

**SHIH WEI NAVIGATION CO., LTD. AND  
SUBSIDIARIES**

**Consolidated Financial Statements**

**With Independent Auditors' Review Report  
For the Nine Months Ended September 30, 2024 and 2023**

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The independent auditors' review report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language independent auditors' review report and consolidated financial statements, the Chinese version shall prevail.

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## Independent Auditors' Review Report

To the Board of Directors of  
Shih Wei Navigation Co., Ltd.:

### Introduction

We have reviewed the accompanying consolidated balance sheets of Shih Wei Navigation Co., Ltd. and its subsidiaries as of September 30, 2024 and 2023, and the related consolidated statements of comprehensive income for the three months and nine months ended September 30, 2024 and 2023, as well as the changes in equity and cash flows for the nine months ended September 30, 2024 and 2023, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

### Scope of Review

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 the consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the Standards on Auditing of the Republic of China and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

### Conclusion

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 Shih Wei Navigation Co., Ltd. and its subsidiaries as of September 30, 2024 and 2023, and of its consolidated financial performance for the three months and nine months ended September 30, 2024 and 2023 as well as its consolidated cash flows for the nine months ended September 30, 2024 and 2023, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors' review report are Kuo-Yang Tseng and Shih-Chin Chih.

KPMG

Taipei, Taiwan (Republic of China)

November 12, 2024

#### **Notes to Readers**

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

The auditors' report and the accompanying consolidated financial statements are the English translation of the Chinese version prepared and used in the Republic of China. If there is any conflict between, or any difference in the interpretation of the English and Chinese language auditors' report and consolidated financial statements, the Chinese version shall prevail.

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

## SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES

## Consolidated Balance Sheets

September 30, 2024, December 31, 2023, and September 30, 2023

(Expressed in Thousands of New Taiwan Dollars)

	Assets	September 30, 2024		December 31, 2023		September 30, 2023		Liabilities and Equity	September 30, 2024		December 31, 2023		September 30, 2023	
		Amount	%	Amount	%	Amount	%		Amount	%	Amount	%	Amount	%
1100	<b>Current assets:</b>							<b>Current liabilities:</b>						
1100	Cash and cash equivalents (Note 6(a) and Note 6(t))	\$ 1,866,794	9	3,384,225	16	3,671,031	17	Short-term borrowings (Note 6(h) and Note 6(i))	\$ 776,000	4	776,000	4	776,000	3
1110	Current financial assets at fair value through profit or loss (Note 6(b) and Note 6(t))	39,392	-	27,752	-	25,274	-	Short-term notes and bills payable (Note 6(j) and Note 6(i))	100,000	-	100,000	-	99,707	-
1170	Accounts receivable, net (Note 6(t))	40,354	-	27,766	-	31,750	-	Current contract liabilities (Note 6(r))	93,733	1	115,602	1	106,628	-
1206	Other non-operating receivables, others (Note 6(t))	80,617	-	52,793	-	61,937	-	Accounts payable (Note 6(i) and Note 7)	171,322	1	154,420	1	130,187	1
130X	Inventories	125,404	1	119,594	1	132,697	1	Other payables (Note 6(i) and Note 7)	173,148	1	205,969	1	229,892	1
1476	Other current financial assets (Note 6(c), 6(t) and Note 8)	151,681	1	286,120	1	311,170	1	Other payables to related parties (Note 6(i) and Note 7)	66,498	-	66,675	-	161,663	1
1479	Other current assets	136,349	1	224,207	1	182,179	1	Current tax liabilities	4,073	-	115,029	1	229,932	1
		2,440,591	12	4,122,457	19	4,416,038	20	Current provisions (Note 6(i) and Note 9)	12,660	-	49,128	-	51,632	-
1510	<b>Non-current assets:</b>							Current lease liabilities (Note 6(m) and Note 6(i))	5,354	-	3,389	-	602	-
1510	Non-current financial assets at fair value through profit or loss (Note 6(b) and Note 6(t))	51,000	-	51,000	-	51,000	-	Long-term borrowings, current portion (Note 6(i) and Note 6(i))	2,286,160	11	3,597,222	17	4,863,739	22
1550	Investments accounted for using equity method (Note 6(d))	34,454	-	40,788	-	42,617	-	Other current liabilities, others	3,147	-	2,145	-	22,740	-
1600	Property, plant and equipment (Note 6(f) and Note 8)	16,818,212	83	16,489,518	79	17,746,519	80		3,692,095	18	5,185,579	25	6,672,722	29
1755	Right-of-use assets (Note 6(g))	19,823	-	11,791	-	927	-	<b>Non-Current liabilities:</b>						
1840	Deferred tax assets (Note 9)	5,644	-	3,635	-	18,157	-	Bonds payable (Note 6(k) and Note 6(t))	484,523	2	477,974	2	475,907	2
1915	Prepayments for equipment (Note 6(c), 6(t) and Note 8)	909,431	4	232,416	1	1,390	-	Long-term borrowings (Note 6(i) and Note 6(t))	5,681,577	28	5,055,984	24	4,385,403	20
1980	Other non-current financial assets (Note 6(n) and Note 7)	121,952	1	148,435	1	91,892	-	Deferred tax liabilities (Note 6(o))	712,361	3	716,018	3	712,502	3
1990	Other non-current assets, others (Note 6(n) and Note 7)	69,378	-	47,786	-	48,075	-	Non-current lease liabilities (Note 6(m) and Note 6(t))	14,581	-	8,469	-	218	-
		18,029,894	88	17,025,369	81	18,000,577	80		6,893,042	33	6,258,445	29	5,574,030	25
	<b>Equity attributable to owners of parent (Note 6(p)):</b>								10,585,137	51	11,444,024	54	12,246,752	54
	Ordinary shares	3110						Ordinary shares	3,892,716	19	3,892,716	18	3,892,671	17
	Capital surplus	3200						Capital surplus	3,267,784	16	3,267,784	16	3,268,717	15
	<b>Retained earnings :</b>							<b>Retained earnings :</b>						
	Legal reserve	3310						Legal reserve	460,228	2	460,228	2	460,228	2
	Special reserve	3320						Special reserve	62,286	-	43,174	-	43,174	-
	Unappropriated retained earnings (accumulated deficit)	3350						Unappropriated retained earnings (accumulated deficit)	1,749,358	9	1,882,052	9	1,777,298	8
	Other equity interests	3400							2,271,872	11	2,385,454	11	2,280,700	10
									330,148	2	(62,286)	-	585,720	3
	<b>Total equity attributable to owners of parent:</b>							<b>Total equity attributable to owners of parent:</b>	9,762,520	48	9,483,668	45	10,027,808	45
	Non-controlling interests (Note 6(e))	36XX						Non-controlling interests (Note 6(e))	1	220,134	1	142,055	1	
	<b>Total equity</b>							<b>Total equity</b>	9,885,348	49	9,703,802	46	10,169,863	46
	<b>Total liabilities and equity</b>							<b>Total liabilities and equity</b>	20,470,485	100	21,147,826	100	22,416,615	100
	<b>Total assets</b>	\$ 20,470,485	100	21,147,826	100	22,416,615	100	<b>Total assets</b>	\$ 20,470,485	100	21,147,826	100	22,416,615	100

See accompanying notes to consolidated financial statements.

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

## SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES

## Consolidated Statements of Comprehensive Income

For the three months and nine months ended September 30, 2024 and 2023

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

		For the three months ended September 30				For the nine months ended September 30			
		2024		2023		2024		2023	
		Amount	%	Amount	%	Amount	%	Amount	%
<b>Operating Revenues (Note 6(r) and Note 7):</b>									
4300	Rental revenue	\$ 894,171	95	803,818	93	2,427,234	95	2,448,984	93
4800	Other operating revenue	48,377	5	64,405	7	136,977	5	183,192	7
	<b>Operating revenue, net</b>	<u>942,548</u>	<u>100</u>	<u>868,223</u>	<u>100</u>	<u>2,564,211</u>	<u>100</u>	<u>2,632,176</u>	<u>100</u>
5000	<b>Operating costs (Note 6(n) and Note 7)</b>	<u>807,379</u>	<u>86</u>	<u>825,540</u>	<u>95</u>	<u>2,372,001</u>	<u>93</u>	<u>2,565,257</u>	<u>97</u>
	<b>Gross (loss) profit from operations</b>	135,169	14	42,683	5	192,210	7	66,919	3
6200	<b>Administrative expenses (Note 6(n) and Note 6(s))</b>	<u>78,445</u>	<u>9</u>	<u>75,581</u>	<u>9</u>	<u>222,780</u>	<u>9</u>	<u>220,989</u>	<u>8</u>
	<b>Net operating (loss) income</b>	<u>56,724</u>	<u>5</u>	<u>(32,898)</u>	<u>(4)</u>	<u>(30,570)</u>	<u>(2)</u>	<u>(154,070)</u>	<u>(5)</u>
<b>Non-operating income and expenses (Note 6(f)):</b>									
7100	Interest income	28,636	3	49,985	6	89,555	3	129,878	4
7190	Other income	55,035	6	20,885	2	132,423	5	67,205	3
7228	Gains on lease modification	-	-	-	-	34	-	-	-
7230	Foreign exchange (losses) gains	64,021	7	(65,069)	(7)	(62,947)	(2)	(93,383)	(4)
7235	Gains on financial assets at fair value through profit or loss	1,224	-	(1,013)	-	4,800	-	354	-
7370	Shares of loss of associates and joint ventures accounted for using equity method	(1,951)	-	(1,731)	-	(6,333)	-	(5,267)	-
7510	Interest expense	(132,963)	(14)	(159,399)	(17)	(393,505)	(15)	(467,629)	(18)
7590	Other expenses	(2,393)	-	(3,113)	-	(10,393)	-	(12,253)	-
7610	Gains (losses) on disposals of property, plant and equipment	222	-	(34)	-	65,396	3	(2,272)	-
7673	Impairment loss recognised in profit or loss, property, plant and equipment	-	-	(122)	-	-	-	(9,992)	-
	<b>Total non-operating income and expenses</b>	<u>11,831</u>	<u>2</u>	<u>(159,611)</u>	<u>(16)</u>	<u>(180,970)</u>	<u>(6)</u>	<u>(393,359)</u>	<u>(15)</u>
	<b>Profit (loss) from continuing operations before tax</b>	68,555	7	(192,509)	(20)	(211,540)	(8)	(547,429)	(20)
7950	<b>Less: Income tax expenses (Note 6(o))</b>	<u>17,971</u>	<u>2</u>	<u>(9,886)</u>	<u>(1)</u>	<u>(652)</u>	<u>-</u>	<u>112,646</u>	<u>4</u>
	<b>Profit (loss)</b>	<u>50,584</u>	<u>5</u>	<u>(182,623)</u>	<u>(19)</u>	<u>(210,888)</u>	<u>(8)</u>	<u>(660,075)</u>	<u>(24)</u>
8300	<b>Other comprehensive income :</b>								
8360	<b>Components of other comprehensive income (loss) that will be reclassified to profit or loss</b>								
8361	Exchange differences on translation of foreign financial statements	(332,728)	(35)	455,203	52	392,434	15	628,894	24
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-	-	-	-	-
	Components of other comprehensive income that will be reclassified to profit or loss	<u>(332,728)</u>	<u>(35)</u>	<u>455,203</u>	<u>52</u>	<u>392,434</u>	<u>15</u>	<u>628,894</u>	<u>24</u>
8300	<b>Other comprehensive income (loss)</b>	<u>(332,728)</u>	<u>(35)</u>	<u>455,203</u>	<u>52</u>	<u>392,434</u>	<u>15</u>	<u>628,894</u>	<u>24</u>
	<b>Total comprehensive income (loss)</b>	<u>\$ (282,144)</u>	<u>(30)</u>	<u>272,580</u>	<u>33</u>	<u>181,546</u>	<u>7</u>	<u>(31,181)</u>	<u>-</u>
	<b>Profit (loss), attributable to:</b>								
8610	Owners of parent	\$ 77,275	8	(155,540)	(16)	(113,582)	(4)	(582,091)	(21)
8620	Non-controlling interests	<u>(26,691)</u>	<u>(3)</u>	<u>(27,083)</u>	<u>(3)</u>	<u>(97,306)</u>	<u>(4)</u>	<u>(77,984)</u>	<u>(3)</u>
		<u>\$ 50,584</u>	<u>5</u>	<u>(182,623)</u>	<u>(19)</u>	<u>(210,888)</u>	<u>(8)</u>	<u>(660,075)</u>	<u>(24)</u>
	<b>Comprehensive income (loss) attributable to:</b>								
8710	Owners of parent	\$ (255,453)	(27)	299,663	36	278,852	11	46,803	3
8720	Non-controlling interests	<u>(26,691)</u>	<u>(3)</u>	<u>(27,083)</u>	<u>(3)</u>	<u>(97,306)</u>	<u>(4)</u>	<u>(77,984)</u>	<u>(3)</u>
		<u>\$ (282,144)</u>	<u>(30)</u>	<u>272,580</u>	<u>33</u>	<u>181,546</u>	<u>7</u>	<u>(31,181)</u>	<u>-</u>
	<b>Basic (loss) earnings per share (Note 6(q))</b>	<u>\$ 0.20</u>		<u>(0.41)</u>		<u>(0.29)</u>		<u>(1.56)</u>	
	<b>Diluted (loss) earnings per share (Note 6(q))</b>	<u>\$ 0.20</u>		<u>(0.41)</u>		<u>(0.29)</u>		<u>(1.56)</u>	

See accompanying notes to consolidated financial statements.

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

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES****Consolidated Statements of Changes in Equity****For the nine months ended September 30, 2024 and 2023****(Expressed in Thousands of New Taiwan Dollars)**

	Equity attributable to owners of parent								Non-controlling interests	Total equity
	Share capital	Retained earnings				Total other equity interest				
		Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Total retained earnings	Exchange differences on translation of foreign financial statements		
<b>Balance at January 1, 2023</b>	\$ 3,692,671	3,044,890	257,180	1,143,072	2,031,323	3,431,575	(43,174)	10,125,962	73,919	10,199,881
Profit (loss)	-	-	-	-	(582,091)	(582,091)	-	(582,091)	(77,984)	(660,075)
Other comprehensive income	-	-	-	-	-	-	628,894	628,894	-	628,894
Total comprehensive income	-	-	-	-	(582,091)	(582,091)	628,894	46,803	(77,984)	(31,181)
Appropriation and distribution of retained earnings:										
Legal reserve appropriated	-	-	203,048	-	(203,048)	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(553,901)	(553,901)	-	(553,901)	-	(553,901)
Reversal of special reserve	-	-	-	(1,099,898)	1,099,898	-	-	-	-	-
Other changes in capital surplus:										
Due to recognition of equity component of convertible bonds (preference share) issued	-	61,636	-	-	-	-	-	61,636	-	61,636
Changes in equity of associates and joint ventures accounted for using equity method	-	-	-	-	(14,883)	(14,883)	-	(14,883)	-	(14,883)
Issue of shares	200,000	160,000	-	-	-	-	-	360,000	-	360,000
Changes in ownership interests in subsidiaries	-	680	-	-	-	-	-	680	(680)	-
Share-based payments	-	1,511	-	-	-	-	-	1,511	-	1,511
Changes in non-controlling interests	-	-	-	-	-	-	-	-	146,800	146,800
<b>Balance at September 30, 2023</b>	\$ 3,892,671	3,268,717	460,228	43,174	1,777,298	2,280,700	585,720	10,027,808	142,055	10,169,863
<b>Balance at January 1, 2024</b>	\$ 3,892,716	3,267,784	460,228	43,174	1,882,052	2,385,454	(62,286)	9,483,668	220,134	9,703,802
Profit (loss)	-	-	-	-	(113,582)	(113,582)	-	(113,582)	(97,306)	(210,888)
Other comprehensive income	-	-	-	-	(113,582)	(113,582)	392,434	392,434	-	392,434
Total comprehensive income	-	-	-	-	(113,582)	(113,582)	392,434	278,852	(97,306)	181,546
Special reserve appropriated	-	-	-	19,112	(19,112)	-	-	-	-	-
<b>Balance at September 30, 2024</b>	\$ 3,892,716	3,267,784	460,228	62,286	1,749,358	2,271,872	330,148	9,762,520	122,828	9,885,348

See accompanying notes to consolidated financial statements.

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

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES****Consolidated Statements of Cash Flows****For the nine months ended September 30, 2024 and 2023****(Expressed in Thousands of New Taiwan Dollars)**

	<b>For the nine months ended September 30</b>	
	<b>2024</b>	<b>2023</b>
<b>Cash flows from (used in) operating activities:</b>		
Loss before tax	\$ (211,540)	(547,429)
Adjustments:		
Adjustments to reconcile profit:		
Depreciation expenses	1,013,824	1,066,942
Amortization expenses	1,248	1,121
Net gains on financial assets or liabilities at fair value through profit or loss	(4,800)	(354)
Interest expenses	393,505	467,629
Interest income	(89,555)	(129,878)
Share-based payments	-	1,511
Shares of losses of associates and joint ventures accounted for using equity method	6,333	5,267
(Gains) losses on disposal of property, plant and equipment	(65,396)	2,272
Impairment loss on non-financial assets	-	9,992
Gains on lease modification	(34)	-
<b>Total adjustments to reconcile profit</b>	<b>1,255,125</b>	<b>1,424,502</b>
<b>Changes in operating assets and liabilities:</b>		
Net (gains) on financial assets or liabilities at fair value through profit or loss	(6,840)	(64,959)
(Increase) decrease in accounts receivable	(11,989)	20,079
Decrease (increase) in other receivable	51,021	(27,542)
Decrease in inventories	(2,279)	71,062
Decrease in other current assets	94,991	22,863
Decrease in contract liabilities	(24,094)	(48,917)
Increase (decrease) in accounts payable	12,664	(84,995)
Decrease in other payables	(4,295)	(72,277)
Increase (decrease) in other current liabilities	968	(35,453)
<b>Total adjustments</b>	<b>1,365,272</b>	<b>1,204,363</b>
Cash inflow generated from operations	1,153,732	656,934
Interest received	89,555	129,878
Interest paid	(419,783)	(473,096)
Income taxes paid	(117,051)	(171,664)
<b>Net cash flows from operating activities</b>	<b>706,453</b>	<b>142,052</b>
<b>Cash flows from (used in) investing activities:</b>		
Acquisition of investments accounted for using equity method	-	(35,018)
Acquisition of property, plant and equipment	(1,511,968)	(168,342)
Proceeds from disposal of property, plant and equipment	658,179	920,980
Increase in refundable deposits	(119)	(560)
Acquisition of intangible assets	(1,161)	-
(Increase) decrease in other financial assets	161,257	(124,266)
(Increase) decrease in prepayments equipment	(683,537)	6,889
Increase in prepayments for business facilities	(22,025)	-
<b>Net cash flows from investing activities</b>	<b>(1,399,374)</b>	<b>599,683</b>
<b>Cash flows from (used in) financing activities:</b>		
Increase in short-term loans	-	62,000
Increase in short-term notes and bills payable	-	40,000
Proceeds from issuing bonds	-	534,550
Proceeds from long-term debt	741,155	275,000
Repayments of long-term debt	(1,632,374)	(3,428,242)
Increase in guarantee deposits received	25	-
Decrease in other payables to related parties	(30)	(146,829)
Payments of lease liabilities	(3,148)	(378)
Cash dividends paid	-	(553,901)
Proceeds from issuing shares	-	360,000
Change in non-controlling interests	-	146,800
<b>Net cash flows used in financing activities</b>	<b>(894,372)</b>	<b>(2,711,000)</b>
<b>Effects of exchange rate changes on cash and cash equivalents</b>	<b>69,862</b>	<b>265,477</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(1,517,431)</b>	<b>(1,703,788)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>3,384,225</b>	<b>5,374,819</b>
<b>Cash and cash equivalents at end of period</b>	<b>\$ 1,866,794</b>	<b>3,671,031</b>

See accompanying notes to consolidated financial statements.



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

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**

**Notes to the Consolidated Financial Statements**

**September 30, 2024 and 2023**

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

**(1) Company history**

Shih Wei Navigation Co., Ltd. (the “Company”) was incorporated in the Republic of China (ROC) in March 1985. The Company and its subsidiaries (the Group) mainly engages in cargo shipping services and shipping agency, resort hotels for tourists, as well as sales and lease of cargo vessels.

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

These consolidated financial statements were authorized for issue by the Board of Directors on November 12, 2024.

**(3) New standards, amendments and interpretations adopted:**

- (a) The impact of the IFRS Accounting Standards endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted.

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2024:

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

- (b) The impact of IFRS issued by the FSC but not yet effective

The Group assesses that the adoption of the following new amendments, effective for annual period beginning on January 1, 2025, would not have a significant impact on its consolidated financial statements:

- Amendments to IAS21 “Lack of Exchangeability”

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

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

<b>Standards or Interpretations</b>	<b>Content of amendment</b>	<b>Effective date per IASB</b>
IFRS 18 “Presentation and Disclosure in Financial Statements”	<p>The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.</p> <ul style="list-style-type: none"> <li>• A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ‘operating profit’ subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities.</li> <li>• Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards.</li> <li>• Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes.</li> </ul>	January 1, 2027

(Continued)

## SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

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

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

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures”
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”
- Annual Improvements to IFRS Accounting Standards—Volume 11

#### (4) Summary of material accounting policies:

##### (a) Statement of compliance

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

Except for following accounting policies mentioned below, the material accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statements for the year ended December 31, 2023. For the related information, please refer to note 4.

##### (b) Basis of consolidation

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

List of the subsidiaries included in the consolidated financial statements:

Name investor	Name of investee	Scope of business	Percentage of ownership			Notes
			September 30, 2024	December 31, 2023	September 30, 2023	
The Company	Dong Lien Maritime S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
The Company	Fortunate Maritime S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
The Company	Dancewoods Hotel & Resort (Dancewoods)	Resort hotel service and recreational grounds and facilities	51.65 %	51.65 %	51.37 %	
Dong Lien Maritime S.A. Panama	Audrey Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Brave Pescadores S.A.	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Bright Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Name investor	Name of investee	Scope of business	Percentage of ownership			Notes
			September 30, 2024	December 31, 2023	September 30, 2023	
Dong Lien Maritime S.A. Panama	Brilliant Pescadores S.A.	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Danceflora Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Dancewood Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Elegant Pescadores S.A. (Panama)	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Endurance Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Eternity Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Excellent Pescadores S.A. (Panama)	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Fair Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Federal Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Forever Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Fourseas Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Gallant Pescadores S.A.	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Genius Pescadores S.A. (Panama)	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Glaring Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Honor Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Huge Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Indigo Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Leader Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Modest Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Moon Bright Shipping Corporation	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Patriot Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Penghu Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Skyhigh Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Spinnaker Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Stamina Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Summit Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Superior Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Trump Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Unicorn Brilliant S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Valor Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Name investor	Name of investee	Scope of business	Percentage of ownership			Notes
			September 30, 2024	December 31, 2023	September 30, 2023	
Dong Lien Maritime S.A. Panama	Vigor Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Wise Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	
Dong Lien Maritime S.A. Panama	Wonderful Pescadores S.A. Panama	Cargo shipping services and shipping agency	100.00 %	100.00 %	100.00 %	

Note: The subsidiaries completed their liquidation and dissolution in September 2023.

(c) Classification of current and non-current assets and liabilities

An asset is classified as current under one of the following criteria, and all other assets are classified as noncurrent.

- (i) It is expected to be realized, or intended to be sold or consumed, in the normal operating cycle;
- (ii) It is held primarily for the purpose of trading;
- (iii) It is expected to be realized within twelve months after the reporting period; or
- (iv) The asset is cash or a cash equivalent (as defined in IAS 7) unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

A liability is classified as current under one of the following criteria, and all other liabilities are classified as noncurrent.

An entity shall classify a liability as current when:

- (i) It is expected to be settled in the normal operating cycle;
- (ii) It is held primarily for the purpose of trading;
- (iii) It is due to be settled within twelve months after the reporting period; or
- (iv) The Group does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting period. Terms of a liability that could, at the option of the counterparty, result in its settlement by issuing equity instruments do not affect its classification.

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(d) Income taxes

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

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

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

(e) Employee benefits

The pension cost in the interim period was calculated and disclosed on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year.

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

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

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

**(6) Explanation of significant accounts:**

Except for the following disclosures, there were no material differences in the disclosures of significant accounts between the interim consolidated financial statements for the current period and the 2023 consolidated financial statements. Please refer to note 6 to the 2023 annual consolidated financial statements.

(a) Cash and cash equivalents

	September 30, 2024	December 31, 2023	September 30, 2023
Cash on hand	\$ 38,133	37,292	44,420
Bank deposits	591,146	826,052	1,090,834
Cash equivalents	1,237,515	2,520,881	2,535,777
Cash and cash equivalents in the consolidated statement of cash flows	<u>\$ 1,866,794</u>	<u>3,384,225</u>	<u>3,671,031</u>

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

- (i) The above cash and cash equivalent had not been pledged as collateral for borrowings.
- (ii) Bank deposits which did not meet the definition of cash equivalent have been transferred to other financial assets. Please refer to Note 6(c).
- (iii) Please refer to Note 6(t) for the interest rate risk and sensitivity analysis on the financial assets and liabilities of the Group.

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

	<u>September 30,</u> <u>2024</u>	<u>December 31,</u> <u>2023</u>	<u>September 30,</u> <u>2023</u>
Current:			
Shares of exchange-listed and OTC-listed companies	\$ 25,866	19,729	21,498
Convertible bonds	-	1,601	3,426
Shares of overseas listed	6,741	-	-
Overseas bonds	4,766	4,631	-
Fund	1,919	1,591	-
 Embedded derivatives-redemption rights (Note 6(k))	 100	 200	 350
	<u>\$ 39,392</u>	<u>27,752</u>	<u>25,274</u>
Non-current :			
Unlisted common shares	\$ 51,000	51,000	51,000
Total	<u>\$ 90,392</u>	<u>78,752</u>	<u>76,274</u>

- (i) For information on the Group's hedge on credit, currency and interest rate of its financial instruments, please refer to Note 6(t).

- (ii) The above financial assets had not been pledged as collateral for borrowings.

(c) Other financial assets

Other financial assets were as follows:

	<u>September 30,</u> <u>2024</u>	<u>December 31,</u> <u>2023</u>	<u>September 30,</u> <u>2023</u>
Current:			
Restricted assets	\$ 151,681	286,120	311,170
Non-current:			
Restricted assets	\$ 121,952	148,435	91,892

The other financial assets of the Group had been pledged as collateral. Please refer to Note 8.

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(d) Investments accounted for using equity method

The components of investments accounted for using equity method at the reporting date were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Related party	\$ <u>34,454</u>	<u>40,788</u>	<u>42,617</u>

(i) Related party

The Group's subscription of 35,018 thousand ordinary shares, amounting to \$1,945 thousand, during the cash capital increase of Thermolysis Co., Ltd. conducted in July 2023 was not in proportion to its shareholding ratio, resulting in the Group's ownership percentage in Thermolysis Co., Ltd. to increase from 6.06% to 9.18%. The change in the net equity value of associates using the equity method was offset against the retained earnings of 14,883 thousand dollars because there was no capital reserve generated by the same type of transactions ; and in December 2023, employee share options were converted into ordinary shares, resulting in the Group's ownership percentage in Thermolysis Co., Ltd. to decrease from 9.18% to 9.16% and a change in the net equity value of associate using the equity method. Moreover, Thermolysis Co., Ltd.'s employee share options were converted into ordinary shares in March and May 2024, resulting in the Group's ownership percentage in Thermolysis Co., Ltd. to decrease from 9.16% to 9.15%.

Net income attribute to the Group :

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Profit (Loss) from continuing operations	\$ <u>(1,951)</u>	<u>(1,731)</u>	<u>(6,333)</u>	<u>(5,267)</u>

(ii) Pledge

As of September 30, 2024, December 31 and September 30, 2023, the above investments accounted for using the equity method of the Group had not been pledged as collateral.

(e) Subsidiaries that have material non-controlling interest

Subsidiaries that have material non-controlling interest were as follows:

Subsidiaries	Country of registration	Percentage of non-controlling interests		
		September 30, 2024	December 31, 2023	September 30, 2023
Dancewoods Hotel & Resort	Taiwan	48.35 %	48.35 %	48.63 %

(Continued)



**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Dancewoods Hotel & Resort conducted cash capital increase in December 2023, wherein the Group did not to subscribed proportionally to its shareholding ratio, resulting in its original shareholding percentage in Dancewoods Hotel & Resort to increase from 51.37% to 51.65%.

The following information on the aforementioned subsidiaries have been prepared in accordance with IFRS endorsed by the FSC. Intra-group transactions were not eliminated in this information.

Dancewoods Hotel & Resort financial information

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Current assets	\$ 110,557	219,189	102,643
Non-current assets	2,829,687	2,910,435	2,910,654
Current liabilities	(1,156,135)	(1,091,121)	(2,587,641)
Non-current liabilities	(1,601,326)	(1,654,466)	(204,802)
Net assets	<u>\$ 182,783</u>	<u>384,037</u>	<u>220,854</u>
Non-controlling interest	<u>\$ 122,828</u>	<u>220,134</u>	<u>142,055</u>

	<b>For the three months ended September 30</b>		<b>For the nine months ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Operating revenue	\$ <u>48,708</u>	<u>64,735</u>	<u>137,560</u>	<u>183,684</u>
Profit (loss) from continuing operations	\$ (55,206)	(55,694)	(201,254)	(160,362)
Other comprehensive income	-	-	-	-
Comprehensive income	<u>\$ (55,206)</u>	<u>(55,694)</u>	<u>(201,254)</u>	<u>(160,362)</u>
Net income attribute to non-controlling interest	<u>\$ (26,691)</u>	<u>(27,083)</u>	<u>(97,306)</u>	<u>(77,984)</u>
Comprehensive income attribute to non-controlling interest	<u>\$ (26,691)</u>	<u>(27,083)</u>	<u>(97,306)</u>	<u>(77,984)</u>

	<b>For the nine months ended September 30</b>	
	<b>2024</b>	<b>2023</b>
Net cash flows from operating activities	\$ (115,565)	(82,537)
Net cash flows from investing activities	(8,900)	(19,511)
Net cash flows from financing activities	28,603	105,240
Net (decrease) increase in cash and cash equivalents	<u>\$ (95,862)</u>	<u>3,192</u>

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(f) Property, plant and equipment

The cost, depreciation, and impairment of the property, plant and equipment of the Group were as follows:

	Land	Buildings	Vessel Equipment	Other Equipment	Non-current assets held for sale	Total
Cost or deemed cost:						
Balance on January 1, 2024	\$ 684,976	2,523,165	26,204,513	688,139	-	30,100,793
Additions	-	3,824	1,498,116	10,028	-	1,511,968
Disposals and retirements	-	-	(1,549,144)	(181)	-	(1,549,325)
Prepayments for equipment (reclassification)	-	-	-	5,327	-	5,327
Effect of change in foreign exchange rates	-	-	806,108	-	-	806,108
Balance on September 30, 2024	<u>\$ 684,976</u>	<u>2,526,989</u>	<u>26,959,593</u>	<u>703,313</u>	<u>-</u>	<u>30,874,871</u>
Balance on January 1, 2023	\$ 684,976	2,506,349	29,153,683	682,043	-	33,027,051
Additions	-	11,648	148,933	7,761	-	168,342
Disposals and retirements	-	(1,985)	(1,975,460)	(3,657)	(578,386)	(2,559,488)
Prepayments for equipment (reclassification)	-	851	-	-	-	851
Reclassified to asset held for sale	-	-	(578,386)	-	578,386	-
Effect of change in foreign exchange rates	-	-	1,400,047	-	-	1,400,047
Balance on September 30, 2023	<u>\$ 684,976</u>	<u>2,516,863</u>	<u>28,148,817</u>	<u>686,147</u>	<u>-</u>	<u>32,036,803</u>
Depreciation and impairment loss:						
Balance on January 1, 2024	\$ -	360,692	12,751,476	499,107	-	13,611,275
Depreciation for the period	-	42,764	913,012	54,864	-	1,010,640
Disposals and retirements	-	-	(956,454)	(88)	-	(956,542)
Effect of change in foreign exchange rates	-	-	391,286	-	-	391,286
Balance on September 30, 2024	<u>\$ -</u>	<u>403,456</u>	<u>13,099,320</u>	<u>553,883</u>	<u>-</u>	<u>14,056,659</u>
Balance on January 1, 2023	\$ -	305,793	13,444,729	430,514	-	14,181,036
Depreciation for the period	-	41,266	970,475	54,725	-	1,066,466
Disposals and retirements	-	(350)	(1,254,211)	(2,488)	(379,187)	(1,636,236)
Reclassified to assets held for sale	-	-	(381,669)	-	381,669	-
Impairment losses	-	-	12,474	-	(2,482)	9,992
Effect of change in foreign exchange rates	-	-	669,026	-	-	669,026
Balance on September 30, 2023	<u>\$ -</u>	<u>346,709</u>	<u>13,460,824</u>	<u>482,751</u>	<u>-</u>	<u>14,290,284</u>
Carrying value:						
Balance on January 1, 2024	<u>\$ 684,976</u>	<u>2,162,473</u>	<u>13,453,037</u>	<u>189,032</u>	<u>-</u>	<u>16,489,518</u>
Balance on September 30, 2024	<u>\$ 684,976</u>	<u>2,123,533</u>	<u>13,860,273</u>	<u>149,430</u>	<u>-</u>	<u>16,818,212</u>
Balance on January 1, 2023	<u>\$ 684,976</u>	<u>2,200,556</u>	<u>15,708,954</u>	<u>251,529</u>	<u>-</u>	<u>18,846,015</u>
Balance on September 30, 2023	<u>\$ 684,976</u>	<u>2,170,154</u>	<u>14,687,993</u>	<u>203,396</u>	<u>-</u>	<u>17,746,519</u>

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

- (i) Operating leases relate to leases of vessel equipment and equipment under finance leases, with lease terms within 25 months and extendable for another 4-15 months. All operating lease contracts contain market review clauses in the event that the lessees exercise their options to extend. The lessees do not have bargain purchase options to acquire the assets upon maturity of the lease.
- (ii) The Group entered into sales agreement in March and May 2024, at the amounts of \$227,150 thousand (USD \$7,000 thousand) and \$438,854 thousand (USD \$13,524 thousand), the sales prices were respectively with book values of \$227,085 thousand (USD \$6,998 thousand) and \$372,558 thousand (USD \$11,481 thousand), wherein the delivery procedures had been completed in accordance with the contract, resulting in the disposal gain of \$66,361 thousand to be recognized as disposal of property, plant and equipment in the consolidated comprehensive income statement.
- (iii) The Group signed the sale agreement in March 2023; the sale and receipt of the relevant payment were completed in May 2023. The above-mentioned assets which book value was \$197,394 thousand (USD \$6,482 thousand ) were measured at the lower of book value and fair value less costs of sales, and an impairment loss of \$9,992 thousand was recognized under other gains and losses in the consolidated statement of comprehensive income.
- (iv) As of September 30, 2024, December 31 and September 30, 2023, the above property, plant and equipment were pledged as collateral. Please refer to Note 8.
- (g) Right-of-use assets

	<u>Land</u>	<u>Buildings</u>	<u>Other Equipment</u>	<u>Total</u>
<b>Carrying value:</b>				
Balance on January 1, 2024	\$ <u>128</u>	<u>11,023</u>	<u>640</u>	<u>11,791</u>
Balance on September 30, 2024	\$ <u>485</u>	<u>18,541</u>	<u>797</u>	<u>19,823</u>
Balance on January 1, 2023	\$ <u>214</u>	<u>-</u>	<u>1,189</u>	<u>1,403</u>
Balance on September 30, 2023	\$ <u>150</u>	<u>-</u>	<u>777</u>	<u>927</u>

There were no significant additions, disposal, or recognition and reversal of impairment losses of right of use assets for the nine months ended September 30, 2024 and 2023. Please refer to Note 6(g) for more details.

- (h) Short-term loans

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Secured bank loans	\$ <u>776,000</u>	<u>776,000</u>	<u>776,000</u>
Unused short-term credit lines	\$ <u>94,950</u>	<u>334,230</u>	<u>193,620</u>
Range of interest rate	<u>2.25%~3.1554%</u>	<u>2%</u>	<u>2%~2.97%</u>

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(i) Borrowing and repayment

For the nine months ended September 30, 2024 and 2023, the Group borrowed the amounts of \$1,300,000 thousand and \$650,000 thousand. In addition, the Group repaid the amounts of \$1,300,000 thousand and \$588,000 thousand, respectively.

(ii) Collateral for bank loan

The Group pledged its assets as collateral for its loans. Please refer to Note 8.

(i) Long-term loans

The details were as follows:

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Secured bank loans	\$ 7,967,737	8,653,206	9,249,142
Less: current portion	(2,286,160)	(3,597,222)	(4,863,739)
Total	<u>\$ 5,681,577</u>	<u>5,055,984</u>	<u>4,385,403</u>
Unused long-term credit lines	<u>\$ 500,000</u>	<u>700,000</u>	<u>-</u>
Range of interest rate	<u>0.5%~7.30%</u>	<u>2.38%~7.53%</u>	<u>2.28%~7.29%</u>

- (i) Dancewoods Hotel & Resort signed a syndicated loans contract with a financial institution in the second quarter of 2017, and signed an extension contract in December 2023. The credit period extends from the first drawdown date to the expiration date of 12 years. The loan amount is 2.3 billion, and the repayment method includes maturity repayment and amortization. As of September 30, 2024, the company had allocated long-term and short-term borrowings of \$2,282,080 thousand, which were paid off gradually from August 2023 to May 2029. According to the contract, exemption from reviewing financial ratios from 2022 to 2024, and waiver of additional markups on the borrowing rate due to noncompliance with financial commitments were granted. From 2025, the following financial ratios will be reviewed in the financial report:

- 1) Interest coverage ratio [(net profit before tax + depreciation + amortization + interest expense) / interest expense]: should be maintained at more than 1.5 times.
- 2) Net worth: not less than \$400,000 thousand.

These financial ratios are based on the annual financial report of Dancewoods Hotel & Resort. The above financial ratios have been reviewed since the 2025 annual financial report and are reviewed annually. If the borrower defaults on any of the above financial commitments during the current period, the borrower may adjust it before providing the non-consolidated financial report for the next year that has been audited and certified by accountants. If the adjusted financial ratios audited by accountants comply with the above financial statements, ratio, it will not be regarded as a default event, but starting from the latest interest rate adjustment base date after the review date, the loan interest rate shall be increased by an additional 0.05% until the next review of financial ratios meets the financial ratios in this paragraph.

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Borrowing and repayment

For the nine months ended September 30, 2024 and 2023, the Group borrowed the amounts of \$741,155 thousand and \$275,000 thousand, with maturities set in May 2029 and March 2024, respectively. In addition, the Group repaid \$1,632,374 thousand and \$3,428,242 thousand, respectively.

(iii) Collateral for bank loan

The Group pledged its assets as collateral for its loans; please refer to Note 8.

(j) Short-term notes and bills payable

<b>September 30, 2024</b>			
	<b>Guarantee or acceptance institution</b>	<b>Range of interest rates(%)</b>	<b>Amount</b>
Commercial paper payable	Mega Bills	2.68%~2.70%	\$ <u><u>100,000</u></u>
<b>December 31, 2023</b>			
	<b>Guarantee or acceptance institution</b>	<b>Range of interest rates(%)</b>	<b>Amount</b>
Commercial paper payable	Mega Bills	2.51%	\$ <u><u>100,000</u></u>
<b>September 30, 2023</b>			
	<b>Guarantee or acceptance institution</b>	<b>Range of interest rates(%)</b>	<b>Amount</b>
Commercial paper payable	Mega Bills	2.20~2.58%	\$ 100,000
Less: Discount on short-term notes and bills payable			<u>(293)</u>
Total			\$ <u><u>99,707</u></u>

For the three months ended September 30, 2024 and 2023, the Group borrowed the amount of \$0 thousand and \$40,000 thousand; with an interest rate of 2.70% and 2.58% maturing in October 2024 and November 2023, respectively.

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(k) Bonds Payable

The information on the issuance of secured convertible bonds of the Group was as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Total amount of secured convertible bonds issued	\$ 500,000	500,000	500,000
Unamortized balance of discount on bonds payable	(15,377)	(21,926)	(24,093)
Cumulative converted amount	(100)	(100)	-
Balance of bonds payable at the end of the period	<u>\$ 484,523</u>	<u>477,974</u>	<u>475,907</u>
Embedded derivatives-redemption rights (listed in FVTPL-current)	<u>\$ 100</u>	<u>200</u>	<u>350</u>
Components of equity-conversion rights(listed in APIC-share option)	<u>\$ 61,624</u>	<u>61,624</u>	<u>61,636</u>

  

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Embedded derivatives-redemption rights (listed in financial assets at fair value through profit or loss)	<u>\$ (200)</u>	<u>(150)</u>	<u>(100)</u>	<u>(250)</u>
Interest expense	<u>\$ 2,193</u>	<u>239</u>	<u>6,548</u>	<u>239</u>

In June 2023, the Group issued the sixth secured conversion bonds. A total of 5,000 bonds were issued at par value of \$100 thousand per bond, with a total par value of \$500 million. The issued period is three years, the coupon rate is 0%, and a total issue price is \$538,546 thousand.

The holders of each unit of bonds have the right to convert the bonds into common shares of the Group at \$22.1 per share, and the conversion price shall be adjusted in accordance with the prescribed calculation formula in the event of a change in share capital or the payment of cash dividends by the Group. The conversion period is from September 22, 2023 to June 21, 2026. From the day following the expiration of three months from the date of issuance to 40 days before the expiration of the issuance period, the Group may also convert the Group's convertible bonds to cash by redeeming all of the outstanding bonds at the par value of the bonds if the closing price of the Group's common stock on the Taiwan Stock Exchange exceeds 30% or more of the prevailing conversion price for 30 consecutive trading days, or if the outstanding balance of the bonds is less than 10% of the total amount of the bonds originally issued.

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

On July 16, 2024, the Group issued the seventh secured conversion bonds. A total of 6,000 bonds were issued at par value of \$100 thousand per bond, with a total par value of \$600 million. The issued period is three years, the coupon rate is 0%, and a total issue price of the issuance will be determined by the results of the bidding auction. The issuance of the convertible bonds is subject to the approval of the competent authority on August 16, 2024, considering the changes in the economic situation and the shareholders' equity, the application to the competent authority for a three-month fundraising period was approved by FSC on October 23, 2024.

(l) Current provisions

	September 30, 2024	December 31, 2023	September 30, 2023
Litigation provision	\$ <u>12,660</u>	<u>49,128</u>	<u>51,632</u>

Litigation provision was estimated by the management based on a lawsuit filed by the International Transport Workers Federation (ITF) in 2020. There were no significant changes in provisions for the nine months ended September 30, 2024 and 2023. Please refer to note 9 for more details.

(m) Lease liabilities

The Group's lease liabilities were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Current	\$ <u>5,354</u>	<u>3,389</u>	<u>602</u>
Non-current	\$ <u>14,581</u>	<u>8,469</u>	<u>218</u>

Please refer to Note 6(t) for maturity analysis.

The amounts recognized in profit or loss were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Interest on lease liabilities	\$ <u>107</u>	<u>5</u>	<u>279</u>	<u>16</u>
Expenses relating to short-term leases	\$ <u>195</u>	<u>180</u>	<u>677</u>	<u>537</u>
Expenses relating to leases of low-value assets, excluding short-term leases of low-value assets	\$ <u>279</u>	<u>806</u>	<u>708</u>	<u>1,704</u>

The amount recognized in the statement of cash flows for the Group was as follows:

	For the nine months ended September 30	
	2024	2023
Total cash outflow for leases	\$ <u>4,812</u>	<u>2,635</u>

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(i) Real estate leases

The Group leases land, buildings and equipment for its office use, with lease terms ranging from 3 to 5 years.

(ii) Other leases

The Group also has short-term leases or leases of low-value items. The Group has elected not to recognize its right-of-use assets and lease liabilities for these leases.

(n) Employee benefits

(i) Defined benefit plans

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

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

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Operating expense	\$ <u>7</u>	<u>3</u>	<u>14</u>	<u>16</u>

(ii) Defined contribution plans

The contributions of the Group to the Bureau of Labor Insurance for the employee pension benefits were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Operating costs	\$ 609	634	1,884	1,988
Operating expenses	<u>1,641</u>	<u>1,673</u>	<u>4,854</u>	<u>4,906</u>
Total	\$ <u>2,250</u>	<u>2,307</u>	<u>6,738</u>	<u>6,894</u>

(Continued)



**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(o) Income tax

- (i) The components of income tax for the three months and the nine months ended September 30, 2024 and 2023 were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Current tax expenses				
Current periods	\$ 5,599	16,740	5,599	160,213
Previous year income tax over/under estimation	-	-	(586)	47,821
Taxes on undistributed surplus earnings	-	(745)	-	69,994
Deferred tax expenses				
Occurrence and reversal of temporary differences	12,372	(25,881)	(5,665)	(165,382)
Income tax expenses	<u>\$ 17,971</u>	<u>(9,886)</u>	<u>(652)</u>	<u>112,646</u>
<b>Company</b>		<b>Approved year</b>		
The Company		2021		
Dancewoods Hotel & Resort		2021		

(p) Capital and other equity

- (i) Issuance of ordinary shares

On March 30, 2023, the Company's Board of Directors resolved to issue 20,000 thousand ordinary shares, at a par value of \$10 per share. The amendment of the registration of the issuance of new ordinary shares had been approved on September 1, 2023 by the Ministry of Economic Affairs, resulting in the fully paid share capital to increase to \$3,892,671 thousand.

In 2023, the Company issued 4 thousand new shares at face value, amounting to \$ 45 thousand, due to the exercise of conversion rights of the bond holders, resulting in the paid-in capital after conversion of \$3,892,716 thousand to be recognized. All relevant legal registration procedures have been completed as of the reporting date.

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Capital surplus

The components of the capital surplus were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Share capital	\$ 2,742,374	2,742,374	2,742,374
Treasury stock transactions	701	701	701
The difference between consideration received or paid and the carrying amount of subsidiaries' net assets during actual disposal or acquisition	3,603	3,603	3,603
Changes in percentage of ownership interest in subsidiaries	4,057	4,057	5,041
Conversion of bonds	372,330	372,330	372,267
Employee stock options	13,737	13,737	13,737
Share option	61,624	61,624	61,636
Other	69,358	69,358	69,358
	<u>\$ 3,267,784</u>	<u>3,267,784</u>	<u>3,268,717</u>

(iii) Retained earnings

The Company's articles of incorporation require that after-tax earnings shall first be offset against any deficit, and 10% of the remaining balance shall be set aside as legal reserve. The appropriation for legal reserve is discontinued when the balance of the legal reserve equals the total authorized capital. Special reserve may be appropriated for operations or to meet regulations. The remaining earnings, if any, may be appropriated according to the proposal presented in the annual shareholders' meeting by the Board of Directors.

In accordance with the Company's Articles of Incorporation, which were approved during the shareholders' meeting held on June 25, 2024, The net amount of other equity deductions accumulated by the Company in the previous period shall be included in the special surplus reserve of the same amount from the undistributed surplus of the previous period, and if there is still any shortfall, the amount of the net profit after tax for the current period shall be included in the undistributed surplus of the current period by adding items other than the net profit after tax for the current period.

In response to competition in maritime market, the Company's dividend policy is based on the principle of prudence, under which the Company considers its long-term financing structure and operations. Thus, when earnings and funds become sufficient for operations and expansion, cash dividends or stock dividends will be distributed. The distribution of cash dividends should be at least 10% of earnings.

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

1) Legal reserve

When a company incurs no loss, it may, pursuant to a resolution by a shareholders' meeting, distribute its legal reserve by issuing new shares or by distributing cash, and only the portion of legal reserve which exceeds 25% of capital may be distributed.

2) Special reserve

In accordance with the rule issued by the FSC, a portion of the current-period earnings and undistributed prior-period earnings shall be reclassified as special earnings reserve during earnings distribution. The amount to be reclassified should equal the current-period total net reduction of other shareholders' equity. Similarly, a portion of undistributed prior period earnings shall be reclassified as special earnings reserve (and does not qualify for earnings distribution) to account for cumulative changes to other shareholders' equity pertaining to prior periods. The amounts of subsequent reversals pertaining to the net reduction of other shareholders' equity shall qualify for additional distributions. As of September 30, 2024, the special earnings reserve was amounted \$62,286 thousand.

3) Earnings distribution

Earnings distribution for the years ended December 31, 2023, was decided by the resolution adopted at the board meeting held on March 26, 2024. The earnings were distributed as follows:

	<u>For the year end December 31,</u>	
	<u>2022</u>	
	<u>Amount per</u>	<u>Amount</u>
	<u>share (dollars)</u>	
Dividends distributed to ordinary shareholders:		
Cash	\$ 1.50	<u><u>553,901</u></u>

4) OCI accumulated in reserves, net of tax

	<u>Exchange</u>
	<u>differences on</u>
	<u>translation of</u>
	<u>foreign financial</u>
	<u>statements</u>
Balance on January 1, 2024	\$ (62,286)
Exchange differences on foreign operations	<u>392,434</u>
Balance on September 30, 2024	<u><u>\$ 330,148</u></u>
Balance on January 1, 2023	\$ (43,174)
Exchange differences on foreign operations	<u>628,894</u>
Balance on September 30, 2023	<u><u>\$ 585,720</u></u>

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(q) Earnings per share

The basic earnings per share and diluted earnings per shares were calculated as follows:

(i) Basic earnings per share (NT dollars)

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Profit (Loss) attributable to ordinary shareholders of the company	\$ <u>77,275</u>	<u>(155,540)</u>	<u>(113,582)</u>	<u>(582,091)</u>
Weighted-average number of ordinary shares(shares in thousands)	<u>389,272</u>	<u>381,022</u>	<u>389,272</u>	<u>373,223</u>
	\$ <u>0.20</u>	<u>(0.41)</u>	<u>(0.29)</u>	<u>(1.56)</u>

(ii) Diluted earnings per share (NT dollars)

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Profit (Loss) attributable to the company (diluted)	\$ 77,275	(155,540)	(113,582)	(582,091)
After-tax effect on interest expense and other gains and losses of the convertible bonds	-	-	-	-
Profit (Loss) attributable to ordinary shareholders of the company (diluted)	\$ <u>77,275</u>	<u>(155,540)</u>	<u>(113,582)</u>	<u>(582,091)</u>
Weighted-average number of ordinary shares(shares in thousands)	389,272	381,022	389,272	373,223
The impact of conversion of convertible corporate bonds(Note)	-	-	-	-
Weighted-average number of ordinary shares(shares in thousands)	<u>389,272</u>	<u>381,022</u>	<u>389,272</u>	<u>373,223</u>
	\$ <u>0.20</u>	<u>(0.41)</u>	<u>(0.29)</u>	<u>(1.56)</u>

Note: The item has an anti-dilutive effect on January 1 to September 30, 2024 and 2023, and hence it is not included in the calculation of diluted earnings per share.

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(r) Revenue from contracts with customers

(i) Details of revenue

<b>For the three months ended September 30, 2024</b>			
	<b>Shipping segment</b>	<b>Tourism segment</b>	<b>Total</b>
Primary geographical markets:			
Taiwan	\$ 176,507	48,546	225,053
Asia	557,541	-	557,541
Europe	139,280	-	139,280
Other	20,674	-	20,674
	<b>\$ 894,002</b>	<b>48,546</b>	<b>942,548</b>
Major products/services lines:			
Rental income	\$ 894,002	169	894,171
Other operating income	-	48,377	48,377
	<b>\$ 894,002</b>	<b>48,546</b>	<b>942,548</b>
<b>For the three months ended September 30, 2023</b>			
	<b>Shipping segment</b>	<b>Tourism segment</b>	<b>Total</b>
Primary geographical markets:			
Taiwan	\$ (144)	64,601	64,457
Asia	662,084	-	662,084
Europe	141,476	-	141,476
Other	206	-	206
	<b>\$ 803,622</b>	<b>64,601</b>	<b>868,223</b>
Major products/services lines:			
Rental income	\$ 803,622	196	803,818
Other operating income	-	64,405	64,405
	<b>\$ 803,622</b>	<b>64,601</b>	<b>868,223</b>

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

<b>For the nine months ended September 30, 2024</b>			
	<b>Shipping segment</b>	<b>Tourism segment</b>	<b>Total</b>
Primary geographical markets:			
Taiwan	\$ 176,535	137,356	313,891
Asia	1,855,516	-	1,855,516
Europe	374,170	-	374,170
Other	20,634	-	20,634
	<b>\$ 2,426,855</b>	<b>137,356</b>	<b>2,564,211</b>
Major products/services lines:			
Rental income	\$ 2,426,855	379	2,427,234
Other operating income	-	136,977	136,977
	<b>\$ 2,426,855</b>	<b>137,356</b>	<b>2,564,211</b>
<b>For the nine months ended September 30, 2023</b>			
	<b>Shipping segment</b>	<b>Tourism segment</b>	<b>Total</b>
Primary geographical markets:			
Taiwan	\$ 6,624	183,488	190,112
Asia	2,096,169	-	2,096,169
Europe	340,920	-	340,920
Other	4,975	-	4,975
	<b>\$ 2,448,688</b>	<b>183,488</b>	<b>2,632,176</b>
Major products/services lines:			
Rental income	\$ 2,448,688	296	2,448,984
Other operating income	-	183,192	183,192
	<b>\$ 2,448,688</b>	<b>183,488</b>	<b>2,632,176</b>

(ii) Contract balances

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Contract liabilities	<b>\$ 93,733</b>	<b>115,602</b>	<b>106,628</b>

The opening balances of contract liabilities amounting to \$115,602 thousand and \$151,851 thousand, as of January 1, 2024 and 2023 were recognized as income for the three months ended March 31, 2024 and 2023, respectively.

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(s) Remunerations to employees and directors

The Company's articles of incorporation require that earnings shall first be offset against any deficit, then, a minimum of 2% will be distributed as employee remuneration and a maximum of 5% will be allocated as directors' remuneration.

No remunerations to employees and directors were accrued for the nine months ended September 30, 2024 and 2023 due to the net loss after tax incurred by the Company. Related information would be available on the Market Observation Post System website.

(t) Financial instruments

Except for the contention mentioned below, there was no significant change in the fair value of the Group's financial instruments and degree of exposure to credit risk, liquidity risk and market risk arising from financial instruments. For related information, please refer to note 6(t) of the consolidated financial statements for the year ended December 31, 2023.

(i) Credit risk

1) Credit risk exposure

The carrying amounts of financial assets and contract assets represent the maximum credit risk exposure.

2) Concentration of credit risk

As of September 30, 2024, December 31 and September 30, 2023, the accounts receivable amounted to \$40,354 thousand, \$27,766 thousand and \$31,750 thousand, constituting 0.18%, 0.13% and 0.14%, respectively, of the consolidated total assets. The Group does not have any significant credit risk due to most of its reputable customers.

3) Accounts receivable of credit risk

As of the reporting date, the amount of the Group's maximum exposure to credit risk, which could cause a financial loss to the Group due to the counterparties' failure to discharge an obligation, was the carrying amount of the financial assets recognized in the consolidated balance sheets.

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Liquidity risk

The following are the contractual maturities of financial liabilities, including the interest payment and excluding the impact of netting agreements.

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>within 6 months</u>	<u>6-12months</u>	<u>1-2 years</u>	<u>2-5 years</u>	<u>More than 5 years</u>
<b>September 30, 2024</b>							
Non-derivative financial liabilities							
Secured bank loans	\$ 8,743,737	9,563,311	2,349,814	1,087,077	2,964,551	3,157,893	3,976
Short-term notes and bills payable	100,000	100,000	100,000	-	-	-	-
Non-interest bearing liabilities	410,968	410,968	410,968	-	-	-	-
Lease liabilities	19,935	21,112	2,928	2,928	5,857	9,399	-
Bonds payable	484,523	500,000	-	-	500,000	-	-
	<u><b>\$ 9,759,163</b></u>	<u><b>10,595,391</b></u>	<u><b>2,863,710</b></u>	<u><b>1,090,005</b></u>	<u><b>3,470,408</b></u>	<u><b>3,167,292</b></u>	<u><b>3,976</b></u>
<b>December 31, 2023</b>							
Non-derivative financial liabilities							
Secured bank loans	\$ 9,429,206	10,451,629	2,649,006	2,204,727	1,650,342	2,648,358	1,299,196
Short-term notes and bills payable	100,000	100,000	100,000	-	-	-	-
Non-interest bearing liabilities	427,064	427,064	427,064	-	-	-	-
Lease liabilities	11,858	12,556	1,799	1,887	3,160	5,710	-
Bonds payable	477,974	500,000	-	-	-	500,000	-
	<u><b>\$10,446,102</b></u>	<u><b>11,491,249</b></u>	<u><b>3,177,869</b></u>	<u><b>2,206,614</b></u>	<u><b>1,653,502</b></u>	<u><b>3,154,068</b></u>	<u><b>1,299,196</b></u>
<b>September 30, 2023</b>							
Non-derivative financial liabilities							
Secured bank loans	\$10,025,142	10,867,062	1,651,984	4,443,810	2,483,692	2,280,356	7,220
Notes and accounts payable	99,707	100,000	100,000	-	-	-	-
Non-interest bearing liabilities	521,742	521,742	521,742	-	-	-	-
Lease liabilities	820	833	263	351	219	-	-
Bonds payable	475,907	500,000	-	-	-	500,000	-
	<u><b>\$11,123,318</b></u>	<u><b>11,989,637</b></u>	<u><b>2,273,989</b></u>	<u><b>4,444,161</b></u>	<u><b>2,483,911</b></u>	<u><b>2,780,356</b></u>	<u><b>7,220</b></u>

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

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**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iii) Market risk

1) Currency risk

The Group's significant exposures to foreign currency risk was as follows:

	September 30, 2024				December 31, 2023			September 30, 2023		
	Foreign currency	Exchange rate	NTD		Foreign currency	Exchange rate	NTD	Foreign currency	Exchange rate	NTD
<u>Financial assets</u>										
<u>Monetary items</u>										
NTD:USD	\$	10,138	31.6500	320,857	9,267	30.7050	284,546	8,400	32.2700	271,053
JPY:USD		50,809	0.0070	11,295	63,747	0.0071	13,846	111,103	0.0067	24,020
<u>Financial liabilities</u>										
<u>Monetary items</u>										
USD:NTD		64,996	31.6500	2,057,130	58,696	30.7050	1,802,268	54,996	32.2700	1,774,728
USD:JPY		52,884	0.0070	11,756	18,772	0.0071	4,119	38,861	0.0067	8,402

A strengthening (weakening) of 1% of the NTD against the USD for the nine months ended September 30, 2024 and 2023, would have increased (decreased) the net profit after tax by \$12,328 thousand and \$11,904 thousand, respectively. This analysis is based on foreign currency exchange rate variances that the Group considered to be reasonably possible at the reporting date. The analysis assumes that all other variables remain constant and ignores any impact of forecasted sales and purchases. The analysis assumes that all other variables remain constant, and is performed on the same basis for the nine months ended September 30, 2024 and 2023.

Since the Group has many kinds of functional currency, the information on foreign exchange gain (loss) on monetary items is disclosed by total amount. For the three months and nine months ended September 30, 2024 and 2023, foreign exchange gain (loss) (including realized and unrealized portions) amounted to \$64,021 thousand, \$(65,069) thousand, \$(62,947) thousand and \$(93,383) thousand, respectively.

2) Interest rate analysis

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

The following sensitivity analysis is based on the exposure to the interest rate risk of derivative and non-derivative financial instruments on the reporting date. Regarding assets with variable interest rates, the analysis is based on the assumption that the amount of assets outstanding at the reporting date was outstanding throughout the year. The rate of change is expressed as the interest rate increases or decreases by 0.5% when reporting to the management internally, which also represents the Group management's assessment of the reasonably possible interest rate change.

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

If the interest rate had increased or decreased by 0.5% basis points, the Group's net income would have increased or decreased by \$26,231 thousand and \$30,075 thousand for the nine months ended September 30, 2024 and 2023, respectively, with all other variable factors remaining constant. This is mainly due to the Group's borrowing at variable rates.

3) Other market price risk

The Group was exposed to equity price risk on its investments classified as financial assets at FVTPL. For the nine months ended September 30, 2024 and 2023, the sensitivity analyses for the changes in the securities price at the reporting date were performed using the same basis for the profit and loss as illustrated below:

	For the nine months ended September 30			
	2024		2023	
	Other comprehensive income after tax	Net income	Other comprehensive income after tax	Net income
Prices of securities at the reporting date				
Increasing 5%	\$ -	4,515	-	3,796
Decreasing 5%	\$ -	(4,515)	-	(3,796)

(iv) Fair value of financial instruments

1) The Categories and Fair values of Financial Instruments

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

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

	September 30, 2024				
	Book Value	Fair Value			Total
		Level 1	Level 2	Level 3	
<b>Financial assets at fair value through profit or loss</b>					
Non derivative financial assets mandatorily measured at fair value through profit or loss	\$ 90,392	39,292	-	51,100	90,392

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

		September 30, 2024			
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents	\$ 1,866,794	-	-	-	-
Accounts receivable	40,354	-	-	-	-
Other receivabale	80,617	-	-	-	-
Other financial assets-current and non-current	<u>273,633</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Subtotal	<u>\$ 2,261,398</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Financial liabilities at amortized cost</b>					
Bank loans	\$ 8,743,737	-	-	-	-
Short-term notes and bills payable	100,000	-	-	-	-
Notes payable and accounts payable	171,322	-	-	-	-
Other payables (include related parties)	239,646	-	-	-	-
Lease liabilities	19,935	-	-	-	-
Bonds payable	<u>484,523</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Subtotal	<u>\$ 9,759,163</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		December 31, 2023			
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
<b>Financial assets at fair value through profit or loss</b>					
Non derivative financial assets mandatorily measured at fair value through profit or loss	<u>\$ 78,752</u>	<u>27,552</u>	<u>-</u>	<u>51,200</u>	<u>78,752</u>

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

		December 31, 2023			
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents	\$ 3,384,255	-	-	-	-
Accounts receivable	27,766	-	-	-	-
Other receivabale	52,793	-	-	-	-
Other financial assets-current and non-current	434,555	-	-	-	-
Subtotal	<u>\$ 3,899,369</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Financial liabilities at amortized cost</b>					
Bank loans	\$ 9,429,206	-	-	-	-
Short-term notes and bills payable	100,000	-	-	-	-
Notes payable and accounts payable	154,420	-	-	-	-
Other payables (include related parties and dividends payable)	272,644	-	-	-	-
Lease liabilities	11,858	-	-	-	-
Bonds payable	<u>477,974</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Subtotal	<u>\$ 10,446,102</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
		September 30, 2023			
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
<b>Financial assets at fair value through profit or loss</b>					
Non derivative financial assets mandatorily measured at fair value through profit or loss	<u>\$ 76,274</u>	<u>24,924</u>	<u>-</u>	<u>51,350</u>	<u>76,274</u>
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents	\$ 3,671,031	-	-	-	-
Accounts receivable	31,750	-	-	-	-
Other financial assets-current and non-current	403,152	-	-	-	-
Subtotal	<u>\$ 4,105,933</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

		September 30, 2023			
		Fair Value			
	Book Value	Level 1	Level 2	Level 3	Total
<b>Financial liabilities at amortized cost</b>					
Bank loans	\$ 10,025,142	-	-	-	-
Short-term notes and bills payable	99,707	-	-	-	-
Notes payable and accounts payable	130,187	-	-	-	-
Other payables (include related parties)	391,555	-	-	-	-
Lease liabilities	820	-	-	-	-
Bonds Payable	475,907	-	-	-	-
Subtotal	\$ 11,123,318	-	-	-	-

2) Valuation techniques for financial instruments not measured at fair value

The Group's valuation techniques and assumptions used for financial instruments not measured at fair value are as follows:

2.1) Financial assets and financial liabilities measured at amortized cost

If there is quoted price generated by transactions, the recent transaction price and quoted price data are used as the basis for fair value measurement. However, if no quoted prices are available, the discounted cash flows are used to estimate the fair values.

3) Valuation techniques for financial instruments measured at fair value

3.1) Non-derivative financial instruments

Financial instruments traded in active markets are based on quoted market prices. Market prices quoted from main exchanges and over-the-counter are the basis of fair value of equity instruments and credit instrument traded in active markets.

If the quoted price of a financial instrument can be obtained in time and often from exchanges, brokers, underwriters, industrial union, pricing institute, or authorities and such price can reflect those actual trading and frequently happen in the market, then the financial instrument is considered to have a quoted price in an active market. If a financial instrument does not accord with the definition aforementioned, then it is considered to be without a quoted price in an active market. In general, market with low trading volume or high bid-ask spreads is an indication of non-active market.

(Continued)

## SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

The Group's financial instruments, such as stock of listed companies and beneficiary certificates, are trade in active markets, and the fair value is based on quoted market prices.

Measurements of fair value of financial instruments without an active market are based on a valuation technique or quoted price from a competitor. Fair value measured by a valuation technique can be extrapolated from similar financial instruments, the discounted cash flow method, or other valuation technique including a model using observable market data at the reporting date.

#### 3.2) Derivative financial instruments

Measurement of the fair value of derivative instruments is based on the valuation techniques generally accepted by market participants such as the discounted cash flow or option pricing models. Fair value of forward currency is usually determined by the forward currency exchange rate. Measurement of structured derivatives is based on option pricing models (i.e. Black-Scholes model) or other valuation methods (i.e. Monte Carlo simulation).

- 4) There were no transfers from each level for the nine months ended September 30, 2024 and 2023.
- 5) Reconciliation of Level 3 fair values

	<b>Non-derivative mandatorily measured at fair value through profit or loss</b>
Opening balance, January 1, 2024	\$ 51,200
Total gains and losses	(100)
Ending Balance, September 30, 2024	<b>\$ 51,100</b>
Opening balance, January 1, 2023	\$ -
Purchase	51,000
Issued	600
Evaluation	(250)
Ending Balance, September 30, 2023	<b>\$ 51,350</b>

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**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

For the three months and the nine months ended September 30, 2024 and 2023, the total gains and losses that were included in “other gains and losses” were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Total gains and losses recognized				
In profit or loss, and presented in “gains and losses on financial assets at fair value through profit or loss”	\$ (200)	(150)	(100)	(250)

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

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

Most of the Group’s financial instruments that use Level 3 inputs have only one significant unobservable input. Only equity investment with no-active markets have multiple significant unobservable inputs. The significant unobservable inputs of the equity investments with no-active markets are independent, therefore, there is no correlation between them.

Quantified information of significant unobservable inputs was as follows:

Item	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Redemption rights of convertible bonds	Binomial Tree convertible bonds pricing model	Volatility: September 30, 2024, December 31, 2023 and September 30, 2023 was 37.10%, 32.81% and 38.58%, respectively.	The estimated fair value would increase if the volatility was higher.

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**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

<u>Item</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Inter-relationship between significant unobservable inputs and fair value measurement</u>
Financial assets at fair value through profit or loss – equity investment without an active market	Market approach	<p>·The multiplier of price-to-book ratio (September 30, 2024, December 31, 2023 and September 30, 2023 was 1.00, 0.80 and 0.80)</p> <p>·Market illiquidity discount (September 30, 2024, December 31, 2023 and September 30, 2023 was 20%)</p>	<p>The estimated fair value would decrease (increase) if:</p> <p>·The multiplier and the market illiquidity discount were higher (lower)</p>

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

The Group's measurement on the fair value of financial instruments is deemed reasonable despite different valuation models or assumptions may lead to different results. For fair value measurements in Level 3, changing one or more of the assumptions would have the following effects on profit or loss and other comprehensive income:

					Other comprehensive income	
		Fluctuation in inputs	Profit or loss			
	Inputs		Favorable	Unfavorable	Favorable	Unfavorable
September 30, 2024						
Financial assets at fair value through profit or loss						
Equity investments without an active market	Multiplier of price-to-book ratio	5%	2,550	(2,550)	-	-
December 31, 2023						
Financial assets at fair value through profit or loss						
Equity investments without an active market	Multiplier of price-to-book ratio	5%	2,550	(2,550)	-	-
September 30, 2023						
Equity investments without an active market	Multiplier of price-to-book ratio	5%	2,550	(2,550)	-	-

(Continued)



**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(u) Financial risk management

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

(v) Capital management

Management believes that there were no changes in the Group's approach to the targets, policies and procedures in capital management as disclosed in the consolidated financial statements for the year ended December 31, 2023. Also, they believe that for the nine months ended September 30, 2024, there were also no changes in the Group's capital management information. For other related information, please refer to Note 6(v) of the consolidated financial statements for the year ended December 31, 2023.

**(7) Related-party transactions**

(a) Names and relationship with related parties

The followings are entities that have had transactions with related party and Group during the periods covered in the consolidated financial statements.

Name of related party	Relationship with the Group
Benefit Transport S.A.	Other related party
Pei Lin Investment Corp.	"
Luo Pan Investment Corp.	"
Liang Yu Investment Corp.	"
Fei Yuan Investment Corp.	"
Huo Da Investment Corp.	"
Dancewood Manor Co., Ltd.	"
Da Si Management Consulting Co., Ltd.	"
Kun Lun Construction Co., Ltd.	"
King Chou Investment, Ltd.	"
Kei Jai Investment, Ltd.	"
Chung Ai Investment, Ltd.	"
Wisdom Shipping Agency Co., Ltd.	"

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**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(b) Significant transactions with related parties

(i) Operating revenue

The amounts of significant sales by the Group to related parties were as follows:

<b>Account</b>	<b>Relationship</b>	<b>For the three months ended September 30</b>		<b>For the nine months ended September 30</b>	
		<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Other operating income	Other related party	\$ <u>109</u>	<u>113</u>	<u>297</u>	<u>245</u>

Other operating revenue incurred from providing related parties with catering services.

(ii) Operating cost

<b>Relationship</b>	<b>For the three months ended September 30</b>		<b>For the nine months ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Other related party	\$ <u>1,056</u>	<u>1,501</u>	<u>3,927</u>	<u>4,981</u>

(iii) Receivables from related parties

<b>Account</b>	<b>Relationship</b>	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Account receivable	Other related party	\$ <u>5</u>	<u>23</u>	<u>3</u>

(iv) Payables to related parties

<b>Account</b>	<b>Relationship</b>	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Account payable	Other related party	\$ <u>830</u>	<u>40</u>	<u>88</u>
Other payables-related parties	Other related party	\$ <u>50</u>	<u>50</u>	<u>50</u>

(v) Other

<b>Account</b>	<b>Relationship</b>	<b>For the three months ended September 30</b>		<b>For the nine months ended September 30</b>	
		<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Rental Expense	Other related party	\$ <u>180</u>	<u>180</u>	<u>632</u>	<u>596</u>
Service fee	"	\$ <u>143</u>	<u>143</u>	<u>429</u>	<u>429</u>
Miscellaneous expenses	"	\$ <u>18</u>	<u>32</u>	<u>35</u>	<u>41</u>

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**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(vi) Loans from related parties

<b>Related party name</b>	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Pei Lin Investment Corp.	\$ 33,333	33,333	33,333
Huo Da Investment Corp.	33,000	33,000	128,000
	<b>\$ 66,333</b>	<b>66,333</b>	<b>161,333</b>

The interests payable on loans from related parties (classified as other payables to related parties) were \$115 thousand, \$292 thousand and \$280 thousand as of September 30, 2024, December 31 and September 30, 2023, respectively. and the related interest expenses were \$393 thousand, \$956 thousand, \$1,170 thousand and 2,940 thousand for the nine months ended September 30, 2024 and 2023, respectively.

(vii) Other transactions with related parties

The Group leased part of the office and received rentals (classified as other income) from related parties based on the contracts. The information were listed as below:

<b>Relationship</b>	<b>For the three months ended September 30</b>		<b>For the nine months ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Other related party	\$ 17	17	51	51

The rental prices offered to related parties are based on the market prices.

(c) Key management personnel compensation

Key management personnel compensation comprised:

	<b>For the three months ended September 30</b>		<b>For the nine months ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Short-term employee benefits \$	1,870	1,162	6,441	5,921
Post-employment benefits	54	66	162	182
	<b>\$ 1,924</b>	<b>1,228</b>	<b>6,603</b>	<b>6,103</b>

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**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(8) Assets pledged as security:**

The carrying amounts of assets pledged as security were as follows:

<u>Assets pledged as security</u>	<u>Liabilities secured by pledge</u>	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Other financial assets- current and noncurrent	Bank loans	\$ 273,633	434,555	403,062
Property, plant and equipment	Bank loans	15,208,263	15,395,785	16,526,515
Property, plant and equipment	Bonds payable	92,531	92,531	92,117
		<u>\$ 15,574,427</u>	<u>15,922,871</u>	<u>17,021,694</u>

**(9) Significant commitments and contingencies**

- (a) ITF randomly investigated the Group' s subsidiaries, Dong Lien Maritime S.A. Panama, Genius Pescadores S.A.(Panama), Fourseas Pescadores S.A. Panama, Summit Pescadores S.A. Panama, Stamina Pescadores S.A. Panama, Audrey Pescadores S.A. Panama, Moon Bright Shipping Corporation, Federal Pescadores S.A. Panama, Unicorn Brilliant S.A. Panama, Valor Pescadores S.A. Panama, and Modest Pescadores S.A. Panama, wherein they were found to have violated certain local regulations, resulting in the Group to recognize the related provisions as of March 31,2024 due to a possible obligation that may require an outflow of resources of economic benefits.

Currently, this case is still under negotiation.Please refer to Note 6(l)for further details.

- (b) Vessel purchase and construct contract

For the year ended December 31, 2023, the Group signed a contract to purchase 0 bulk carriers at appropriate separate price of USD \$78,000 thousand, and the Group has separately paid \$ USD \$28,725 thousand.

**(10) Losses due to major disasters: None**

**(11) Subsequent events: None**

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**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(12) Other**

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

	For the three months ended September 30						
By item	By function	2024			2023		
		Cost of sale	Operating expense	Total	Cost of sale	Operating expense	Total
Employee benefits							
Salary		197,892	30,967	228,859	210,316	34,624	244,940
Labor and health insurance		1,315	2,611	3,926	1,380	3,429	4,809
Pension		609	1,648	2,257	634	1,676	2,310
Others		25,450	1,819	27,269	26,899	1,030	27,929
Depreciation		346,797	2,530	349,327	345,548	1,126	346,674
Depletion		-	-	-	-	-	-
Amortization		-	395	395	-	374	374

	For the nine months ended September 30						
By item	By function	2024			2023		
		Cost of sale	Operating expense	Total	Cost of sale	Operating expense	Total
Employee benefits							
Salary		586,942	92,182	679,124	677,582	96,509	774,091
Labor and health insurance		4,084	8,234	12,318	4,365	9,395	13,760
Pension		1,884	4,868	6,752	1,988	4,922	6,910
Others		76,703	4,976	81,679	81,570	4,409	85,979
Depreciation		1,007,024	6,800	1,013,824	1,063,517	3,425	1,066,942
Depletion		-	-	-	-	-	-
Amortization		-	1,248	1,248	-	1,121	1,121

- (b) Seasonality of operation

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

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## SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

#### (13) Other disclosures:

##### (a) Information on significant transactions:

The following is the information on significant transactions required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers”:

##### (i) Loans to other parties:

(In Thousands of New Taiwan Dollars)

Number	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits	Maximum limit of fund financing
													Item	Value		
1	DONG LIEN MARITIME S.A. PANAMA	FOREVER PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	25,320	25,320	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	ETERNITY PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	25,320	25,320	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	VALOR PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	15,825	-	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	WISE PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	15,825	-	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	VIGOR PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	25,320	25,320	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	MOON BRIGHT SHIPPING CORPORATION	Other receivables from related parties	Yes	31,650	31,650	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	FEDERAL PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	47,475	47,475	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	MODEST PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	47,475	47,475	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	PENGHU PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	47,475	47,475	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	SKYHIGH PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	15,825	-	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	DANCEWOOD PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	15,825	15,825	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	BRAVE PESCADORES S.A.	Other receivables from related parties	Yes	15,825	15,825	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	GENIUS PESCADORES S.A. (PANAMA)	Other receivables from related parties	Yes	25,320	25,320	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Number	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits	Maximum limit of fund financing
													Item	Value		
1	DONG LIEN MARITIME S.A. PANAMA	SPINNAKER PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	25,320	25,320	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	ENDURANCE PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	25,320	25,320	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	SUMMIT PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	25,320	-	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	INDIGO PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	25,320	25,320	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	AUDREY PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	15,825	15,825	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	WONDERFUL PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	15,825	15,825	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	HUGE PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	25,320	-	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	ELEGANT PESCADORES S.A. (PANAMA)	Other receivables from related parties	Yes	31,650	31,650	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	FAIR PESCADORES S.A. PANAMA	Other receivables from related parties	Yes	180,405	180,405	180,405	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	FORTUNATE MARITIME S.A. PANAMA	Other receivables from related parties	Yes	31,650	31,650	-	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	The Company	Other receivables from related parties	Yes	2,468,700	1,519,200	1,519,080	-	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	12,656,887	12,656,887
1	DONG LIEN MARITIME S.A. PANAMA	Dancewoods Hotel & Resort	Other receivables from related parties	Yes	569,700	538,050	538,050	2.38 %	Short-term financing	-	Repayments of borrowing and operating capital	-	-	-	3,797,066	5,062,755

Note 1: Limitation of financing was based on 30% of the lending company's net equity on September 30, 2024; if the loan to overseas company whose voting shares are 100% owned directly or indirectly by the lender or lending to parent, the limitation of financing would have been based on 100% of the lending company's net equity on September 30, 2024.

Note 2: Limitation of financing was based on 40% of the lending company's net equity on September 30, 2024, if the loan to overseas company whose voting shares are 100% owned directly or indirectly by the lender or lending to parent, the limitation of financing would have been based on 100% of the lending company's net equity on September 30, 2024.

Note 3: The amounts of the actual borrowings at the end of the period had been eliminated during the preparation of the consolidated financial statements.

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## SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

(ii) Guarantees and endorsements for other parties:

(In Thousands of New Taiwan Dollars)

No.	Name of guarantor	Counter-party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged for guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements	Parent company endorsements/ guarantees to third parties on behalf of subsidiary	Subsidiary endorsements/ guarantees to third parties on behalf of parent company	Endorsements/guarantees to third parties on behalf of companies in Mainland China
		Name	Relationship with the Company										
0	The company	DONG LIEN MARITIME S.A. PANAMA	1	9,762,520	924,898	490,315	395,365	-	5.02 %	58,575,120	Yes	No	No
0	The company	ELEGANT PESCADORES S.A. (PANAMA)	1	9,762,520	384,249	315,582	315,582	-	3.23 %	58,575,120	Yes	No	No
0	The company	BRAVE PESCADORES S.A.	1	9,762,520	156,161	-	-	4,416	- %	58,575,120	Yes	No	No
0	The company	GENIUS PESCADORES S.A. (PANAMA)	1	9,762,520	603,691	558,111	558,111	4,873	5.72 %	58,575,120	Yes	No	No
0	The company	MOON BRIGHT SHIPPING CORPORATION	1	9,762,520	310,915	250,035	250,035	-	2.56 %	58,575,120	Yes	No	No
0	The company	VIGOR PESCADORES S.A. PANAMA	1	9,762,520	118,659	-	-	-	- %	58,575,120	Yes	No	No
0	The company	FAIR PESCADORES S.A. PANAMA	1	9,762,520	1,522,365	1,522,365	702,630	-	15.59 %	58,575,120	Yes	No	No
0	The company	FOREVER PESCADORES S.A. PANAMA	1	9,762,520	264,449	210,473	210,473	-	2.16 %	58,575,120	Yes	No	No
0	The company	ETERNITY PESCADORES S.A. PANAMA	1	9,762,520	232,941	174,519	174,519	-	1.79 %	58,575,120	Yes	No	No
0	The company	FEDERAL PESCADORES S.A. PANAMA	1	9,762,520	336,302	256,848	256,848	-	2.63 %	58,575,120	Yes	No	No
0	The company	MODEST PESCADORES S.A. PANAMA	1	9,762,520	586,460	474,750	474,750	-	4.86 %	58,575,120	Yes	No	No
0	The company	PENGHU PESCADORES S.A. PANAMA	1	9,762,520	435,831	355,746	355,746	-	3.64 %	58,575,120	Yes	No	No
0	The company	DANCEWOOD PESCADORES S.A. PANAMA	1	9,762,520	395,272	360,015	360,015	7,516	3.69 %	58,575,120	Yes	No	No
0	The company	SPINNAKER PESCADORES S.A. PANAMA	1	9,762,520	317,125	282,797	282,797	-	2.90 %	58,575,120	Yes	No	No
0	The company	ENDURANCE PESCADORES S.A. PANAMA	1	9,762,520	559,430	518,126	518,126	8,806	5.31 %	58,575,120	Yes	No	No
0	The company	INDIGO PESCADORES S.A. PANAMA	1	9,762,520	422,290	390,245	390,245	-	4.00 %	58,575,120	Yes	No	No
0	The company	AUDREY PESCADORES S.A. PANAMA	1	9,762,520	373,921	343,300	343,300	3,274	3.52 %	58,575,120	Yes	No	No
0	The company	WONDERFUL PESCADORES S.A. PANAMA	1	9,762,520	384,128	353,505	353,505	6,537	3.62 %	58,575,120	Yes	No	No
0	The company	Dancewoods Hotel & Resort	1	9,762,520	2,168,832	2,066,330	2,061,330	-	21.17 %	58,575,120	Yes	No	No

Note 1:1. Subsidiaries in which the Company directly or indirectly holds more than 50% of its total outstanding ordinary shares.

2. The parent company which directly or indirectly holds more than 50% of its voting rights

Note 2:Limit on endorsement/guarantee given to a single entity was 100% of the net equity on September 30, 2024.

Note 3:Limit on endorsement/guarantee given to a single entity was 600% of the net equity on September 30, 2024.

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**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iii) Securities held as of September 30, 2024 (excluding investment in subsidiaries, associates and joint ventures):

(In Thousands of New Taiwan Dollars)

Name of holder	Category and name of security	Relationship with company	Account title	Ending balance				Note
				Shares/Units (thousands)	Carrying value	Percentage of ownership (%)	Fair value	
The company	Convertible bond of Taiwan Kolin Co., Ltd	-	Financial assets at fair value through profit or loss - current	40	-	- %	-	
The company	Wisdom Marine International Inc.	-	"	90,000	6,867	0.01 %	6,867	
The company	Evergreen Marine Co.	-	"	4,000	804	- %	804	
The company	Yulon Motor Co., Ltd.	-	"	800	48	- %	48	
The company	Taiwan Business Bank, Ltd.	-	"	342,528	5,463	- %	5,463	
The company	Energenesis Biomedical Co., Ltd.	-	"	50,000	2,790	0.07 %	2,790	
The company	Hon Hai Precision Industry Co., Ltd.	-	"	30,000	5,625	- %	5,625	
The company	XS2327851874(F17301)(CHILE 3.504/15/53)	-	"	2,000	4,766	- %	4,766	
The company	Cathay U.S. Treasury 20+ Year Bond ETF	-	Financial assets at fair value through profit or loss - non-current	60,000	1,919	- %	1,919	
The company	Sunny Bank	-	Financial assets at fair value through profit or loss - current	5,457,000	51,000	0.15 %	51,000	
Dancewoods Hotel & Resort	Rich super green energy Corporation	-	"	1,140,000	-	19.00 %	-	
Dancewoods Hotel & Resort	Chang Hwa Commercial Bank, Ltd.	-	"	512	9	- %	9	
Dancewoods Hotel & Resort	Intech Biopharm Co., Ltd.	-	"	25,000	1,395	0.03 %	1,395	
Dancewoods Hotel & Resort	Hon Hai Precision Industry Co., Ltd.	-	"	2,000	375	- %	375	
Dancewoods Hotel & Resort	Intech Biopharm, Ltd	-	"	60,000	1,761	0.04 %	1,761	
Dancewoods Hotel & Resort	Zyxxel Group Corporation	-	"	10,000	373	- %	373	
Dancewoods Hotel & Resort	Foci Fiber Optic Communications, Inc.	-	"	2,000	356	- %	356	
Dancewoods Hotel & Resort	Tesla, Inc.	-	"	700	5,796	- %	5,796	
Dancewoods Hotel & Resort	Vertiv Holdings Co	-	"	300	945	- %	945	

- (iv) Individual securities acquired or disposed with accumulated amount exceeding the lower of NT\$300 million or 20% of the capital stock: None
- (v) Acquisition of individual real estate with amount exceeding the lower of NT\$300 million or 20% of the capital stock: None
- (vi) Disposal of individual real estate with amount exceeding the lower of NT\$300 million or 20% of the capital stock: None
- (vii) Related-party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: None
- (viii) Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of the capital stock: None
- (ix) Trading in derivative instruments: None

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## SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

(x) Business relationships and significant intercompany transactions:

(In Thousands of New Taiwan Dollars)

No.	Name of company	Name of counter-party	Nature of relationship	Intercompany transactions			
				Account name	Amount	Trading terms	Percentage of the consolidated net revenue or total assets
0	The company	Dong Lien Maritime S.A. Panama and subsidiaries	1	Operating revenue	92,389	Receive in net 30-90 days	4%
0	The company	Dong Lien Maritime S.A. Panama and subsidiaries	1	Other revenue	9,943	Receive in net 30-90 days	-%
0	The company	Dong Lien Maritime S.A. Panama and subsidiaries	1	Other payable to related parties	795,426	Receive in net 30-90 days	4%
0	The company	Dancewoods Hotel & Resort	2	Operating revenue	45	Receive in net 30-90 days	-%
0	The company	Dancewoods Hotel & Resort	2	Other receivable to related parties	344	Receive in net 30-90 days	-%
0	The company	Dancewoods Hotel & Resort	2	Other revenue	3,334	Receive in net 30-90 days	-%
0	The company	Fortunate Maritime S.A. Panama	2	Operating revenue	3,643	Receive in net 30-90 days	-%
1	Dancewoods Hotel & Resort	The company	2	Operating revenue	204	Receive in net 30-90 days	-%
2	Dong Lien Maritime S.A. Panama and subsidiaries	The company	1	Other receivable to related parties	1,519,080	Receive in accordance with the agreements	7%
2	Dong Lien Maritime S.A. Panama and subsidiaries	Dancewoods Hotel & Resort	3	Interest revenue	8,062	Receive in net 30-90 days	-%
2	Dong Lien Maritime S.A. Panama and subsidiaries	Dancewoods Hotel & Resort	3	Other receivable to related parties	538,050	Receive in accordance with the agreements	2%

Note 1: Company numbering as follows:

- 1.Parent company-0
- 2.Subsidiaries starts from 1

Note 2: The numbering of the relationship between transaction parties as follows:

1. Parent company to subsidiary
2. Subsidiary to parent company
3. Subsidiary to subsidiary

Note 3:The calculation of the ratio of the transaction amount to the consolidated total revenue or total assets, if it is an asset and liability item, is calculated based on the ending balance to the consolidated total assets.

Note 4:The company may decide whether the important transactions in this table need to be presented in accordance with the principle of materiality.

(b) Information on investees:

The following is the information on investees for the nine months ended September 30, 2024 (excluding information on investees in Mainland China):

(In Thousands of New Taiwan Dollars)

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of September 30, 2024			Net income (losses) of investee	Share of profits/losses of investee	Note
				September 30, 2024	December 31, 2023	Shares (thousands)	Percentage of ownership	Carrying value			
The company	Dong Lien Maritime S.A. Panama	Panama	Cargo shipping services and shipping agency	4,580,159	4,443,406	144,712,775	100.00 %	12,656,887	33,256	33,256	Subsidiary (Note 1 and 2)
The company	Fortunate Maritime S.A. Panama	Panama	"	279,311	270,972	88,250	100.00 %	552,069	13,904	13,904	"
The company	Dancewoods Hotel & Resort	Taiwan	Resort hotels service and recreational grounds and facilities	1,030,457	1,030,457	41,590,163	51.65 %	131,133	(201,254)	(103,948)	"
The company	Thermolysis Co., Ltd	Taiwan	Pollution prevention equipment manufacturing and retail	65,018	65,018	3,945,454	9.15 %	34,454	(62,493)	(6,333)	Related Party
Dong Lien Maritime S.A. Panama	Audrey Pescadores S.A. Panama	Panama	Cargo shipping services and shipping agency	158,250	153,525	50,000	100.00 %	153,105	1,342	Exempt from disclosure (Note 3)	Sub-subsidiary (Note 1 and 2)
Dong Lien Maritime S.A. Panama	Brave Pescadores S.A.	Panama	"	363,975	353,108	115,000	100.00 %	409,119	9,327	"	"

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## SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of September 30, 2024			Net income (losses) of investee	Share of profits/losses of investee	Note
				September 30, 2024	December 31, 2023	Shares (thousands)	Percentage of ownership	Carrying value			
Dong Lien Maritime S.A. Panama	Bright Pescadores S.A. Panama	Panama	Cargo shipping services and shipping agency	63,300	61,410	20,000	100.00 %	63,175	(20)	Exempt from disclosure (Note 3)	Sub-subsidiary (Note 1 and 2)
Dong Lien Maritime S.A. Panama	Brilliant Pescadores S.A. Panama	Panama	"	31,650	30,705	10,000	100.00 %	31,533	(16)	"	"
Dong Lien Maritime S.A. Panama	Danceflora Pescadores S.A. Panama	Panama	"	348,150	337,755	110,000	100.00 %	374,582	(12,745)	"	"
Dong Lien Maritime S.A. Panama	Dancewood Pescadores S.A. Panama	Panama	"	253,200	245,640	8,000,000	100.00 %	231,295	(3,752)	"	"
Dong Lien Maritime S.A. Panama	Elegant Pescadores S.A. (Panama)	Panama	"	474,750	460,575	150,000	100.00 %	427,910	(23,199)	"	"
Dong Lien Maritime S.A. Panama	Endurance Pescadores S.A. Panama	Panama	"	158,250	153,525	50,000	100.00 %	186,105	8,295	"	"
Dong Lien Maritime S.A. Panama	Eternity Pescadores S.A. Panama	Panama	"	395,625	383,813	125,000	100.00 %	345,757	(25,175)	"	"
Dong Lien Maritime S.A. Panama	Excellent Pescadores S.A. (Panama)	Panama	"	63,300	61,410	20,000	100.00 %	63,681	(22)	"	"
Dong Lien Maritime S.A. Panama	Fair Pescadores S.A. Panama	Panama	"	284,679	276,179	89,946	100.00 %	296,227	(394)	"	"
Dong Lien Maritime S.A. Panama	Federal Pescadores S.A. Panama	Panama	"	443,100	429,870	140,000	100.00 %	456,610	41,558	"	"
Dong Lien Maritime S.A. Panama	Forever Pescadores S.A. Panama	Panama	"	375,686	364,468	118,700	100.00 %	347,149	(21,788)	"	"
Dong Lien Maritime S.A. Panama	Fourseas Pescadores S.A. Panama	Panama	"	316,500	307,050	100,000	100.00 %	413,507	2,473	"	"
Dong Lien Maritime S.A. Panama	Gallant Pescadores S.A. Panama	Panama	"	261,888	254,069	82,745	100.00 %	190,660	(30,814)	"	"
Dong Lien Maritime S.A. Panama	Genius Pescadores S.A. (Panama)	Panama	"	317	307	10	100.00 %	94,263	(41,904)	"	"
Dong Lien Maritime S.A. Panama	Glaring Pescadores S.A. Panama	Panama	"	174,075	168,878	55,000	100.00 %	104,832	(1,281)	"	"
Dong Lien Maritime S.A. Panama	Honor Pescadores S.A. Panama	Panama	"	63,300	61,410	20,000	100.00 %	63,252	(293)	"	"
Dong Lien Maritime S.A. Panama	Huge Pescadores S.A. Panama	Panama	"	94,950	92,115	30,000	100.00 %	98,009	(578)	"	"
Dong Lien Maritime S.A. Panama	Indigo Pescadores S.A. Panama	Panama	"	63,300	61,410	20,000	100.00 %	151,963	2,051	"	"
Dong Lien Maritime S.A. Panama	Leader Pescadores S.A. Panama	Panama	"	94,950	92,115	30,000	100.00 %	95,068	(18)	"	"
Dong Lien Maritime S.A. Panama	Modest Pescadores S.A. Panama	Panama	"	395,625	383,813	125,000	100.00 %	283,744	(12,759)	"	"
Dong Lien Maritime S.A. Panama	Moon Bright Shipping Corporation	Panama	"	458,925	445,223	145,000	100.00 %	349,547	(9,825)	"	"
Dong Lien Maritime S.A. Panama	Patriot Pescadores S.A. Panama	Panama	"	838,725	462,076	265,000	100.00 %	603,479	(287)	"	"
Dong Lien Maritime S.A. Panama	Penghu Pescadores S.A. Panama	Panama	"	633,000	614,100	200,000	100.00 %	570,723	20,124	"	"
Dong Lien Maritime S.A. Panama	Skyhigh Pescadores S.A. Panama	Panama	"	474,750	460,575	150,000	100.00 %	343,135	(17,811)	"	"
Dong Lien Maritime S.A. Panama	Spinnaker Pescadores S.A. Panama	Panama	"	221,550	214,935	70,000	100.00 %	215,783	(4,849)	"	"

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**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Balance as of September 30, 2024			Net income (losses) of investee	Share of profits/losses of investee	Note
				September 30, 2024	December 31, 2023	Shares (thousands)	Percentage of ownership	Carrying value			
Dong Lien Maritime S.A. Panama	Stamina Pescadores S.A. Panama	Panama	Cargo shipping services and shipping agency	300,675	291,698	95,000	100.00 %	184,312	(5,695)	Exempt from disclosure (Note 3)	Sub-subsidiary (Note 1 and 2)
Dong Lien Maritime S.A. Panama	Summit Pescadores S.A. Panama	Panama	"	94,950	92,115	30,000	100.00 %	448,996	25,457	"	"
Dong Lien Maritime S.A. Panama	Superior Pescadores S.A. Panama	Panama	"	79,125	76,763	25,000	100.00 %	79,003	(18)	"	"
Dong Lien Maritime S.A. Panama	Trump Pescadores S.A. Panama	Panama	"	189,900	184,230	60,000	100.00 %	199,351	(78)	"	"
Dong Lien Maritime S.A. Panama	Unicorn Brilliant S.A. Panama	Panama	"	923,604	896,027	291,818	100.00 %	934,979	1,723	"	"
Dong Lien Maritime S.A. Panama	Valor Pescadores S.A. Panama	Panama	"	151,920	92,115	48,000	100.00 %	299,712	(516)	"	"
Dong Lien Maritime S.A. Panama	Vigor Pescadores S.A. Panama	Panama	"	172,493	167,342	54,500	100.00 %	312,888	707	"	"
Dong Lien Maritime S.A. Panama	Wise Pescadores S.A. Panama	Panama	"	411,140	398,864	129,902	100.00 %	247,757	(7,001)	"	"
Dong Lien Maritime S.A. Panama	Wonderful Pescadores S.A. Panama	Panama	"	158,250	153,525	50,000	100.00 %	156,826	(6,638)	"	"

Note 1: It is calculated based on financial statements reviewed by an accountant.

Note 2: In preparing the consolidated financial statements, the transactions have been eliminated.

Note 3: The profit or loss of the investee company is already included in its investment company and will not be expressed separately herein for the avoidance of confusion.

(c) Information on investment in mainland China: None

(d) Major shareholders:

Shareholder's Name	Shareholding	Shares	Percentage
Luo Pan Investment Corp.		32,910,027	8.45 %

(Continued)

**SHIH WEI NAVIGATION CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(14) Segment information:**

The Group's operating segment information and reconciliation were as follows:

	Shipping segment	Tourism segment	Adjustment and eliminations	Total
<b>For the Three Months Ended September 30, 2024</b>				
Revenue:				
Revenue from external customers	\$ 894,002	48,546	-	942,548
Intersegment revenues	15	162	(177)	-
Total revenue	<u>\$ 894,017</u>	<u>48,708</u>	<u>(177)</u>	<u>942,548</u>
Reportable segment profit or loss	<u>\$ 127,841</u>	<u>(59,286)</u>	<u>-</u>	<u>68,555</u>
<b>For the Three Months Ended September 30, 2023</b>				
Revenue:				
Revenue from external customers	\$ 803,622	64,601	-	868,223
Intersegment revenues	15	134	(149)	-
Total revenue	<u>\$ 803,637</u>	<u>64,735</u>	<u>(149)</u>	<u>868,223</u>
Reportable segment profit or loss	<u>\$ (134,081)</u>	<u>(58,428)</u>	<u>-</u>	<u>(192,509)</u>
<b>For the Nine Months Ended September 30, 2024</b>				
Revenue:				
Revenue from external customers	\$ 2,426,855	137,356	-	2,564,211
Intersegment revenues	45	204	(249)	-
Total revenue	<u>\$ 2,426,900</u>	<u>137,560</u>	<u>(249)</u>	<u>2,564,211</u>
Reportable segment profit or loss	<u>\$ 1,077</u>	<u>(212,617)</u>	<u>-</u>	<u>(211,540)</u>
<b>For the Nine Months Ended September 30, 2023</b>				
Revenue:				
Revenue from external customers	\$ 2,448,688	183,488	-	2,632,176
Intersegment revenues	45	196	(241)	-
Total revenue	<u>\$ 2,448,733</u>	<u>183,684</u>	<u>(241)</u>	<u>2,632,176</u>
Reportable segment profit or loss	<u>\$ (379,924)</u>	<u>(167,505)</u>	<u>-</u>	<u>(547,429)</u>