days from the end of the month when invoice is issued			0.49
9	Chieh Shun Logistics International Corp.	President Logistics International Corp.	Subsidiary to subsidiary	Accounts receivable	139,687	Net 20 days from the end of the month when invoice is issued		0.06
9	Chieh Shun Logistics International Corp.	President Transnet Corp.	Subsidiary to subsidiary	Delivery revenue	(337,082) Net 40 days from the end of the month when invoice is issued			0.22
10	President Logistics International Corp.	Retail Support International Corp.	Subsidiary to subsidiary	Delivery revenue	(494,622) Net 20 days from the end of the month when invoice is issued			0.32
10	President Logistics International Corp.	Uni-President Cold-Chain Corp.	Subsidiary to subsidiary	Delivery revenue	(707,223) 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	137,026	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	(749,321) Net 20 days from the end of the month when invoice is issued			0.49

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES
 Significant inter-company transactions during the reporting periods
 Six months ended June 30, 2023

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.	Wisdom Distribution Service Corp.	Subsidiary to subsidiary	Accounts receivable	\$ 137,629	Net 20 days from the end of the month when invoice is issued		0.06
11	Duskin Serve Taiwan Co., Ltd.	President Chain Store Corp.	Subsidiary to parent company	Service revenue	(162,787)	Net 15~60 days from the end of the month when invoice is issued		0.11
12	21 Century Co., Ltd.	President Chain Store Corp.	Subsidiary to parent company	Sales revenue	(549,761)	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	185,144	Net 30~60 days from the end of the month when invoice is issued		0.08
13	Wisdom Distribution Service Corp.	Books.com. Co., Ltd.	Subsidiary to subsidiary	Service revenue	(140,293)	Net 30~90 days from the end of the month when invoice is issued		0.09
14	Retail Support Taiwan Corp.	Retail Support International Corp.	Subsidiary to subsidiary	Delivery revenue	(164,424)	Net 15~20 days from the end of the month when invoice is issued		0.11
15	ICASH Corp.	President Chain Store Corp.	Subsidiary to parent company	Sales revenue	(120,665)	Net 60 days from the end of the month when invoice is issued		0.08
16	Retail Support International Corp.	Uni-Wonder Corp.	Subsidiary to subsidiary	Delivery revenue	(152,016)	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 NTD\$100 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, 2023

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, 2023				Net profit (loss) of the investee for the six months ended	Investment income (loss) recognized by the Company for the six months ended		
				Balance as at		Ownership		Book value	June 30, 2023				
				June 30, 2023	31,2022	Number of shares	(%)						
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	\$ 26,521,872	\$ 755,332	\$ 755,332	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	1,986,603	188,718	188,718	Subsidiary		
President Chain Store Corp.	President Transnet Corp.	Taiwan	Delivery service	711,576	711,576	103,496,399	70.00	1,967,503	672,889	471,023	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	770,284	117,275	94,840	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	684,017	91,010	67,111	Subsidiary		
President Chain Store Corp.	Uni-President Department Store Corp.	Taiwan	Department stores	840,000	840,000	27,999,999	70.00	453,526	97,236	68,065	Subsidiary		
President Chain Store Corp.	Uni-President Superior Commissary Corp.	Taiwan	Fresh food manufacture	520,141	520,141	48,519,890	90.00	578,505	44,101	39,692	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	1,174,972	257,695	154,611	Subsidiary		
President Chain Store Corp.	President Information Corp.	Taiwan	Enterprise information management and consultancy	320,741	320,741	25,714,475	86.00	500,095	81,190	69,823	Subsidiary		
President Chain Store Corp.	Q-ware Systems & Services Corp.	Taiwan	Information software services	332,482	332,482	24,382,921	86.76	375,878	66,775	57,933	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	1,087,182	182,992	182,992	Subsidiary		
President Chain Store Corp.	Books.com. Co., Ltd.	Taiwan	Retail business without shop	100,400	100,400	9,999,999	50.03	237,524	(261)	131	Subsidiary		
President Chain Store Corp.	President Lanyang Art Corporation	Taiwan	Art and cultural exhibition	20,000	20,000	2,000,000	100.00	24,879	45	45	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	181,066	105,031	53,566	Subsidiary		
President Chain Store Corp.	ICASH Corp.	Taiwan	Electronic ticketing and electronic payment	700,000	700,000	70,000,000	100.00	393,324	(25,657)	25,657	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	762,052	90,048	18,009	Note		
President Chain Store Corp.	Uni-Wonder Corp.	Taiwan	Coffee chain store	3,286,206	3,286,206	21,382,674	60.00	4,643,774	302,155	134,587	Subsidiary		
President Chain Store Corp.	Retail Support International Corp.	Taiwan	Room-temperature logistics and warehousing	91,414	91,414	6,429,999	25.00	149,959	93,880	23,463	Subsidiary		
President Chain Store Corp.	Presicarre Corp.	Taiwan	Management of hypermarket and supermarket	12,554,991	7,112,028	223,343,556	30.00	10,243,416	(1,686,073)	68,515	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	190,000,000	19.00	2,226,328	258,214	49,061	Note		
President Chain Store Corp.	President International Development Corp.	Taiwan	Professional investment	500,000	500,000	44,100,000	3.33	466,495	293,878	12,870	Note		
President Chain Store Corp.	Tung Ho Development Corp.	Taiwan	Management of entertainment business	861,696	861,696	9,965,000	6.23	53,210	(38,987)	2,429	Note		
President Chain Store Corp.	Ren-Hui Investment Corp.	Taiwan	Professional investment	637,231	637,231	6,500,000	100.00	9,251	(18,403)	18,403	Subsidiary		
President Chain Store Corp.	Capital Marketing Consultant Corp.	Taiwan	Enterprise management consultancy	9,506	9,506	2,500,000	100.00	74,439	26,130	26,130	Subsidiary		
President Chain Store Corp.	PCSC (China) Drugstore Limited	British Virgin Islands	Professional investment	277,805	277,805	8,746,008	92.20	71,190	3,107	2,865	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	28,582	9,832	9,830	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, 2023

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, 2023				Net profit (loss) of the investee for the six months ended	Investment income (loss) recognized by the Company for the six months ended	June 30, 2023	Footnote				
				Balance as at		Ownership		Book value									
				June 30, 2023	31,2022	Number of shares	(%)										
President Chain Store Corp.	Cold Stone Creamery Taiwan Ltd.	Taiwan	Sales of ice cream	\$ 170,000	\$ 170,000	12,244,390	100.00	\$ 42,796	\$ 8,659	\$ 33,786	\$ 8,659	Subsidiary					
President Chain Store Corp.	President Being Corp.	Taiwan	Sports and entertainment business	170,000	170,000	1,500,000	100.00	(183,552)	(33,786)	(42,977)	(33,785)	Subsidiary					
President Chain Store Corp.	21 Century Co., Ltd.	Taiwan	Operation of chain restaurants	160,680	160,680	10,000,000	100.00	190,540	4,297	4,297	4,297	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	85,831	5,530	5,530	5,530	Subsidiary					
President Chain Store Corp.	Uni-President Oven Bakery Corp.	Taiwan	Bread and pastry retailer	681,300	681,300	29,000,000	100.00	(11,905)	(40,496)	(40,496)	(40,496)	Subsidiary					
President Chain Store Corp.	President Collect Service Corp.	Taiwan	Collection agent	10,500	10,500	1,049,999	70.00	50,638	43,300	43,300	30,310	Subsidiary					
President Chain Store Corp.	Mister Donut Taiwan Co., Ltd.	Taiwan	Bakery retailer	200,000	200,000	7,500,049	50.00	119,694	52,940	52,940	26,470	Note					
President Chain Store Corp.	Uni-President Organics Corp.	Taiwan	Health care products and organic food	47,190	47,190	1,833,333	36.67	38,952	6,620	6,620	2,426	Note					
President Chain Store Corp.	President Technology Corp.	Taiwan	Software development and telephone customer service	7,500	7,500	750,000	15.00	22,542	16,356	16,356	2,458	Note					
President Chain Store Corp.	Connection Labs Ltd.	Taiwan	Other software and internet-related	202,963	202,963	21,722,779	100.00	(45,344)	(74,130)	(74,130)	74,130	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	12,403	905	905	905	Subsidiary of a subsidiary					
Capital Marketing Consultant Corp.	Uni-Sogood Marketing Consultant Philippines Corp.	Philippines	Enterprise management consultancy	22,632	-	40,000,000	100.00	(21,404)	(1,136)	(1,136)	1,136	Subsidiary of a subsidiary					
Mech-President Corp.	Tong Ching Corporation	Taiwan	Gas station	9,600	9,600	960,000	60.00	15,613	3,788	3,788	2,273	Subsidiary of a subsidiary					
President Chain Store (Hong Kong) Holdings Limited	PCSC (China) Drugstore Limited	British Virgin Islands	Professional investment	23,044	23,044	740,000	7.80	6,023	3,107	3,107	242	Subsidiary of a subsidiary					
President Chain Store (BVI) Holdings Ltd.	President Chain Store (Labuan) Holdings Ltd.	Malaysia	Professional investment	2,228,359	2,228,359	71,559,390	100.00	3,378,067	478,401	478,401	478,401	Subsidiary of a subsidiary					
President Chain Store (BVI) Holdings Ltd.	President Chain Store (Hong Kong) Holdings Limited	Hong Kong	Professional investment	4,850,270	4,850,270	134,603,354	100.00	(2,961,631)	(169,618)	(169,618)	169,618	Subsidiary of a subsidiary					
President Chain Store (Labuan) Holdings Ltd.	Philippine Seven Corp.	Philippines	Convenience store	2,227,487	2,227,487	418,467,647	55.32	3,376,942	898,893	898,893	478,578	Subsidiary of a subsidiary					
President Logistics International Corp.	Chieh Shun Logistics International Corp.	Taiwan	Trucking	180,000	180,000	26,670,000	100.00	330,441	20,767	20,767	20,767	Subsidiary of a subsidiary					
President Pharmaceutical Corp.	President Pharmaceutical (Hong Kong) Holdings Limited	Hong Kong	Sales of various health care products, cosmetics, and pharmaceuticals	178,024	178,024	5,935,900	100.00	(46,819)	(18,752)	(18,752)	18,752	Subsidiary of a subsidiary					
Ren-Hui Investment Corp.	Books.com. Co., Ltd.	Taiwan	Retail business without shop	-	-	1	-	-	-	-	261	- Subsidiary of a subsidiary					
Ren-Hui Investment Corp.	Uni-President Department Store Corp.	Taiwan	Department stores	-	-	1	-	-	-	-	97,236	- Subsidiary of a subsidiary					
Ren-Hui Investment Corp.	Mech-President Corp.	Taiwan	Gas station, installment and maintenance of elevators	-	-	1	-	-	-	-	117,275	- Subsidiary of a subsidiary					
Ren-Hui Investment Corp.	President Information Corp.	Taiwan	Enterprise information management and consultancy	-	-	1	-	-	-	-	81,190	- Subsidiary of a subsidiary					
Ren-Hui Investment Corp.	President Transnet Corp.	Taiwan	Delivery service	-	-	1	-	-	-	-	672,889	- Subsidiary of a subsidiary					
Ren-Hui Investment Corp.	Q-ware Systems & Services Corp.	Taiwan	Information software services	-	-	1	-	-	-	-	66,775	- Subsidiary of a subsidiary					
Ren-Hui Investment Corp.	Duskin Serve Taiwan Co., Ltd.	Taiwan	Cleaning instruments leasing and selling	-	-	1	-	-	-	-	105,031	- 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, 2023

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, 2023				Net profit (loss) of the investee for the six months ended	Investment income (loss) recognized by the Company for the six months ended	June 30, 2023	Footnote			
						Balance as at December 31, 2022		Number of shares	Ownership (%)							
				Balance as at June 30, 2023					Book value							
Ren-Hui Investment Corp.	President Pharmaceutical Corp.	Taiwan	Sales of various health care products, cosmetics, and pharmaceuticals	\$ -	\$ -	1	-	\$ 91,010	-	Subsidiary of a subsidiary						
Ren-Hui Investment Corp.	Mister Donut Taiwan Co., Ltd.	Taiwan	Bakery retailer	-	-	1	-	-	52,940	-	Note					
Ren-Hui Investment Corp.	Uni-President Superior Commissary Corp.	Taiwan	Fresh food manufacture	-	-	1	-	-	44,101	-	Subsidiary of a subsidiary					
Ren-Hui Investment Corp.	Uni-President Cold-Chain Corp.	Taiwan	Low-temperature logistics and warehousing	-	-	1	-	-	257,695	-	Subsidiary of a subsidiary					
Ren-Hui Investment Corp.	Retail Support International Corp.	Taiwan	Room-temperature logistics and warehousing	-	-	1	-	-	93,880	-	Subsidiary of a subsidiary					
Ren-Hui Investment Corp.	President Collect Service Corp.	Taiwan	Collection agent	-	-	1	-	-	43,300	-	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	(12,842)	(18,876)	(18,876)	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	55,445	19,690	10,042	Subsidiary of a subsidiary					
Retail Support International Corp.	President Logistics International Corp.	Taiwan	Trucking	44,975	44,975	9,481,500	49.00	169,335	48,798	23,911	Subsidiary of a subsidiary					
Retail Support Taiwan Corp.	President Logistics International Corp.	Taiwan	Trucking	5,425	5,425	1,161,000	6.00	20,735	48,798	2,928	Subsidiary of a subsidiary					
Uni-President Cold-Chain Corp.	President Logistics International Corp.	Taiwan	Trucking	23,850	23,850	4,837,500	25.00	86,395	48,798	12,199	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	(111,359)	(4,903)	(4,903)	Subsidiary of a subsidiary					
Wisdom Distribution Service Corp.	President Logistics International Corp.	Taiwan	Trucking	18,850	18,850	3,870,000	20.00	69,106	48,798	9,749	Subsidiary of a subsidiary					
Philippine Seven Corp.	Convenience Distribution Inc.	Philippines	Logistic, warehousing and retail	25,383	25,383	12,500,000	100.00	25,383	13,035	-	Subsidiary of a subsidiary					
Philippine Seven Corp.	Store Sites Holding, Inc.	Philippines	Professional investment	27,494	27,494	40,000	100.00	27,494	773	-	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, 2023

Table 9

Expressed in thousands of NTD
 (Except as otherwise indicated)

Investee in Mainland China	Main business activities	Paid-in capital	Investment method	Amount remitted from Taiwan to Mainland China/ Amount remitted back to Taiwan for the six months ended June 30, 2023						Net profit/(loss) of investee for the six months ended June 30, 2023	Ownership held by the Company (direct or indirect)	Investment income (loss) recognized by the Company for the six months ended June 30, 2023			Book value of investments in June 30, 2023	Accumulated amount of investment income remitted back to Taiwan as of June 30, 2023	Footnote		
				Accumulated amount of remittance from Taiwan to Mainland China as of January 1, 2023		Remitted to Mainland China		Remitted back to Taiwan				Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2023		Investment income (loss) recognized by the Company for the six months ended June 30, 2023					
				\$	293,254	\$	-	\$	-	\$	293,254	\$	3,202	\$	100.00	\$	3,201	\$	77,018
President Cosmed Chain Store (Shen Zhen) Co., Ltd.	Wholesale of merchandise	\$ 429,298	Note 1	\$ 293,254	\$ -	\$ -	\$ -	\$ 293,254	\$ -	\$ 3,202	\$ -	\$ 3,202	\$ 100.00	\$ 3,201	\$ 77,018	\$ -	Note 3		
President Chain Store (Shanghai) Ltd.	Convenience Store	3,005,086	Note 1	3,005,086	-	-	-	3,005,086	(115,316)	115,316	(115,316)	100.00	(115,319)	233,778	-	Note 3			
Shanghai President Logistic Co., Ltd.	Logistics and warehousing	62,280	Note 1	62,280	-	-	-	62,280	55,818	55,818	100.00	44,962	650,152	-	Note 3				
Shan Dong President Yinzuo Commercial Limited	Supermarkets	257,579	Note 1	127,000	-	-	-	127,000	(130,516)	130,516	(130,516)	55.00	(69,553)	92,453	8,096	Note 2			
President (Shanghai) Health Product Trading Company Ltd.	Sales of various health care products, cosmetics, and pharmaceuticals	168,101	Note 1	168,101	-	-	-	168,101	(17,814)	17,814	(17,814)	73.74	(13,136)	50,965	57,619	Note 3			
Zhejiang Uni-Champion Logistics Development Co., Ltd.	Logistics and warehousing	171,719	Note 1	172,692	-	-	-	172,692	(9,682)	9,682	(9,682)	80.00	(7,746)	178,540	26,542	Note 3			
President Chain Store (Taizhou) Ltd.	Logistics and warehousing	257,579	Note 1	257,579	-	-	-	257,579	27,277	27,277	27,277	100.00	27,278	467,546	-	Note 3			
President Logistic ShanDong Co., Ltd.	Logistics and warehousing	214,649	Note 1	214,649	-	-	-	214,649	(5,096)	5,096	(5,096)	100.00	(6,305)	224,911	-	Note 3			
President Chain Store (Zhejiang) Ltd.	Convenience Store	901,526	Note 1	901,526	-	-	-	901,526	(97,556)	97,556	(97,556)	100.00	(97,558)	60,834	-	Note 3			
Beauty Wonder (Zhejiang) Trading Co.,Ltd.	Sales of cosmetics and daily items	257,579	Note 1	257,579	-	-	-	257,579	(16,711)	16,711	(16,711)	100.00	(16,711)	73,437	-	Note 3			
Uni-Capital Marketing Consultant Corp.	Enterprise management consultancy	12,879	Note 1	12,879	-	-	-	12,879	990	990	990	100.00	990	10,935	-	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.

Company name	Accumulated amount of remittance from Taiwan to Mainland China as of June 30, 2023	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	
		\$	5,194,410	\$	10,003,683	$	25,112,747
President Chain Store Corp.	\$ 168,101		168,101		427,354
President Pharmaceutical Corp.	12,879		12,879		80,000
Capital Marketing Consultant Corp.	92,406		92,406		1,162,653
Uni-President Cold-Chain Corp.	53,663		53,663		80,000
Ren-Hui Investment Corp.					

PRESIDENT CHAIN STORE CORP. AND SUBSIDIARIES

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

June 30, 2023

Table 10

Shareholder name	Number of shares	Shares held as at June 30, 2023	Ownership (%)
Uni-President Enterprises Corp.	471,996,430		45.40

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