

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

FIRST STEAMSHIP COMPANY LTD. AND SUBSIDIARIES

Consolidated Financial Statements

With Independent Auditors' Review Report

For the Three Months Ended March 31, 2025 and 2024

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The independent 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 independent auditors' report and consolidated financial statements, the Chinese version shall prevail.

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Independent Auditors' Review Report

To the Board of Directors of First Steamship Company Ltd.:

Introduction

We have reviewed the accompanying consolidated balance sheets of the First Steamship Company Ltd. and its subsidiaries ("the Group"), which comprise the consolidated balance sheets as of March 31, 2025 and 2024 and the consolidated statements of comprehensive income for the three months ended March 31, 2025 and 2024, as well as the changes in equity and cash flows for the three months ended March 31, 2025 and 2024, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standards ("IASs") 34, "Interim Financial Reporting" endorsed 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 review.

Scope of Review

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

Basis for Qualified Conclusion

As stated in Note 4(2) of the consolidated financial report, some of the non-important subsidiaries included in the consolidated financial report above are based on the financial reports of the investee companies that have not been reviewed by accountants during the same period. As of March 31, 2025 and 2024, the total assets were \$ 308,0554 thousand and \$ 365,812 thousand, accounting for 0.90% and 1.4% of the total consolidated assets, the total liabilities were \$ 312,739 thousand and \$ 342,578 thousand, accounting for 1.34% and 1.4% of the total consolidated liabilities, the comprehensive profit and loss were \$ 636 thousand and \$ (3,427) thousand, accounting for (1.12)% and (0.98)% of the consolidated comprehensive profit and loss for the three months ended March 31, 2025 and 2024.

Notes to Readers

The accompanying consolidated financial statements are intended only to present the consolidated 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 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.

In addition to those mentioned in the preceding paragraph, as stated in Note 6(f), the equity accounted investments of the First Steamship Company Ltd. and its subsidiaries in its investee companies of \$ 764,156 thousand and \$ 709,831 thousand as of March 31, 2025 and 2024. And its equity in net earnings on these investee companies of \$ 9,003 thousand and \$ 7,206 thousand for the three months ended March 31, 2025 and 2024, respectively, were recognized solely on the financial statements prepared by these investee companies, but not reviewed by independent auditors.

Qualified Conclusion

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain equity accounted investee companies described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors and audited by another auditor (please refer to other matter), based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the First Steamship Company Ltd. and its subsidiaries as of March 31, 2025 and 2024, and of its consolidated financial performance for the three months ended March 31, 2025 and 2024, as well as its consolidated cash flows for the three months ended March 31, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IASs 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Other Matter

We did not audit the financial statements of Mariner Finance Ltd., a subsidiary of the Group. Those statements were audited by another auditor, whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for Mariner Finance Ltd., is based solely on the report of other auditor. The financial statements of Mariner Finance Ltd. had total assets of \$ 147,904 thousand and \$ 334,529 thousand; reflect the total assets constituting 0.43% and 0.96% of the consolidated total assets on March 31, 2025 and 2024. The net operating income was \$ 3,296 thousand and \$ 7,275 thousand; reflect the total operating revenues constituting 0.28% and 0.56% of the consolidated total operating revenues for the three months ended March 31, 2025 and 2024.

The engagement partners on the reviews resulting in this independent auditors' review report are Jun-Ming Pan and Shu-Ying Chang

KPMG

Taipei, Taiwan (Republic of China)

May 14, 2025

Notes to Readers

The accompanying consolidated financial statements are intended only to present the consolidated 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 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.

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

FIRST STEAMSHIP COMPANY LTD. AND SUBSIDIARIES**Consolidated Balance Sheets****March 31, 2025, December 31, 2024, and March 31, 2024****(Expressed in Thousands of New Taiwan Dollars)**

Assets		March 31, 2025		December 31, 2024		March 31, 2024	
		Amount	%	Amount	%	Amount	%
Current assets:							
1100	Cash and cash equivalents (Note 6(a))	\$ 760,441	2	1,123,799	3	1,547,183	4
1110	Current financial assets at fair value through profit or loss (Notes 6(b) and 7)	142,135	-	141,680	-	154,299	-
1170	Accounts receivable, net (Notes 6(c), 7 and 9)	172,551	1	246,944	1	299,929	1
1200	Other receivables, net (Notes 6(b), (d), (w) and 7)	81,632	-	77,536	-	134,824	-
1300	Inventories, net	221,003	1	251,546	1	208,609	1
1320	Inventories (for construction business), net (Notes 6(e), 8 and 9)	1,776,493	5	1,773,733	5	1,755,090	5
1476	Other current financial assets (Notes 6(k), (w), 7, 8 and 9)	614,182	2	637,647	2	543,990	2
1479	Other current assets, others (Notes 9)	309,073	1	297,474	1	285,238	1
1480	Current assets recognized as incremental costs to obtain contracts with customers	18,401	-	13,782	-	-	-
		<u>4,095,911</u>	<u>12</u>	<u>4,564,141</u>	<u>13</u>	<u>4,929,162</u>	<u>14</u>
Non-current assets:							
1535	Non-current financial assets at amortized cost (Note 7)	-	-	-	-	49,900	-
1550	Investments accounted for using equity method (Note 6(f) and 7)	764,156	2	746,960	2	709,831	2
1600	Property, plant and equipment (Notes 6(h) and 8)	12,150,381	36	12,207,724	35	12,609,781	35
1755	Right-of-use assets (Notes 6(i) , 7 and 8)	11,646,776	34	11,751,521	34	11,674,125	33
1760	Investment property, net (Not 8)	138,900	-	139,143	-	139,873	-
1780	Intangible assets (Note 6(j))	1,764,068	5	1,752,654	5	1,750,788	5
1840	Deferred tax assets (Note 6(q))	2,831,388	8	2,847,072	8	2,833,008	8
1935	Long-term lease payments receivable (Notes 6(c) and 7)	-	-	295	-	2,845	-
1975	Net defined benefit asset, non-current	4,478	-	4,478	-	2,975	-
1980	Other non-current financial assets (Notes 6(k), (w), 7, 8 and 9)	587,576	2	578,129	2	849,383	2
1990	Other non-current assets (Notes 6(d), (r) and 7)	314,405	1	301,316	1	294,025	1
		<u>30,202,128</u>	<u>88</u>	<u>30,329,292</u>	<u>87</u>	<u>30,916,534</u>	<u>86</u>
Total assets		\$ 34,298,039	100	34,893,433	100	35,845,696	100

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FIRST STEAMSHIP COMPANY LTD. AND SUBSIDIARIES**Consolidated Balance Sheets (Continued)****March 31, 2025, December 31, 2024, and March 31, 2024****(Expressed in Thousands of New Taiwan Dollars)**

Liabilities and Equity		March 31, 2025		December 31, 2024		March 31, 2024	
		Amount	%	Amount	%	Amount	%
Current liabilities:							
2100	Short-term borrowings (Notes 6(l))	\$ 3,641,481	11	3,682,065	11	3,844,154	11
2110	Short-term notes and bills payable	99,912	-	99,840	-	-	-
2130	Current contract liabilities (Notes 9)	37,252	-	27,262	-	-	-
2151	Notes payable	-	-	-	-	97	-
2170	Accounts payable (Note 6(n))	943,975	3	1,069,446	3	1,012,147	3
2200	Other payables (Notes 6(n), 7 and 9)	757,436	2	1,010,327	3	1,155,619	3
2230	Current tax liabilities	43,910	-	54,223	-	46,782	-
2280	Current lease liabilities (Notes 6(o) and 7)	915,077	3	827,918	2	920,990	3
2322	Current portion of long-term borrowings (Note 6(m))	2,621,940	8	2,776,284	8	1,176,811	3
2399	Other current liabilities	58,173	-	70,930	-	71,504	-
		<u>9,119,156</u>	<u>27</u>	<u>9,618,295</u>	<u>27</u>	<u>8,228,104</u>	<u>23</u>
Non-current liabilities:							
2500	Current financial liabilities at fair value through profit or loss (Note 6(b))	31,389	-	31,389	-	29,707	-
2540	Long-term borrowings (Note 6(m))	1,505,356	4	1,395,929	4	3,832,916	11
2570	Deferred tax liabilities (Note 6(q))	2,251,720	7	2,281,354	7	2,251,029	6
2580	Non-current lease liabilities (Notes 6(o) and 7)	9,762,250	28	9,873,207	28	9,615,670	27
2645	Guarantee deposits	583,735		592,120	2	594,311	2
		<u>14,134,450</u>	<u>41</u>	<u>14,173,999</u>	<u>41</u>	<u>16,323,633</u>	<u>46</u>
		<u>23,253,606</u>	<u>68</u>	<u>23,792,294</u>	<u>68</u>	<u>24,551,737</u>	<u>69</u>
Equity attributable to owners of parent(Notes 6 (r)):							
3100	Capital stock	8,247,761	24	8,247,761	24	8,247,761	23
3200	Capital surplus	8,363,892	2	836,382	2	1,932,221	5
3300	Retained earnings	(418,504)	(1)	(288,220)	(1)	(1,154,181)	(3)
3400	Other equity interest	351,974	1	224,418	1	30,926	-
	Total equity attributable to owners of parent:	<u>9,017,613</u>	<u>26</u>	<u>9,020,341</u>	<u>26</u>	<u>9,056,727</u>	<u>25</u>
36XX	Non-controlling interests (Notes 6(g) and (r))	<u>2,026,820</u>	<u>6</u>	<u>2,080,798</u>	<u>6</u>	<u>2,237,232</u>	<u>6</u>
	Total equity	<u>18,571,943</u>	<u>32</u>	<u>11,101,139</u>	<u>32</u>	<u>11,293,959</u>	<u>31</u>
	Total liabilities and equity	<u>\$ 41,825,549</u>	<u>100</u>	<u>34,893,433</u>	<u>100</u>	<u>35,845,696</u>	<u>100</u>

(Please refer to Notes to the Consolidated Financial Statements)

(English Translation of Consolidated Financial Statements and Report Originally Issued in Chinese)
First Steamship COMPANY LTD. AND SUBSIDIARIES
Consolidated Statements of Comprehensive Income
For the Three Months Ended March 31, 2025 and 2024
(Expressed in Thousands of New Taiwan Dollars)

		For the three months ended March 31			
		2025		2024	
		Amount	%	Amount	%
4000	Operating revenues (Notes 6(p) and (t))	\$ 1,159,142	100	1,293,337	100
5000	Operating costs (Notes 6(p) and (v))	434,976	38	452,281	35
	Gross profit from operations	724,166	62	841,056	65
6000	Operating expenses (Notes 6(o), 7 and 9)	738,376	64	759,617	60
6450	Impairment loss determined in accordance with IFRS 9 (Note 6(c) and 7)	11,147	1	7,861	1
	Net operating income	(25,357)	(3)	73,578	4
	Non-operating income and expenses:				
7100	Interest income (Notes 6(v) and 7)	7,947	1	15,950	1
7010	Other gains and losses (Notes 6(v))	216	-	388	-
7020	Other gains and losses, net (Notes 6(v), 7 and 9)	2,341	-	25,625	2
7050	Finance costs (Notes 6(o), (v) and 7)	(193,549)	(17)	(230,494)	(18)
7055	Impairment loss determined in accordance with IFRS 9 (Notes 6 (w) and 7)	(1,653)	-	10,756	1
7060	Share of profit (loss) of associates accounted for using equity method, net(Notes 6(f))	9,003	1	7,206	1
		(175,695)	(15)	(170,569)	(13)
7900	Profit (loss) from continuing operations before tax	(201,052)	(18)	(96,991)	(9)
7950	Less: Tax expense (Note 6(q))	10,741	1	21,176	2
	Profit (loss)	(211,793)	(19)	(118,167)	(11)
8300	Other comprehensive income:				
8360	Components of other comprehensive income that will be reclassified to profit or loss(Notes 6(f) and (r))				
8361	Exchange differences on translation of foreign financial statements	146,894	13	446,694	35
8370	Share of other comprehensive income of associates accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	8,193	1	19,750	2
8399	Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-
		155,087	14	466,444	37
8300	Other comprehensive income, net	155,087	14	466,444	37
	Comprehensive income (loss)	<u>\$ (56,706)</u>	<u>(5)</u>	<u>348,277</u>	<u>26</u>
	Profit (loss), attributable to:				
8610	Owners of parent	\$ (130,284)	(12)	(57,378)	(6)
8620	Non-controlling interests	(81,509)	(7)	(60,789)	(5)
		<u>\$ (211,793)</u>	<u>(19)</u>	<u>(118,167)</u>	<u>(11)</u>
	Comprehensive income (loss) attributable to:				
8710	Owners of parent	\$ (2,728)	-	327,572	24
8720	Non-controlling interests	(53,978)	(5)	20,705	2
		<u>(56,706)</u>	<u>(5)</u>	<u>348,277</u>	<u>26</u>
	Earnings per share (Note 6(s))				
9750	Basic earnings per share (NT dollars)	<u>\$ (0.16)</u>		<u>(0.07)</u>	
9850	Diluted earnings per share(NT dollars)	<u>\$ (0.16)</u>		<u>(0.07)</u>	

(Please refer to Notes to the Consolidated Financial Statements)

(English Translation of Consolidated Financial Statements and Report Originally Issued in Chinese)
First Steamship COMPANY LTD. AND SUBSIDIARIES
Consolidated Statements of Changes in Equity
For the Three Months Ended March 31, 2025 and 2024
(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent										
	Share capital	Retained earnings				Total other equity interest		Treasury stock	Total equity attributable to owners of parent	Non-controlling interests	Total equity
	Common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Total retained earnings	Exchange differences on translation of foreign financial statements				
Balance at January 1, 2024	\$ 8,247,761	1,932,221	8,289	303,885	(1,408,013)	(1,095,839)	(354,024)	-	8,730,119	2,216,527	10,946,646
Loss for the three months ended March 31, 2024	-	-	-	-	(57,378)	(57,378)	-	-	(57,378)	(60,789)	(118,167)
Other comprehensive income (loss) for the three months ended March 31, 2024	-	-	-	-	-	-	384,950	-	384,950	81,494	466,444
Total comprehensive income for the three months ended March 31, 2024	-	-	-	-	(57,378)	(57,378)	384,950	-	327,572	20,705	348,277
Changes in the associated for using equity method	-	-	-	-	(964)	(964)	-	-	(964)	-	(964)
Balance at March 31, 2024	\$ 8,247,761	1,932,221	8,289	303,885	(1,466,355)	(1,154,181)	30,926	-	9,056,727	2,237,232	11,293,959
Balance at January 1, 2025	\$ 8,247,761	836,382	-	-	(288,220)	(288,220)	224,418	-	9,020,341	2,080,798	11,101,139
Loss for the three months ended March 31, 2025	-	-	-	-	(130,284)	(130,284)	-	-	(130,284)	(81,509)	(211,793)
Other comprehensive income (loss) for the three months ended March 31, 2025	-	-	-	-	-	-	127,556	-	127,556	57,531	185,087
Total comprehensive income for the three months ended March 31, 2025	-	-	-	-	(130,284)	(130,284)	127,556	-	(2,728)	(23,978)	(26,706)
Balance at March 31, 2025	\$ 8,247,761	836,382	-	-	(418,504)	(418,504)	351,974	-	9,017,613	2,056,820	11,074,433

(Please refer to Notes to the Consolidated Financial Statements)

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

First Steamship COMPANY LTD. AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the Three Months Ended March 31, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollars)

	For the three months ended March 31	
	2025	2024
Cash flows from (used in) operating activities:		
Loss before tax	\$ (201,052)	(96,991)
Adjustments:		
Adjustments to reconcile profit (loss):		
Depreciation expense	484,330	502,472
Amortization expense	21,365	18,339
Expected credit impairment losses and reversal gains	12,800	(2,895)
Net gain on financial assets or liabilities at fair value through profit or loss	(78)	(11,307)
Interest expense	193,549	230,494
Operating costs (Interest expense)	431	3,128
Interest income	(7,947)	(15,950)
Dividend income	(142)	-
Share of loss (profit) of associates accounted for using equity method	(9,003)	(7,206)
Loss on disposal of property, plan and equipment	198	115
Gain (loss) on disposal of intangible assets	16	757
Total adjustments to reconcile profit (loss)	695,519	717,947
Changes in operating assets and liabilities:		
Changes in operating assets:		
Financial assets at fair value through profit or loss, mandatorily measured at fair value	-	29,600
Accounts receivable	64,909	54,587
Other receivables	(2,386)	(3,772)
Inventories	30,861	(3,559)
Other current assets	3,464	45,379
Increase in assets recognised as incremental costs to obtain contract with customers	(4,619)	-
Total changes in operating assets	92,229	122,235
Changes in operating liabilities:		
Current contract liabilities	9,990	-
Notes payable	0	97
Accounts payable	(137,023)	(304,900)
Other payables	(257,543)	(148,296)
Other current liabilities	(13,512)	-
Total changes in operating liabilities	(398,088)	(453,099)
Total changes in operating assets and liabilities	(305,859)	(330,864)
Total adjustments	389,660	387,083
Cash inflow generated from operations	188,608	290,092
Interest received	3,887	15,252
Dividend received	142	-
Interest paid	(195,117)	(233,585)
Income taxes paid	(27,393)	(22,745)
Net cash flows from (used in) operating activities	(29,873)	49,014

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First Steamship COMPANY LTD. AND SUBSIDIARIES

Consolidated Statements of Cash Flows (Continued)

For the Three Months Ended March 31, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollars)

	For the three months ended March 31	
	2025	2024
Cash flows from (used in) investing activities:		
Proceeds from disposal of financial assets at amortised cost	-	10,000
Acquisition of from investments accounted for using equity method	-	(202,329)
Acquisition of investments using the equity method	2,163	-
Acquisition of property, plant and equipment	(12,794)	(44,301)
Proceeds from disposal of property, plant and equipment	438	3,987
Decrease in other receivables	173	11,762
Acquisition of intangible assets	86	(90)
Proceeds from disposal of intangible assets	12,218	6,317
Decrease (increase) in other financial assets	29,800	5,636
(Increase) decrease in other non-current assets	(40,300)	(9,830)
Net cash flows used in investing activities	(8,734)	218,848
Cash flows from (used in) financing activities:		
Increase in short-term loans	(74,333)	91,535
Increase in short-term notes and bills payable	72	-
Proceeds from long-term loans	322,592	50,009
Repayments of long-term loans	(401,224)	(214,761)
Decrease in guarantee deposits received	(16,368)	(1,485)
Payments of lease liabilities	(172,948)	(139,591)
Net cash flows from financing activities	(342,209)	(214,293)
Effect of exchange rate changes on cash and cash equivalents	17,458	(5,809)
Net decrease in cash and cash equivalents	(363,358)	(389,936)
Cash and cash equivalents at beginning of period	1,123,799	1,834,232
Cash and cash equivalents at end of period	\$ 760,441	1,444,296

(Please refer to Notes to the Consolidated Financial Statements)

First Steamship COMPANY LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements
For the Three Months Ended March 31, 2025 and 2024
(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Specified)

(1) Company history

First Steamship Company Ltd. (the "Company") was incorporated in October 1963 in accordance with the Company Act of the Republic of China. The Company's registered office is at 14F, No. 237, Sec. 2, Fuxing S. Rd., Taipei City, R.O.C. The original name of the Company was I-Shou Shipping Co., Ltd., which then changed to First Steamship Co., Ltd. at the shareholders' meeting held on May 3, 1997, which was approved by the competent authority for the purpose of business operation. The principal business activities of the Company and its subsidiaries ("the Group") are domestic and international marine transportation and related businesses, wholesale of vessels and related components, car and equipment rental, business management consultancy, department store retail industry, domestic and foreign investments, as well as development, rental and sale of both residential and commercial buildings.

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

The consolidated financial statements were authorized for issue by the Board of Directors on May 14, 2025.

(3) New standards, amendments and interpretations adopted

- (a) The impact of adopting the International Financial Reporting Standards ("IFRSs") endorsed by the Financial Supervisory Commission ("FSC")

The Group has been subject to the following newly revised IFRSs and IASs since January 1, 2025, and has not had a significant impact on the financial report of the Group.

- Amendments to IAS 21 "Lack of Exchangeability"

- (b) The impact of not adopting the IFRSs and IASs endorsed by the FSC

The Group assesses that the adoption of the following new amendments, effective for annual period beginning on January 1, 2026, would not have a significant impact on its consolidated financial statements.

- Amendments to IFRS 9 and IFRS 7 titled "Revision of Classification and Measurement of Financial Instruments," pertaining to the application guidance under Section 4.1 of IFRS 9 and the related disclosure requirements under IFRS 7.

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Notes to the Consolidated Financial Statements

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

The standards and interpretations that have been issued and revised by the IASB but have not yet been approved by the FSC may be relevant to the Group as follows:

Newly issued or revised standards	Content of major amend	Effective date
IFRS 18 "Presentation and Disclosure of Financial Statements"	<p>The new standard introduces three categories of income and expense, 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"> • A more structured income statements: Under current standards, companies use different formats to present their operating 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. • 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 IFRSs and IASs. • 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. 	January 1, 2027

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The Group is evaluating the impact on its consolidated financial position and consolidated financial performance upon the initial adoption of the above-mentioned 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 issued"
- Amendments to IFRS 9 and IFRS 7 titled "Revision of Classification and Measurement of Financial Instruments," pertaining to the application guidance under Sections 3.1 and 3.3 of IFRS 9 and the related disclosure requirements under IFRS 7.
- Annual Improvements to IFRSs and IASs
- Amendments to IFRS 9 and IFRS 7, "Contracts Referencing Nature-dependent Electricity"

(4) Summary of significant accounting policies

(a) Statement of compliance

These consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (hereinafter referred to as "the Regulations") and International Accounting Standard 34 "Interim Financial Reporting," as endorsed and issued into effect by the Financial Supervisory Commission, R.O.C. These consolidated financial statements do not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations endorsed and issued into effect by the FSC (hereinafter referred to IFRS endorsed by the FSC) for a complete set of the annual consolidated financial statements.

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Except as otherwise noted below, the significant accounting policies adopted in the preparation of these consolidated financial statements are consistent with those applied in the consolidated financial statements for the year ended December 31, 2024. For related information, please refer to Note 4 of the consolidated financial statements for the year ended December 31, 2024.

(b) Basis of consolidation

i. List of subsidiaries in the consolidated financial statements

List of subsidiaries in the consolidated financial statements include:

Name of investor	Name of Subsidiary	Principal activity	Shareholding			Note
			March 31, 2025	December 31, 2024	March 31, 2024	
First Steamship Co., Ltd.	Royal Sunway Development Co., Ltd.	Real estate development, rental and leasing of building	55.00%	55.00%	55.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship Co., Ltd.	First Steamship S.A.	Investment holding company, international transportation and shipping agency	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship Co., Ltd.	Grand Ocean Retail Group Ltd.	Investment holding company	10.00%	10.00%	10.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship Co., Ltd.	First Mariner Holding Ltd.	Investment holding company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship Co., Ltd.	Longevity Navigation S.A.	International transportation and shipping agency	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship Co., Ltd.	Praise Maritime S.A.	International transportation and shipping agency	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship Co., Ltd.	Best Steamship S.A.	International transportation and shipping agency	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship Co., Ltd.	Grand Steamship S.A.	International transportation and shipping agency	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship Co., Ltd.	Black Sea Steamship S.A.	International transportation and shipping agency	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship Co., Ltd.	Ship Bulker Steamship S.A.	International transportation and shipping agency	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship Co., Ltd.	Reliance Steamship S.A.	International transportation and shipping agency	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship Co., Ltd.	Alliance Steamship S.A.	International transportation and shipping agency	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship Co., Ltd.	Sure Success Steamship S.A.	International transportation and shipping agency	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship Co., Ltd.	Shining Steamship International S.A.	International transportation and shipping agency	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares

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Name of investor	Name of Subsidiary	Principal activity	Shareholding			Note
			March 31, 2025	December 31, 2024	March 31, 2024	
First Steamship Co., Ltd.	Excellent Steamship International S.A.	International transportation and shipping agency	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship Co., Ltd.	Advantage Steamship Co., Ltd.	International transportation and shipping agency	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares (Note 1)
First Steamship Co., Ltd.	Mighty Steamship Co., Ltd.	International transportation and shipping agency	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares (Note 1)
First Steamship S.A.	Ahead Capital Ltd.	Investment holding company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship S.A.	Media Assets Global Ltd.	Investment holding company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship S.A.	Nature Sources Ltd.	Investment holding company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship S.A.	Grand Ocean Retail Group Ltd.	Investment holding company	46.83%	46.83%	46.83%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Steamship S.A.	Heritage Riches Ltd.	Investment holding company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Ahead Capital Ltd.	Grand Ocean Retail Group Ltd.	Investment holding company	1.79%	1.79%	1.79%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Mariner Holding Ltd.	First Mariner Capital Ltd.	Investment holding company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Mariner Holding Ltd.	Mariner Far East Ltd.	Investment holding company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
First Mariner Capital Ltd.	Mariner Capital Ltd.	Investment holding company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Mariner Capital Ltd.	Mariner Finance Ltd.	Automobile Finance leasing company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Mariner Finance Ltd.	Shanghai Youxin Car Leasing Ltd.	Automobile Finance leasing company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Mariner Finance Ltd.	Nanjing Youcheng Car Leasing Ltd.	Automobile Finance leasing company	- %	- %	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares, it has completed the deregistration process on June 4, 2024
Mariner Finance Ltd.	Wuhan Youxin Car Leasing Ltd.	Automobile Finance leasing company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Mariner Finance Ltd.	Qingdao Youcheng Car Leasing Ltd.	Automobile Finance leasing company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Mariner Finance Ltd.	Chongqing Youren Car Leasing Ltd.	Automobile Finance leasing company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Mariner Finance Ltd.	Fuzhou Youli Car Leasing Ltd.	Automobile Finance leasing company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares

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Name of investor	Name of Subsidiary	Principal activity	Shareholding			Note
			March 31, 2025	December 31, 2024	March 31, 2024	
Mariner Finance Ltd.	Dongguan Youcheng Car Leasing Ltd.	Automobile Finance leasing company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Mariner Finance Ltd.	Guangzhou Youqiang Car Leasing Ltd.	Automobile Finance leasing company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Mariner Finance Ltd.	Changsha Youli Car Service Ltd.	Automobile Finance leasing company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Mariner Finance Ltd.	Xian Youcheng Car Leasing Ltd.	Automobile Finance leasing company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Mariner Finance Ltd.	Chengdu Youcheng Car Leasing Ltd.	Automobile Finance leasing company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Mariner Finance Ltd.	Lianyungang Youren Car Service Ltd.	Automobile Finance leasing company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Mariner Finance Ltd.	Jinan Youli Car Leasing Ltd.	Automobile Finance leasing company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Mariner Finance Ltd.	Urumqi Taroko Car Rental Co., Ltd.	Automobile Finance leasing company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Grand Ocean Retail Group Ltd.	Grand Citi Ltd.	Investment holding company	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Grand Citi Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	Trading of cosmetics, apparels, shoes, hat, etc.	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Grand Ocean Classic Commercial Group Co., Ltd.	Nanjing Grand Ocean Classic Commercial Ltd.	Trading of cosmetics, apparels, shoes, hat, etc.	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Grand Ocean Classic Commercial Group Co., Ltd.	Fuzhou Grand Ocean Commercial Ltd.	Trading of cosmetics, apparels, shoes, hat, etc.	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Grand Ocean Classic Commercial Group Co., Ltd.	Quanzhou Grand Ocean Commercial Ltd.	Trading of cosmetics, apparels, shoes, hat, etc.	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Grand Ocean Classic Commercial Group Co., Ltd.	Shanghai Jingxuan Business Administration., Ltd. (Note 2)	Management consultancy, e-commerce business, and trading of cosmetics, apparels, shoes, hat etc.	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Grand Ocean Classic Commercial Group Co., Ltd.	Shanghai Grand Ocean Qianshu Commercial Management Co., Ltd.	Management consultancy, e-commerce business, and trading of cosmetics, apparels, shoes, hat etc.	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Quanzhou Grand Ocean Commercial Ltd.	Wuhan Grand Ocean Jingdian Commercial Ltd.	Trading of cosmetics, apparels, shoes, hat, etc.	30.00%	30.00%	30.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Nanjing Grand Ocean Classic Commercial Ltd.	Hefei Grand Ocean Classic Commercial Department Ltd.	Trading of cosmetics, apparels, shoes, hat, etc.	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Fuzhou Grand Ocean Commercial Ltd.	Fuzhou Grand Ocean Classic Commercial Ltd.	Trading of cosmetics, apparels, shoes, hat, etc.	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Fuzhou Grand Ocean Commercial Ltd.	Wuhan Grand Ocean Jingdian Commercial Ltd.	Trading of cosmetics, apparels, shoes, hat, etc.	70.00%	70.00%	70.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares

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Name of investor	Name of Subsidiary	Principal activity	Shareholding			Note
			March 31, 2025	December 31, 2024	March 31, 2024	
Fuzhou Grand Ocean Commercial Ltd.	Fuzhou Jiaruixing Business Administration Ltd. (Note 2)	Management consultancy, e-commerce business, and trading of cosmetics, apparels, shoes, hat etc.	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Wuhan Grand Ocean Jingdian Commercial Ltd.	Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	Trading of cosmetics, apparels, shoes, hat, etc.	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Wuhan Grand Ocean Jingdian Commercial Ltd.	Chongqing Optics Valley Grand Ocean Commercial Development Ltd.	Trading of cosmetics, apparels, shoes, hat, etc.	35.30%	35.30%	35.30%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares. It ceased operation on October 31, 2022, and is still in process for liquidation.
Wuhan Grand Ocean Jingdian Commercial Ltd.	Wuhan Hanyang Grand Ocean Jingdian Commercial Ltd.	Trading of cosmetics, apparels, shoes, hat, etc.	50.00%	50.00%	50.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares. It ceased operation on August 31, 2023, and is still in process for liquidation.
Wuhan Grand Ocean Jingdian Commercial Ltd.	Hengyang Grand Ocean Commercial Development Ltd.	Trading of cosmetics, apparels, shoes, hat, etc.	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Wuhan Grand Ocean Jingdian Commercial Ltd.	Shiyan Ocean Modern Shopping Co., Ltd.	Trading of cosmetics, apparels, shoes, hat, etc.	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares
Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	Chongqing Optics Valley Grand Ocean Commercial Development Ltd.	Trading of cosmetics, apparels, shoes, hat, etc.	64.70%	64.70%	64.70%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares. It ceased operation on October 31, 2022, and is still in process for liquidation.
Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	Wuhan Hanyang Grand Ocean Jingdian Commercial Ltd.	Trading of cosmetics, apparels, shoes, hat, etc.	50.00%	50.00%	50.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares. It ceased operation on August 31, 2023, and is still in process for liquidation.
Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	Yichang Grand Ocean Commercial Ltd.	Trading of cosmetics, apparels, shoes, hat, etc.	100.00%	100.00%	100.00%	A subsidiary in which the Company directly (indirectly) owns more than 50% of the shares

Note 1: The Group approved setting the subsidiaries, Adventage Steamship Co., Ltd. and Mighty Steamship Co., Ltd. in Liberia by the Board of Directors on February 25, 2024. Due to operating demand. The establishment registration process has been completed, but the actual capital contribution has not yet.

Note 2: It's an unimportant subsidiary and its financial statements hadn't been reviewed by independent auditors'

- ii. List of subsidiaries which are not included in the consolidated financial statements:
None.

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(c) Income tax

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

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period by the effective annual tax rate as forecasted by the management. And allocate current income tax expense and deferred income tax expense according to the estimated proportion of current income tax expense and deferred income tax expense for the whole year.

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.

(d) 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, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-time events.

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

In preparing these consolidated financial statements in accordance with the Regulations and IAS 34 "Interim Financial Reporting" as endorsed by the FSC, management is required to make judgments and estimates regarding future events, including climate-related risks and opportunities, which may affect the application of accounting policies and the reported amounts of assets, liabilities, income, and expenses. Actual results may differ from these estimates.

In preparing the consolidated financial report, the significant judgments made by management when adopting the accounting policies of the consolidated company and the main sources of estimation uncertainty are consistent with Note 5 of the consolidated financial statements for the year ended December 31, 2024.

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(6) Explanation of significant accounts

Except the following explanation mentioned below, the explanation of significant accounts described in the consolidated financial statements are the same as those in the consolidated financial statements for the year ended December 31, 2024. For related information, please refer to Note 6 of the consolidated financial statements for the year ended December 31, 2024.

(a) Cash and cash equivalents

	March 31, 2025	December 31, 2024	March 31, 2024
Pretty cash	\$ 27,770	29,596	27,217
Cash in bank	702,272	1,011,681	1,219,144
Time deposits	30,399	82,522	300,822
Cash and cash equivalents in the consolidated statement of cash flows	\$ 760,441	1,123,799	1,547,183

Please refer to Note 6(w) for the sensitivity analysis and interest rate risk.

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

	March 31, 2025	December 31, 2024	March 31, 2024
Mandatorily measured at fair value through profit or loss:			
Non-derivative financial assets - current			
Shares of stock of listed companies	\$ 17,622	16,892	30,328
Open fund	12,177	12,667	12,394
Domestic corporate bonds	97,038	97,038	-
Foreign corporate bonds	15,298	15,083	111,577
Total	\$ 142,135	141,680	154,299
Held-for-trading financial liabilities:			
Non-derivative financial liabilities - non-current			
Beneficial landowners	\$ 31,389	31,389	29,707

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- i. In September 2020, the Group and Honor Construction Co., Ltd. ("Honor Construction"), for a residential buildings construction project at Mingde Section, Tucheng District, entered into an interest purchase agreement, whereby the Group purchased 32% of the beneficial interests of the builder at a total contract price of \$117,000 thousand. Impacted by the progress of both the overall project and the license review, the Group signed the 2nd supplemental agreement with Honor Construction thereafter on August 18, 2023; Honor Construction shall complete project clearance profit distribution (in the amount of 32% of the agreed minimum profit of \$255,337 thousand) by October 31, 2023 and the project profit distribution by December 31, 2023. As of December 31, 2023, the Group has recovered capital invested by in the project it in full, reclassified minimum profit share of \$81,708 thousand as other receivables. The Group received all profit in June, 2024.
- ii. In 2021, the Group and Sanlinger Investment Development Co., Ltd. entered into an interest sale agreement for a land investment project located at Wushigang section, Toucheng township, Yilan County, whereby the Group sold 20% of its beneficial interests in the project and received a price of \$20,400 thousand. Thereafter, Sanlinger Investment Development Co., Ltd. shall bear the costs of land development and holding on a pro rata basis. As of March 31, 2025, December 31, 2024, and March 31, 2024, the Group received the cost of holding and development from the Sanlinger Investment Development Co., Ltd., based on pro rata basis at the amount of \$10,989 thousand, \$10,989 thousand and \$9,307 thousand, respectively.
- iii. Please refer to Note 6(w) for disclosure of credit risk and market risk.
- iv. All of the financial assets mentioned above have not been pledged as collateral.

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(c) Account receivables

	March 31, 2025	December 31, 2024	March 31, 2024
Current			
Accounts receivable	\$ 201,462	217,640	165,323
Less: Loss allowance	(62,422)	(48,757)	(19,686)
	<u>139,040</u>	<u>168,883</u>	<u>145,637</u>
Leases payment receivables (included operating lease)	759,053	794,495	828,291
Less: Unearned financing income	(117,094)	(115,724)	(118,448)
Loss allowance	(608,448)	(600,710)	(555,551)
	<u>33,511</u>	<u>78,061</u>	<u>154,292</u>
Subtotal of current asset	<u>172,551</u>	<u>246,944</u>	<u>299,929</u>
Non-current			
Lease receivables	-	1,121	10,120
Less: Unearned financing income	-	(6)	(859)
Loss allowance	-	(820)	(6,416)
	<u>-</u>	<u>295</u>	<u>2,845</u>
Subtotal of non-current asset	<u>-</u>	<u>295</u>	<u>2,845</u>
Total accounts receivable, net	<u>\$ 172,551</u>	<u>247,239</u>	<u>302,774</u>

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

- (1) Impacted by COVID-19, the Lease Segment's overdue lease receivables from related parties increased its credit risk significantly; therefore, its credit risk has been assessed on an individual basis. The following table presents the loss allowance recognized by the Group after evaluating the value of the collateral:

	March 31, 2025	December 31, 2024	March 31, 2024
Lease receivables	\$ 464,201	503,502	523,395
Less: Loss allowance	(462,129)	(456,774)	(415,107)
	<u>\$ 2,072</u>	<u>46,728</u>	<u>108,288</u>

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The expected credit loss of other leasing account receivable (including operating lease) was determined as follow:

March 31, 2025			
	Gross carrying amount of leases payment receivable	Weighted- average loss rate	Loss allowance provision
Current	\$ 4,919	0.89%	44
1 to 30 days past due	10	10.00%	1
61 to 90 days past due	49	18.37%	9
More than 91 days past due (Note)	172,780	84.65%	146,265
	\$ 177,758		146,319

December 31, 2024			
	Gross carrying amount of leases payment receivable	Weighted- average loss rate	Loss allowance provision
Current	\$ 4,961	0.91%	45
1 to 30 days past due	10	10.00%	1
61 to 90 days past due	48	18.75%	9
More than 91 days past due (Note)	171,365	84.44%	144,701
	\$ 176,384		144,756

March 31, 2024			
	Gross carrying amount of leases payment receivable	Weighted- average loss rate	Loss allowance provision
Current	\$ 6,075	0.92%	56
1 to 30 days past due	10	10.00%	1
61 to 90 days past due	290	18.28%	53
More than 91 days past due (Note)	189,334	77.51%	146,750
	\$ 195,709		146,860

Note: As of March 31, 2025, December 31, 2024, and March 31, 2024, the Group had filed lawsuits for collecting the overdue receivables from leasing business with total amount of \$ 129,142 thousand (RMB 27,918 thousand), \$127,657 thousand (RMB 27,990 thousand), and \$119,398 thousand (RMB 26,481 thousand), respectively. The Group assessed the recoverability of those overdue receivables, and recognized provision for allowance of \$97,678 thousand (RMB 21,116 thousand), \$96,825 thousand (RMB 21,230 thousand), and \$81,367 thousand (RMB 18,046 thousand) less unearned interests and guarantee deposits.

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- (2) The Group's Department Store Segment's major accounts receivable are credit card payments received from banks. The average credit period for was 2 to 3 days, and there is concern about recoverability. The Group applies the simplified approach to provide for its expected credit losses, i.e., the use of lifetime expected loss provision for all receivables. To measure the expected credit losses, accounts receivables have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information.

The loss allowance provisions of other trade receivables were determined as follows:

	March 31, 2025		
	Gross carrying amount of accounts receivable	Weighted- average loss rate	Loss allowance provision
Current	\$ 99,137	0%	-
1 to 90 days past due	20,717	0%	-
91 to 180 days past due	8,143	0%~27%	2,231
181 to 270 days past due	7,824	77%	5,991
271 to 365 days past due	19,613	100%	19,613
More than 365 days past due	34,587	100%	34,587
	\$ 190,021		62,422

	December 31, 2024		
	Gross carrying amount of accounts receivable	Weighted- average loss rate	Loss allowance provision
Current	\$ 136,969	0%	-
1 to 90 days past due	14,915	0%	-
91 to 180 days past due	7,763	0%	36
181 to 270 days past due	19,547	0%~75%	14,672
271 to 365 days past due	9,383	100%	9,383
More than 365 days past due	24,666	100%	24,666
	\$ 213,243		48,757

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	March 31, 2024		
	Gross carrying amount of accounts receivable	Weighted- average loss rate	Loss allowance provision
Current	\$ 98,561	0%	-
1 to 90 days past due	27,533	0%	-
91 to 180 days past due	17,481	0%	-
181 to 270 days past due	6,576	0%~69%	4,516
271 to 365 days past due	1,465	100%	1,465
More than 365 days past due	13,705	100%	13,705
	\$ 165,321		19,686

- (3) The analysis of ECLs on accounts receivables of the Marine Transportation Segment was as follows:

	March 31, 2025		
	Gross carrying amount of accounts receivable	Weighted- average loss rate	Loss allowance provision
Current	\$ 11,441	-	-

	December 31, 2024		
	Gross carrying amount of accounts receivable	Weighted- average loss rate	Loss allowance provision
Current	\$ 2,747	-	-

	March 31, 2024		
	Gross carrying amount of accounts receivable	Weighted- average loss rate	Loss allowance provision
Current	\$ 2	-	-

- ii. The movements in the allowance for accounts receivables were as follows:

	For the three months ended March 31	
	2025	2024
Balance at January 1	\$ 650,287	543,369
Impairment losses recognized	11,147	7,861
Amount written off due to irrecoverability during the year	(125)	(19,365)
Reclassification (Note 9(a))	-	27,815
Foreign exchange gain	9,561	21,973
Balance at March 31	\$ 670,870	581,653

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- iii. A maturity analysis of lease payments of the Rental Segment in Mainland China, which reflects the undiscounted lease payments to be received after the reporting date, is as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Less than one year	\$ 759,053	794,495	828,291
One to two years	-	1,121	10,120
Total investments in lease	759,053	795,616	838,411
Unearned finance income	(117,094)	(115,730)	(119,307)
Present value of lease payments receivable	<u>\$ 641,959</u>	<u>679,886</u>	<u>719,104</u>

- iv. Please refer to Note 6(w) for other credit risk information.

(d) Other receivables

	March 31, 2025	December 31, 2024	March 31, 2024
Other receivables - loans (Note 7)	\$ 16,200	16,200	9,018
Other receivables - investment	282,175	278,210	275,037
Other receivables - lease deposit	65,924	64,998	64,257
Other receivables - beneficial interests in construction project	-	-	81,708
Other receivables - others	92,900	86,768	76,449
Less: Loss allowance	(375,567)	(368,640)	(371,645)
	<u>\$ 81,632</u>	<u>77,536</u>	<u>134,824</u>

- i. The Group's other receivables - others were mainly the advance payments made by the Department Store Segment on behalf of its dealers for promotional activities. As the Group and the dealers have been in a long term business relationship, the Group assessed that there should be no concern over the recoverability of these receivables, taking into consideration historical experience. Therefore, loss allowances for the period were measured based on 12-month ECLs. Please refer to Note 6(w) for other credit risk information.
- ii. Xiangtan Grand Ocean Department Store Co., Ltd. (Xiangtan), one of the Group's subsidiaries, pursuant to a board resolution, would cease operation when its lease contract expired in December 2018, and a guarantee deposit amounting to RMB15,000 thousand for lease of the mall should be refunded. Xiangtan had already returned the property to its owner, Xiangyuan Industrial Development Co., Ltd. (Xiangyuan), but failed to receive the security deposit. In order to receive the

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payment and begin the liquidation process, Xiangtan filed a lawsuit against Xiangyuan. On July 1, 2019, the people's court ordered Xiangyuan to pay the amount of RMB 14,700 thousand to Xiangtan. However, Xiangyuan disagreed with the court's decision. Therefore, the Group filed an appeal on November 13, 2019. However, the 2nd-instance court made the final decision to uphold the 1st-instance ruling on January 16, 2020. Furthermore, Xiangtan filed an appeal with the court to freeze the property of Xiangyuan, which was approved by the court. After a thorough investigation by the court, it was found that Xiangyuan has enough property to pay for the security deposit, and the Group has collected the enforced payment of \$1,952 thousand (RMB448 thousand). The Group considered that the department store industry had been seriously affected by COVID-19 recently and the future development of this region would be highly uncertain. Therefore, the Group has recognized allowances for ECLs on the lease deposits based on the principle of being conservative and stable. As of March 31, 2025, December 31, 2024, and March 31, 2024, loss allowances of \$65,924 thousand (RMB14,252 thousand), \$64,998 thousand (RMB14,252 thousand), and \$64,257 thousand (RMB14,252 thousand) were recognized, respectively.

- iii. In 2012, the Group paid a guarantee deposit of RMB124,000 thousand to Quanzhou Fengsheng Group for the purchase of the commercial real estate of the Fengsheng Junyuan Development Project at Fengze District, Quanzhou. After assessing the investment value of the project, the Board of Directors of the Group resolved during a meeting held in July 2015 to invest in Quanzhou Fenggan Real Estate Development Co., Ltd. (Fengan), and expected to obtain 100% shareholding in the company at a contract price of RMB325,000 thousand. As of December 31, 2015, the Group has paid the amount of RMB200,000 thousand, which was recognized as prepayment for investments. The management of the Group evaluated the uncertainty over the investment and thus terminated the investment. Therefore, the original prepayment for investments of RMB200,000 thousand and other current financial assets of RMB124,000 thousand were reclassified as other receivables on June 30, 2016.

The Group reviewed the nature of other receivables and analyzed the current financial position of the transaction counterparty. In order to secure the aforementioned debt, the Group had acquired equity interests in Fengan to serve as collateral. At the same time, the debtor promised that other investment profits

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thereof should first be used to repay the debt. On December 31, 2016, the Group assessed that the aforementioned claims would not become doubtful debts. As it should took time for the debtor to complete relevant legal procedures for disposal of investments, the Group and the debtor renegotiated the repayment deadlines, which were changed to April 30, 2017, September 30, 2017, and December 31, 2017; the repayment should be 10%, 40%, and 50% of the total amounts, respectively. Upon breach of the agreement, the aforementioned collateral would be transferred to the Group for debt repayment. As of December 31, 2017, the Group had recovered RMB162,000 thousand according to aforesaid agreement. On December 19, 2017, the Board of Directors of the Group resolved to modify the repayment agreement and extended the remaining repayment to June 30, 2018. Due to the delay in disposals of investment, the Fengsheng group still failed to make the repayment by the aforementioned date.

To ensure both the collection schedule of the aforementioned debt claims and the progress of development of Fengan's land, pursuant to a board resolution made on August 12, 2019, the Group entered into a "Debt Confirmation and Repayment Plan Arrangement" with Damahua Investment Co., Ltd. (Damahua), Fengsheng and Fengan, whereby Damahua would grant a loan to Fengan for the development, construction, and sale of real estate on Fengan's land, and the future proceeds from sales would surely be used to settle the aforementioned debt claims. As the development progress of Fengan's property, the collection period would exceed 1 year; therefore, the debt claim was reclassified as other non-current receivable (recognized as other non-current financial assets). The Group assessed that the aforementioned debt should have no impairment concern based on the evaluation report on the collateral.

The Board of Directors resolved to sign the "Agreement for protection and conditional transfer of debt claim" whereby the Group and Damahua were entitled to oversee the development and construction of Fengan's property to ensure that the future sales proceeds would be used to settle the aforementioned debt claims. Damahua agreed that the credit transfer condition would be met under certain circumstances mentioned in transfer agreement (e.g., the construction could not resume as scheduled, judicial sale in a court, or enforced execution). The aforementioned "Agreement for protection and conditional transfer of debt claim"

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stated that the development project of the Fengan property must be resume by June 30, 2020. However, the progress of approval and the commencement of construction were delayed because of the COVID-19 pandemic, hence the Group agreed to extend the commencement date to December 31, 2020.

On December 31, 2020, the aforementioned "Agreement for protection and conditional transfer of debt claim" has been reached, whereby Damahua assumed the debt claim. On February 9, 2021, the Group agreed to modify the original repayment terms and timeline because of the impact of the COVID-19 pandemic and the real estate policy in Quanzhou, both of which were force majeure. The repayment schedule was as follows:

- (1) Damahua agreed to pay RMB30,000 thousand before February 9, 2021.
- (2) Damahua agreed to pay RMB51,000 thousand before December 31, 2021.
- (3) Damahua agreed to pay RMB81,000 thousand before June 30, 2022.
- (4) Under the premise of a written consent of the Group, Damahua was entitled to transfer the title of properties located on Citong road to the Group, as the repayment of debt.

However, due to the force majeure factors of the COVID-19 pandemic, which have seriously affected the society, various industries, as well as the businesses of Damahua, Damahua had to retain part of its working capital. Therefore, Damahua proposed to postpone the payment of the remaining payables the Group until June 30, 2023, for which an agreement was reached in August 2022. The repayment schedule was as follows:

- (1) Damahua agreed to repay RMB16,000 thousand before December 31, 2022.
- (2) Damahua agreed to repay RMB16,000 thousand before March 31, 2023.
- (3) Damahua agreed to repay RMB29,000 thousand before June 30, 2023.
- (4) If Damahua fails to pay all the amounts above before the expiration of the deferred payment period, Damahua shall unconditionally cooperate with the liquidation of Quanzhou Jitong Road Project, and the above-mentioned debt claim should be the senior debt repaid with the proceeds from disposal of the land.

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The Group's original receivables from Damahua were RMB162,000 thousand. As of June 30, 2023, the total of RMB101,000 thousand had been repaid, and the remaining RMB61,000 thousand had not been repaid by Damahua as agreed. The Group considers that the aforementioned claims arise from the undertaking of the Fengan's land parcel. Recently the Quanzhou government has agreed with the development and construction of the Fengan's property to be undertaken in a cooperative way with existing developers, which is implemented by the government of Fengze District, and is coordinating to promote the resumption of the construction of Fengan's property. Considering the circumstance above and that the creditor's rights are generated by undertaking the Fengan's property, the Group plans to negotiate with Damahua on the proceeds from the subsequent development project to repay all claims.

Although the Group assessed that Damahua should be able to repay its debts after distribution of the gains on disposal of Fengan's land, the China's economy has not returned to pre-pandemic level. The Group has recognized expected credit losses on the aforementioned accounts receivable in accordance with a conservative and prudent approach. As of March 31, 2025, December 31, 2024, and March 31, 2024, the outstanding accounts receivable and the corresponding allowance for doubtful accounts amounted to \$282,175 thousand (RMB61,000 thousand), \$278,210 thousand (RMB61,000 thousand), and \$275,037 thousand (RMB61,000 thousand), respectively.

- iv. On June 28, 2023, the Group entered into a share repurchase and urban investment termination agreement with Shanghai Dongfa Dao Catering Management Co., Ltd. regarding Nanjing Dayang Dongfa Dao Catering Co., Ltd. The total share repurchase price was \$30,157 thousand (RMB7,000 thousand), and the share transfer was completed on August 30, 2023. The repurchase price is being collected in installments in accordance with the agreement. As of March 31, 2025, December 31, 2024, and March 31, 2024, the outstanding amounts receivable were \$7,586 thousand (RMB1,640 thousand), \$9,669 thousand (RMB2,120 thousand), and \$16,051 thousand (RMB3,560 thousand), respectively. These amounts are recorded as other receivables and non-current assets—others as follows: \$7,586 thousand (RMB1,640 thousand), \$0, \$8,757 thousand (RMB1,920 thousand), \$912 thousand (RMB200 thousand), and \$8,657 thousand (RMB1,920 thousand), \$7,394 thousand (RMB1,640 thousand), respectively.

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(e) Inventories (Construction Segment)

	March 31, 2025	December 31, 2024	March 31, 2024
Land held for construction site	\$ 232,976	232,976	519,760
Construction in progress	1,221,818	1,219,058	893,125
Buildings and land held for sale	41,931	41,931	41,931
Prepayment for land purchases and development expenses	279,768	279,768	300,274
	<u>\$ 1,776,493</u>	<u>1,773,733</u>	<u>1,755,090</u>

The inventories of the Group had been pledged as collateral for bank borrowings; please refer to Note 8.

(f) Investments accounted for using equity method

The Group's investments accounted for using the equity method at the reporting date were as follows. These financial information are the amounts included in the consolidated financial statements of the Group's:

Investee	March 31, 2025	December 31, 2024	March 31, 2024
Jiawang Assets Development Co., Ltd.	\$ 8,639	8,710	15,019
Da Yu Financial Holdings Ltd.	755,517	738,250	694,812
Sandmartin International Holdings Ltd.	-	-	-
Hainan Sanhe Licheng Business Service Co., Ltd.	-	-	-
Shanghai Zhuke Technology Co., Ltd.	-	-	-
	<u>\$ 764,156</u>	<u>746,960</u>	<u>709,831</u>

i. Aggregation of financial information — individually insignificant associates' equity

The Group's financial information for investments accounted for using the equity method that are individually insignificant were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Carrying amount of individually insignificant associates' equity	<u>\$ 764,156</u>	<u>746,960</u>	<u>709,831</u>

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	For the three months ended March 31	
	2025	2024
Attributable to the Group:		
Net gain from continuing operations	\$ 9,003	7,206
Other comprehensive income (loss)	8,193	19,750
Comprehensive income (loss)	<u>\$ 17,196</u>	<u>26,956</u>

The fair values of the Group's associates that are listed on the TWSE/TPEX are summarized as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Da Yu Financial Holdings Ltd.	\$ 263,288	205,629	271,298
Sandmartin International Holdings Ltd.	180,000	170,962	62,020

- ii. The Group's approved the resolution to participate in the cash capital increase of 331,660 thousand shares in Da Yu Financial Holdings Limited in accordance with the shareholding ratio by the Board of Directors on January 17, 2024. The subscription price is HK\$0.15 per share, with a total amount of \$202,329 thousand. The relevant legal registration procedures have been completed.

- iii. Guarantees

The Group did not provide any investments accounted for using the equity method as collateral for its loans.

- iv. The equity method of investments on uncensored

The share of profits and losses and other comprehensive profits and losses enjoyed by investment and merger companies using the equity method are calculated based on financial reports that have not been reviewed by accountants.

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(g) Material non-controlling interests of subsidiaries

The material non-controlling interests of a subsidiary were as follows:

Name of subsidiary	Main operation/place	Percentage of non-controlling interests		
		March 31, 2025	December 31, 2024	March 31, 2024
Grand Ocean Retail Group Ltd.	China/Cayman Islands	41.38%	41.38%	41.38%

The following information of the aforementioned subsidiary has been prepared in accordance with the IFRSs endorsed by the FSC. Intra group transactions were not eliminated in this information.

Collective financial information of Grand Ocean Retail Group Ltd.:

Investee	March 31, 2025	December 31, 2024	March 31, 2024
Current assets	\$ 1,646,597	1,642,895	1,945,750
Non-current assets	22,061,288	22,572,533	22,550,085
Current liabilities	(6,420,508)	(6,662,622)	(6,128,426)
Non-current liabilities	(12,618,798)	(12,766,499)	(13,232,227)
Net assets	<u>\$ 4,668,579</u>	<u>4,786,307</u>	<u>5,135,182</u>
Non-controlling interests	<u>\$ 1,931,858</u>	<u>1,980,574</u>	<u>2,124,939</u>

	For the three months ended March 31	
	2025	2024
Sales revenue	<u>\$ 796,329</u>	<u>910,982</u>
Net loss	(184,261)	(134,562)
Other comprehensive income (loss)	66,533	196,943
Comprehensive income (loss)	<u>(\$ 117,728)</u>	<u>62,381</u>
Net loss, attributable to non-controlling interests	<u>(\$ 76,247)</u>	<u>(55,681)</u>
Comprehensive income (loss), attributable to non-controlling interests	<u>(\$ 48,716)</u>	<u>25,813</u>
Net cash flows from operating activities	(\$ 112,369)	(62,312)
Net cash flows from investing activities	13,335	(55,396)
Net cash flows from financing activities	(261,082)	(103,246)
Effect of change in exchange rates	3,622	36,616
Decrease in cash and cash equivalents	<u>(\$ 356,494)</u>	<u>(184,338)</u>

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(h) Property, plant and equipment

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

	Land	Buildings	Transportation equipment	Vessels	Office equipment	Leasehold Improvement	Construction in progress	Total
Cost or deemed cost:								
Balance at January 1, 2025	\$ 126,409	4,895,587	35,768	10,911,454	235,970	6,865,132	22,495	23,092,815
Additions	-	-	-	-	401	1,365	1,296	3,062
Reclassifications	-	-	-	-	-	14,365	(14,365)	-
Disposals and obsolescence	-	-	(1,581)	-	(853)	(3,148)	-	(5,582)
Effect of change in exchange rates	-	68,695	467	139,784	3,294	98,158	(62)	310,336
Balance at March 31, 2025	<u>\$ 126,409</u>	<u>4,964,282</u>	<u>34,654</u>	<u>11,051,238</u>	<u>238,812</u>	<u>6,975,872</u>	<u>9,364</u>	<u>23,400,631</u>
Balance at January 1, 2024	\$ 126,409	4,657,868	109,711	10,220,855	215,780	6,443,918	34,892	21,809,433
Additions	-	-	956	-	726	24,426	10,680	36,788
Reclassifications	-	-	-	-	-	2,263	(2,263)	-
Disposals and obsolescence	-	-	(13,442)	-	(693)	-	-	(14,135)
Effect of change in exchange rates	-	182,744	4,141	426,008	8,503	257,431	1,457	880,284
Balance at March 31, 2024	<u>\$ 126,409</u>	<u>4,840,612</u>	<u>101,366</u>	<u>10,646,863</u>	<u>224,316</u>	<u>6,728,038</u>	<u>44,766</u>	<u>22,712,370</u>
Depreciation and impairment loss:								
Balance at January 1, 2025	\$ -	1,607,779	19,423	4,132,446	178,415	4,944,711	2,317	10,885,091
Depreciation this year	-	25,937	1,114	110,712	2,975	76,979	-	217,717
Disposals and obsolescence	-	-	(1,167)	-	(749)	(3,030)	-	(4,946)
Effect of change in exchange rates	-	22,999	276	54,125	2,557	72,431	-	152,388
Balance at March 31, 2025	<u>\$ -</u>	<u>1,656,715</u>	<u>19,646</u>	<u>4,297,283</u>	<u>183,198</u>	<u>5,091,091</u>	<u>2,317</u>	<u>11,250,250</u>
Balance at January 1, 2024	\$ -	1,430,543	59,372	3,456,941	160,810	4,393,579	2,317	9,503,562
Depreciation this year	-	28,163	2,146	105,936	2,956	82,523	-	221,724
Disposals and obsolescence	-	-	(9,407)	-	(626)	-	-	(10,033)
Effect of change in exchange rates	-	56,053	2,231	145,953	6,378	176,721	-	387,336
Balance at March 31, 2024	<u>\$ -</u>	<u>1,514,759</u>	<u>54,342</u>	<u>3,708,830</u>	<u>169,518</u>	<u>4,652,823</u>	<u>2,317</u>	<u>10,102,589</u>
Carrying amounts:								
January 1, 2025	<u>\$ 126,409</u>	<u>3,287,808</u>	<u>16,345</u>	<u>6,779,008</u>	<u>57,555</u>	<u>1,920,421</u>	<u>20,178</u>	<u>12,207,724</u>
March 31, 2025	<u>\$ 126,409</u>	<u>3,307,567</u>	<u>15,008</u>	<u>6,753,955</u>	<u>55,614</u>	<u>1,884,781</u>	<u>7,047</u>	<u>12,150,381</u>
January 1, 2024	<u>\$ 126,409</u>	<u>3,227,325</u>	<u>50,339</u>	<u>6,763,914</u>	<u>54,970</u>	<u>2,050,339</u>	<u>32,575</u>	<u>12,305,871</u>
March 31, 2024	<u>\$ 126,409</u>	<u>3,325,853</u>	<u>47,024</u>	<u>6,938,033</u>	<u>54,798</u>	<u>2,075,215</u>	<u>42,449</u>	<u>12,609,781</u>

- i. The Group's buildings and the material components thereof included main buildings, electrical power equipment, and air-conditioners, all of which are depreciated based on the estimated useful lives of 5 to 50 years, 5 to 20 years, and 5 to 20 years, respectively.

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- ii. The property, plant and equipment of the Group had been pledged as collateral for bank borrowings. Please refer to Note 8 for further details.

(i) Right-of-use assets

The Group leases land, buildings, structures, transportation equipment, and miscellaneous equipment. The movements in related costs, depreciations and impairment losses were as follows

	Land	Buildings	Machine and transportation equipment	Total
Costs of right-of-use assets:				
Balance at January 1, 2025	\$ 3,442,452	13,559,599	80,483	17,082,534
Additions	-	1,408	-	1,408
Derecognition	-	(1,123)	-	(1,123)
Effect of change in exchange rates	49,055	193,214	875	243,144
Balance at March 31, 2025	<u>\$ 3,491,507</u>	<u>13,753,098</u>	<u>81,358</u>	<u>17,325,963</u>
Balance at January 1, 2024	\$ 3,272,698	12,136,586	77,456	15,486,740
Effect of change in exchange rates	130,496	483,954	2,327	616,777
Balance at March 31, 2024	<u>\$ 3,403,194</u>	<u>12,620,540</u>	<u>79,783</u>	<u>16,103,517</u>
Accumulated depreciation:				
Balance at January 1, 2025	\$ 724,858	4,553,875	52,280	5,331,013
Depreciation this period	23,499	240,299	2,572	266,370
Derecognition	-	(1,123)	-	(1,123)
Effect of change in exchange rates	10,958	71,290	679	82,927
Balance at March 31, 2025	<u>\$ 759,315</u>	<u>4,864,341</u>	<u>55,531</u>	<u>5,679,187</u>
Balance at January 1, 2024	\$ 598,651	3,347,341	38,908	3,984,900
Depreciation this period	24,539	251,377	4,589	280,505
Effect of change in exchange rates	24,330	138,191	1,466	163,987
Balance at March 31, 2024	<u>\$ 647,520</u>	<u>3,736,909</u>	<u>44,963</u>	<u>4,429,392</u>
Carrying amounts:				
January 1, 2025	<u>\$ 2,717,594</u>	<u>9,005,724</u>	<u>28,203</u>	<u>11,751,521</u>
March 31, 2025	<u>\$ 2,732,192</u>	<u>8,888,757</u>	<u>25,827</u>	<u>11,646,776</u>
January 1, 2024	<u>\$ 2,674,047</u>	<u>8,789,245</u>	<u>38,548</u>	<u>11,501,840</u>
March 31, 2024	<u>\$ 2,755,674</u>	<u>8,883,631</u>	<u>34,820</u>	<u>11,674,125</u>

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FIRST STEAMSHIP COMPANY LTD. AND SUBSIDIARIES**Notes to the Consolidated Financial Statements**

(j) Intangible assets

The costs, amortization, and impairment loss of intangible assets were as follows:

	Goodwill	Trademark	License plate	Other	Total
Cost:					
Balance at January 1, 2025	\$ 1,524,652	459,518	81,507	47,187	2,112,864
Separately acquired	-	-	-	86	86
Disposal and derecognition	-	-	(12,234)	-	(12,234)
Effect of change in exchange rates	21,726	5,887	834	676	29,123
Balance at March 31, 2025	\$ 1,546,378	465,405	70,107	47,949	2,129,839
Balance at January 1, 2024	\$ 1,449,468	430,434	101,428	44,402	2,025,732
Separately acquired	-	-	-	90	90
Disposal and derecognition	-	-	(7,074)	-	(7,074)
Effect of change in exchange rates	57,797	17,941	3,912	1,772	81,422
Balance at March 31, 2024	\$ 1,507,265	448,375	98,266	46,264	2,100,170
Accumulated amortization and impairment loss:					
Balance at January 1, 2025	\$ -	322,328	5,341	32,541	360,210
Amortization	-	-	-	868	868
Effect of change in exchange rates	-	4,130	76	487	4,693
Balance at March 31, 2025	\$ -	326,458	5,417	33,896	365,771
Balance at January 1, 2024	\$ -	301,928	5,078	27,608	334,614
Amortization	-	-	-	864	864
Effect of change in exchange rates	-	12,584	203	1,117	13,904
Balance at March 31, 2024	\$ -	314,512	5,281	29,589	349,382
Carrying amounts:					
January 1, 2025	\$ 1,524,652	137,190	76,166	14,646	1,752,654
March 31, 2025	\$ 1,546,378	138,947	64,690	14,053	1,764,068
January 1, 2024	\$ 1,449,468	128,506	96,350	16,794	1,691,118
March 31, 2024	\$ 1,507,265	133,863	92,985	16,675	1,750,788

i. Impairment testing

The Group's assessment of the recoverable amount of department store retail and license plates cash-generating unit and the key assumptions used have not changed the consolidated financial statements for the year ended December 31, 2024. Please refer to Note 6(j) of the consolidated financial statements for the year ended December 31, 2024.

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FIRST STEAMSHIP COMPANY LTD. AND SUBSIDIARIES**Notes to the Consolidated Financial Statements**

(k) Other financial assets — current and non-current

	March 31, 2025	December 31, 2024	March 31, 2024
Other financial assets — current			
Lease deposits	\$ 296	291	315
Restricted deposits	611,440	635,149	472,559
Debt claims — vehicle purchases	37,006	36,487	36,070
Prepaid deposit for extended portion of lease	-	-	67,632
Other	2,446	2,207	3,484
Less: Loss allowance	(37,006)	(36,487)	(36,070)
	<u>\$ 614,182</u>	<u>637,647</u>	<u>543,990</u>
Other financial assets — non-current			
Lease deposits	\$ 204,770	201,894	199,589
Prepaid deposit for cooperation agreements	7,273	7,315	7,656
Restricted deposits	209,454	205,003	548,718
Litigation security (Note 9(b))	82,268	81,227	79,257
Prepaid deposit for extended portion of lease	69,387	68,412	-
Other	14,424	14,278	14,163
	<u>\$ 587,576</u>	<u>578,129</u>	<u>849,383</u>

- i. The lease deposit is mainly for lease of malls; the deposit for expansion of leased area was paid by a subsidiary, Yichang Grand Ocean Commerce Ltd., to expand the leased area. The deposit will be used to offset the rentals after the contract is signed.
- ii. In November 2020, the Group acquired the right to purchase the 765 Zotye vehicles of Shanghai Zhuke Technology Co., Ltd. (hereinafter referred to as "Shanghai Zhuke") at the price of RMB8,000 thousand. Thereafter, Shanghai Zhuke would unconditionally transfer the vehicles to the Group after 3 years. However, Zotye International Automobile Trading Co., Ltd. entered into bankruptcy and was liquidated in December 2020, which prompted Shanghai Zhuke to make a proposal for disposal of vehicles in advance. On August 19, 2021, the Group approved the proposal and reached a supplemental agreement with Shanghai Zhuke, which agreed to pay the amount at a fair value of RMB11,000 thousand upon expiry of the period in use (March 2023). Since the credit risk of Shanghai Zhuke has increased significantly, the Group evaluates its credit risk on a case-by-case basis and has fully provided for the allowance for losses in 2022. As of March 31, 2025, the aforementioned receivables have not been recovered.
- iii. For further credit risk information, please refers to Note 6(w).

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Notes to the Consolidated Financial Statements

(l) Short-term borrowings

	March 31, 2025	December 31, 2024	March 31, 2024
Unsecured bank loans	\$ 410,000	410,000	1,263,344
Secured bank loans	3,231,481	3,272,065	2,580,810
	\$ 3,641,481	3,682,065	3,844,154
Unused credit lines	\$ 1,029,949	1,087,668	1,525,370
Range of interest rates	2.31%~6.2%	2.31%~6.30%	2.18%~7.81%

For the collateral of borrowings, please refer to Note 8.

(m) Long-term borrowings

The list, terms and conditions of long-term borrowings of the Group were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Unsecured bank loans	\$ 296,294	199,994	587,079
Secured bank loans	3,580,174	3,720,644	4,169,778
Secured note	248,910	249,720	249,912
Other secured loans	1,918	1,855	2,958
Less: Current portion	(2,621,940)	(2,776,284)	(1,176,811)
Total	\$ 1,505,356	1,395,929	3,832,916
Unused credit lines	\$ 466,025	645,888	377,545
Range of interest rates	1.77%~15.6%	1.58%~15.60%	1.58%~15.60%

i. For the collateral of borrowings, please refer to Note 8.

ii. Significant loan contract agreement

The Group signed a syndicated loan agreement with 6 banks (including Chang Hwa Commercial Bank, Ltd.). and obtained a credit line of \$2,000,000 thousand. According to the agreement, the Group should maintain the following financial ratios and regulations, and the semi-annual inspection started from the second quarter of 2021:

- (1) Current ratio [current assets/(current liabilities - current portion of the long term borrowings current lease liabilities)]: should not be lower than 80%;
- (2) Debt ratio [(total liabilities - lease liabilities) / total equity]: should not exceed 150%;
- (3) Interest coverage multiple [(profit before tax + interest expense + depreciation + amortization) / interest expense]: should be maintained at 3 or above;
- (4) Net tangible assets [(total equity - intangible assets)]: should be maintained at NT\$9 billion or above.

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iii. Breach of a loan contract

The financial ratio of the Group as of December 31, 2023, was in breach of the above-mentioned financial ratio limit. In addition to the additional 0.05% interest rate as agreed in the contract, the Group should immediately propose specific improvement measures to the management bank. If the Group completed improvement before the next examination date of the financial ratio, it shall not be deemed to be in breach of the terms of this commitment clause.

The Group communicated with the credit banks to reduce or waive the financial ratios for the period under review and issued a statement to the syndicate of joint credit banks on April 19, 2024, explaining the reasons why the financial ratios did not meet the contractual requirements under the loan agreement and proposing measures to improve the financial issues.

On June 30, 2024, the Group was still in violation of the aforementioned financial ratios. The Group reclassified the remaining loan amount as long-term borrowings with a maturity of one year or less, and obtained a waiver from the syndicate of banks on October 18, 2024, to review the financial ratios.

As of December 31, 2024, the Group were still in breach of the agreed financial ratios. On April 15, 2025, the Group issued a statement to the syndicated lending banks explaining the reasons for the financial ratio shortfall and, in accordance with the credit agreement, applied for a waiver of the current financial ratio covenant. The Group are awaiting the banks' response.

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FIRST STEAMSHIP COMPANY LTD. AND SUBSIDIARIES**Notes to the Consolidated Financial Statements**

(n) Accounts payable and other payables

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Accounts payable</u>			
Payments for goods purchased for direct sales	\$ 59,740	53,475	72,897
Payments for goods purchased for concessionaire sales	798,525	928,894	858,032
Other	85,710	87,077	81,218
Total	\$ 943,975	1,069,446	1,012,147
<u>Other payables</u>			
Wages and salaries payable	\$ 118,761	170,409	120,690
Construction contract prices payable	82,132	90,828	91,586
Compensation payable for store shutdown or matters	865	852	16,744
Litigation damages payable	75,910	233,651	440,368
Tax fee	29,600	41,303	36,283
Vessel repair at docks	91	-	-
Collect car sales on behalf of related party	10,369	56,621	31,459
Other	439,708	416,663	418,489
Total	\$ 757,436	1,010,327	1,155,619

(o) Lease liabilities

The lease liabilities of the Group were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Current	\$ 915,077	827,918	920,990
Non-current	9,762,250	9,873,207	9,615,670
	\$ 10,677,327	10,701,125	10,536,660

For the maturity analysis, please refer to Note 6(w).

The amounts recognized in profit or loss as follows:

	For the three months ended March 31	
	2025	2024
Interest expense of lease liabilities	\$ 110,067	117,805
Expenses relating to short-term leases	\$ 237	291
Expenses relating to leases of low-value, (excluding short-term leases of low-value assets)	\$ 125	115

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

	For the three months ended March 31	
	2025	2024
Total cash outflow for leases	\$ 283,377	257,802

i. Real estate leases

The Group leases land use rights, buildings and structures as office premises, staff dormitories and department stores for business. The lease terms of office premises, staff dormitories and department stores are usually 3 to 5 years, 1 to 3 years, and 10 to 20 years, respectively. Some leases include an option to extend the lease period at the end of the lease term.

Some leases provide for additional rent payments that are based on changes in local price indices, or sales that the Group makes at the leased store in the period.

ii. Other lease

The Group leases transportation and machinery equipment, with lease terms of 5 to 10 years. In some cases, the Group has options to purchase the assets at the end of the contract term.

The Group also leases part of the office and machinery equipment with contract terms of one years. These leases are short term. The Group has elected not to recognize right of use assets and lease liabilities for these leases.

(p) Operating lease

i. Leases as lessor

The Group leases its bulk carriers and transportation equipment and these contracts was classified as operating leases, because it has not substantially transferred all of the risks and rewards affiliated to the ownership of the assets. Please refer to Note 6(h) property, plant, and equipment for more information. For the Group's finance leases for car rental business, please refer to Note 6(c).

The maturity analysis of the lease payments is reported, showing the total amount of undiscounted lease payments to be received after the reporting date, was as follows:

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FIRST STEAMSHIP COMPANY LTD. AND SUBSIDIARIES**Notes to the Consolidated Financial Statements**

(1) Bulk carriers

	March 31, 2025	December 31, 2024	March 31, 2024
Less than one year	\$ 1,042,561	911,021	1,295,907
One to two years	-	10,572	447,535
Total undiscounted lease payments	\$ 1,042,561	921,593	1,743,442

(2) Leasing of Transportation equipment

	March 31, 2025	December 31, 2024	March 31, 2024
Less than one year	\$ 5,509	7,373	11,432
One to two years	2,665	2,928	3,670
Two to three years	1,639	1,738	1,295
Three to four years	744	1,046	762
Total undiscounted lease payments	\$ 10,557	13,085	17,159

The repair and maintenance expenses incurred by bulk carrier equipment for the three months ended March 31, 2025 and 2024 are as follows:

	For the three months ended March 31	
	2025	2024
Operating costs	\$ 20,138	16,177

(q) Income tax

i. The components of income tax were as follows:

	For the three months ended March 31	
	2025	2024
Current tax expense		
Current period	\$ 16,597	26,317
Deferred tax expense		
Origination and reversal of temporary differences	(5,856)	(5,141)
	\$ 10,741	21,176

ii. Deferred tax assets and liabilities

(1) Recognized deferred tax assets and liabilities

Changes in the amount of deferred tax assets and liabilities were as follows:

Deferred tax assets:

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FIRST STEAMSHIP COMPANY LTD. AND SUBSIDIARIES

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	Loss deduction	Leases expenses and others	Total
Balance at January 1, 2025	\$ 48,941	2,798,131	2,847,072
(Debit) Credit Income Statement	-	54,521	54,521)
Effect of change in exchange rates	422	38,415	38,837
Balance at March 31, 2025	\$ 49,363	2,782,025	2,831,388
Balance at January 1, 2024	\$ 72,967	2,709,462	2,782,429
(Debit) Credit Income Statement	4,966	53,537	58,503)
Effect of change in exchange rates	2,047	107,035	109,082
Balance at March 31, 2024	\$ 70,048	2,762,960	2,833,008
Deferred tax liabilities:			
	Estimated share of subsidiaries' earnings	Leases expenses	Total
Balance at January 1, 2025	\$ 26,373	2,254,981	2,281,354
(Debit) Credit Income Statement	-	60,377	60,377)
Effect of change in exchange rates	224	30,519	30,743
Balance at March 31, 2025	\$ 26,597	2,225,123	2,251,720
Balance at January 1, 2024	\$ 25,266	2,202,109	2,227,375
(Debit) Credit Income Statement	-	63,644	63,644)
Effect of change in exchange rates	683	86,615	87,298
Balance at March 31, 2024	\$ 25,949	2,225,080	2,251,029

iii. Examination and Approval

- (1) The Company's tax returns for the years up to 2022 were examined and approved by the tax authorities.
- (2) The tax returns the domestic subsidiaries for the years up to 2023 have been examined and approved by the tax authorities.
- (3) For the years up to 2023, tax returns of subsidiaries in China have been examined and approved by the local tax authority.

(r) Capital and other equity

Except as otherwise noted below, there were no material changes in capital and other equity of the Group for the three months ended March 31, 2025 and 2024. For related information, please refer to Note 6(r) of the consolidated financial statements for the year ended December 31, 2024.

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i. Capital surplus

The components of the capital surplus were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
Issuing stock premium	\$ 352,570	352,570	352,570
Stock option from convertible corporate bonds	-	-	851,231
Forfeited share options	-	-	13,838
Treasury share transactions	-	-	21,476
Difference arising from subsidiary's share price and its carrying value	480,480	480,480	617,046
Changes in ownership interest in subsidiaries	-	-	72,728
Donation from shareholders	3,332	3,332	3,332
	<u>\$ 836,382</u>	<u>836,382</u>	<u>1,932,221</u>

The Company was pursuant to the resolutions reached in shareholder meetings held on June 18, 2024 for making up losses from capital reserves of \$1,095,839 thousand.

ii. Retained earnings

The Company's article of incorporation stipulates that Company's profit after tax for the period, if any, should first be used to offset accumulated losses, after which 10% should be appropriated as legal reserve, unless the amount of legal reserve has reached that of Company's paid-in capital. In addition, special reserve shall be appropriated or reversed according to related laws and regulations. The remaining portion, together with any unappropriated retained earnings at the beginning of the period, shall be distributed according to the Board's proposal and submitted to a shareholders' meeting for approval.

The dividend policy of the Company shall take into account the actual operating conditions of the current year, future investment development, funding needs, financial structure, and take into account the interests of shareholders. Distributable surplus may be distributed in the form of shares or cash, unless it is reserved at the discretion. However, cash dividends shall not be less than 10% of the total dividends. If the cash dividends to be distributed per share are less than \$0.5, they shouldn't be distributed unless otherwise resolved by the shareholders' meeting.

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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.

The Company was pursuant to the resolutions reached in shareholder meetings held on June 18, 2024 for making up losses from legal reserves of \$8,289 thousand.

(2) Special reserve

The Company elected to apply the exemption under IFRS 1 "First-time Adoption of International Financial Reporting Standards" upon initial adoption of IFRS. Accumulated translation adjustments recognized in shareholders' equity increased retained earnings, except that the retained earnings arising from first-time adoption of IFRS endorsed by the FSC on the transition date experienced net decrease; the Company was not required to appropriate the same amount of special reserve according to the regulations stipulated by the FSC.

As stipulated by the FSC, a portion of earnings shall be allocated as special reserve during earnings distribution. If the Company has already reclassified a portion of earnings as special reserve as mentioned in the preceding subparagraph, the Company shall make supplemental allocation of special reserve, in the amount of the difference between the amount it has already allocated and the amount of the current period total net reduction of other shareholders' equity from undistributed current period and prior period earnings, including the after tax net profit for the period, plus items other than after tax net profit for the period. (When the Company distributed its 2021 earnings in 2020, a portion of its current period profits and undistributed prior period earnings shall be reclassified as special reserve. When the Company distributed its 2022 earnings in 2021, the after tax net profit for the period, plus items other than the after tax net profit for the period, shall be included in the amount of undistributed current period and prior period earnings for appropriation as special reserve.) A portion of undistributed prior period

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earnings shall be reclassified as special reserve (and shall not qualify for earnings distribution) to account for cumulative changes to net reduction in other shareholders' equity for prior periods. Amounts of subsequent reversals pertaining to the net reduction in other shareholders' equity shall qualify for additional distributions. Amounts of subsequent reversals pertaining to the net reduction in other shareholders' equity shall qualify for additional distributions.

The Company was pursuant to the resolutions reached in shareholder meetings held on June 18, 2024 for making up losses from special reserves of \$303,885 thousand.

(3) Earnings distribution

The Company's Board of Directors proposed on March 28, 2025, and the shareholders' meeting approved on June 18, 2024, the resolution not to distribute dividends for 2024 and 2023, respectively.

iii. Treasury stock

The movement in treasury shares of subsidiaries was as follows:

	(In thousands of shares)	
	For the three months ended March 31	
	2025	2024
Outstanding as of March 31 (equivalent to the outstanding as of January 1)	\$ 3,663	7,709

The Group's employees were entitled to exercise treasury share options through advances on salaries. As of March 31, 2025, December 31, 2024, and March 31, 2024, the advances amounted to \$131,157 thousand, \$129,316 thousand, and \$127,819 thousand, respectively (reported as other current assets). Considering the changes in the economic environment and the impact of the COVID-19 pandemic, a resolution adopted was decided at the Board of Directors held on November 13, 2024 and August 30, 2022, to defer the repayments of prepaid payroll to 2028 and 2025.

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FIRST STEAMSHIP COMPANY LTD. AND SUBSIDIARIES**Notes to the Consolidated Financial Statements**

iv. Other equity interests (after tax)

	Exchange differences on translation of foreign financial statements	Non- controlling interest	Total
Balance at January 1, 2025	\$ 224,418	2,080,798	2,305,216
Net loss of non-controlling interests	-	(81,509)	(81,509)
Share of exchange differences on equity accounted associates	8,193	-	8,193
Exchange differences on translation of foreign financial statements	119,363	27,531	146,894
Balance at March 31, 2025	<u>\$ 351,974</u>	<u>2,026,820</u>	<u>2,378,794</u>
Balance at January 1, 2024	(\$ 354,024)	2,216,527	1,862,503
Net loss of non-controlling interests	-	(60,789)	(60,789)
Share of exchange differences on equity accounted associates	19,750	-	19,750
Exchange differences on translation of foreign financial statements	365,200	81,494	446,694
Balance at March 31, 2024	<u>\$ 30,926</u>	<u>2,237,232</u>	<u>2,268,158</u>

(s) Losses per share

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

	For the three months ended March 31	
	2025	2024
Basic losses per share		
Net loss attributable to ordinary shareholders of the Company	(\$ 130,284)	(57,378)
Weighted average number of ordinary shares	824,776	834,776
Basic losses per share (dollars)	<u>(\$ 0.16)</u>	<u>(0.07)</u>

For the three months ended March 31, 2025 and 2024, due to net losses before income tax, diluted losses per share was not disclosed because there was no dilutive effect of potential ordinary shares from employee compensation.

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(t) Revenue from contracts with customers

i. Disaggregation of revenue

For the three months ended March 31, 2025						
	Marine Transportation Segment	Investing Segment	Department Store Segment	Rental Segment	Construction Segment	Total
Primary geographical markets:						
Taiwan	\$ -	1,757	-	-	-	1,757
China	-	-	796,329	3,293	-	799,622
Other	357,763	-	-	-	-	357,763
	\$ 357,763	1,757	796,329	3,293	-	1,159,142
Major products/services lines:						
Commissions revenue (department store revenue-joint sales)	\$ -	-	226,140	-	-	226,140
Sales of merchandise (department store-direct sales)	-	-	139,743	-	-	139,743
Lease revenue (Note)	-	1,757	245,857	2,994	-	250,608
Marine transportation revenue (Note)	357,763	-	-	-	-	357,763
Financial lease interest income (Note)	-	-	-	299	-	299
Service revenue and others	-	-	184,589	-	-	184,589
	\$ 357,763	1,757	796,329	3,293	-	1,159,142
For the three months ended March 31, 2024						
	Marine Transportation Segment	Investing Segment	Department Store Segment	Rental Segment	Construction Segment	Total
Primary geographical markets:						
Taiwan	\$ -	1,738	-	-	-	1,738
China	-	-	910,982	7,275	-	918,257
Other	373,342	-	-	-	-	373,342
	\$ 373,342	1,738	910,982	7,275	-	1,293,337
Major products/services lines:						
Commissions revenue (department store revenue-joint sales)	\$ -	-	269,225	-	-	269,225
Sales of merchandise (department store-direct sales)	-	-	167,398	-	-	167,398
Lease revenue (Note)	-	1,738	273,806	5,406	-	280,950
Marine transportation revenue (Note)	373,342	-	-	-	-	373,342
Financial lease interest income (Note)	-	-	-	93	-	93
Service revenue and others	-	-	200,553	1,776	-	202,329
	\$ 373,342	1,738	910,982	7,275	-	1,293,337

Note: The Group applied IFRS 16 to revenues from marine transportation, rental, and interest on finance leases.

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(u) Employee compensation and directors' remuneration

In accordance with the Articles of Incorporation, the Company should contribute no less than 1% of the profit as employee remuneration and no more than 3% as director remuneration when there is profit for the year. However, if the Company has accumulated deficits, the profit should be reserved to offset the deficit. Employee compensation could be distributed by cash or shares. The recipients of shares and cash may include the employees of the Company's affiliated companies under certain conditions approved by the Board of Directors. Directors' remuneration should only be distributed in the form of cash.

For the three months ended March 31, 2025 and 2024, the Company reported a net loss before income tax, therefore, the Company is not required to estimate employees' bonuses and directors' remuneration, and the related information is available on the Market Observation Post System website.

(v) Non-operating income and expenses

i. Interest income

The details of interest income were as follows:

	For the three months ended March 31	
	2025	2024
Cash in bank	\$ 7,114	12,127
Loans interest income	240	259
Open fund	252	241
Interest income from corporate bonds	270	1,406
Dividend of special stock	-	1,846
Other	71	71
	\$ 7,947	15,950

ii. Other income

The details of other income were as follows:

	For the three months ended March 31	
	2025	2024
Dividend income	\$ 142	-
Subsidy income	74	388
	\$ 216	388

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iii. Other gains and losses

The details of other gains and losses were as follows:

	For the three months ended March 31	
	2025	2024
Loss from disposal of property, plant and equipment (\$	198)	(115)
Loss from disposal of intangible assets (16)	(757)
Foreign exchange gains (losses) (3,871)	2,544
Valuation gains on financial assets/liabilities at FVTPL	78	11,307
Revenue reclassified from overdue payments	5,473	6,172
Miscellaneous revenue (including credit card transaction fees, etc.)	875	6,474
	\$ 2,341	25,625

iv. Finance costs

The details of finance costs were as follows:

	For the three months ended March 31	
	2025	2024
Interest expense on bank loans \$	79,115	108,993
Interest on lease liabilities	110,067	117,805
Other financial expense	4,367	3,696
	\$ 193,549	230,494

Additionally, the Group recognized interest expenses related to the Rental Segment under operating costs amounting to \$431 thousand and \$3,128 thousand for the three months ended March 31, 2025 and 2024, respectively.

(w) Financial instruments

Except for the contention mentioned below, there was no significant change in the fair value of the Group's financial instruments and degree of exposure to credit risk, liquidity risk and market risk arising from financial instruments. For the related information, please refer to Note 6(w) of the consolidated financial statements for the year ended December 31, 2024.

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i. Credit risk

(1) Credit risk exposure

As of March 31, 2025, December 31, 2024, and March 31, 2024, the Group's exposure to the maximum credit risk were from providing financial guarantees or failing to execute obligations by counterparty. The maximum credit risk exposure was as follows:

- The carrying amount of financial assets recognized in the balance sheet

The changes in recognized financial guarantee liabilities related to the above financial guarantees for the three months ended March 31, 2025 and 2024 are as follows:

	For the three months ended March 31	
	2025	2024
Balance at January 1	\$ -	31,982
Reversal of impairment losses recognized	-	(4,830)
Reclassification (Note 9(a))	-	(27,815)
Effect of change in exchange rates	-	663
Balance at March 31 (recognized as other current liabilities)	\$ -	-

(2) Receivables of credit risk

For credit risk exposure of rentals receivable and accounts receivable, please refer to Note 6(c). Other financial assets at amortized cost included other receivables, other financial assets, investments in preferred shares; please refer to Notes 6(d), (k), 7 and 13 for details.

For the period, the loss allowances for the above-mentioned financial assets were measured based on the amounts of 12-months ECLs or lifetime ECL measurement.

The movement in the allowance for impairment for other receivables and other financial assets for the three months ended March 31, 2025 and 2024 were as follows:

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	For the three months ended March 31	
	2025	2024
Balance at January 1	\$ 405,127	397,951
Impairment losses recognized (reversal gain)	1,653 (5,926)
Effect of change in exchange rates	5,793	15,690
Balance at March 31	<u>\$ 412,573</u>	<u>407,715</u>

ii. Liquidity risk

The following table shows the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements.

	Carrying amount	Contractual cash flows	Within 1 year	1 to 5 years	Over 5 years
March 31, 2025					
Non-derivative financial liabilities					
Non-interest bearing liabilities	\$ 2,285,146	2,285,146	1,702,620	-	582,526
Floating rate instrument	5,118,847	5,540,729	3,455,289	1,490,618	594,822
Fixed rate instruments	2,749,842	2,811,335	2,810,366	969	-
Lease liabilities	10,677,327	13,755,519	1,356,705	5,359,529	7,039,285
	<u>\$ 20,831,162</u>	<u>24,392,729</u>	<u>9,324,980</u>	<u>6,851,116</u>	<u>8,216,633</u>
December 31, 2024					
Non-derivative financial liabilities					
Non-interest bearing liabilities	\$ 2,671,893	2,671,893	2,080,981	137	590,775
Floating rate instrument	5,162,667	5,613,689	3,612,755	1,360,579	640,355
Fixed rate instruments	2,791,451	2,886,312	2,885,116	1,196	-
Lease liabilities	10,701,125	13,847,408	1,269,855	5,349,907	7,227,646
	<u>\$ 21,327,136</u>	<u>25,019,302</u>	<u>9,848,707</u>	<u>6,711,819</u>	<u>8,458,776</u>
March 31, 2024					
Non-derivative financial liabilities					
Non-interest bearing liabilities	\$ 2,762,174	2,762,173	2,169,071	135	592,967
Floating rate instrument	6,592,193	7,317,013	3,426,200	3,164,117	726,696
Fixed rate instruments	2,261,688	2,346,932	1,862,334	484,598	-
Lease liabilities	10,536,660	13,973,512	1,375,203	4,683,655	7,914,654
	<u>\$ 22,152,715</u>	<u>26,399,630</u>	<u>8,832,808</u>	<u>8,332,505</u>	<u>9,234,317</u>

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

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iii. Market risk

(1) Currency risk

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

	March 31, 2025			December 31, 2024			March 31, 2024			
	Currency	Exchange rate	NTD	Currency	Exchange rate	NTD	Currency	Exchange rate	NTD	
<u>Financial assets</u>										
<u>Monetary items</u>										
USD:NTD	\$	246	33.205	8,168	234	32.785	7,672	844	31.99	27,000
HKD:NTD		9	4.2680	38	10	4.2220	42	85	4.0900	348
HKD:USD		182	0.1285	777	997	0.1288	4,210	1,259	0.1278	5,149
NTD:USD		757	0.0301	757	1,082	0.0305	1,082	1,556	0.0313	1,556
<u>Financial liabilities</u>										
<u>Monetary items</u>										
USD:CNY		500	7.1782	16.602	650	7.1884	21.310	1,100	7.0950	35.189

(2) Sensitivity analysis

The Group's exposure to currency risk arises from exchange gains and losses on cash and cash equivalents, financial assets and liabilities at FVOCI, loans, and other payables that are denominated in foreign currencies. As of March 31, 2025 and 2024, if the NT\$ or RMB were to appreciate or depreciate by 1% against the US\$, EUR, HK\$, AU\$, and RMB, with all other factors held constant, the net loss before tax for the three months ended March 31, 2025 and 2024 would increase or decrease by \$69 thousand and \$11 thousand, respectively.

Since the Group has many kinds of functional currencies, the information on foreign exchange loss on monetary items was disclosed by aggregate amount. For the three months ended March 31, 2025 and 2024, foreign exchange (losses) gains (including realized and unrealized) amounted to \$(3,871) thousand and \$2,544 thousand, respectively.

(3) Interest rate risk

The details of the Group's exposure to interest rate of financial assets and liabilities please refer to the note on liquidity risk management.

The following sensitivity analysis is based on the exposure to the interest rate risk of derivative and non-derivative financial instruments at the reporting date. Regarding of liabilities with floating interest rates, the analysis is based

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on the assumption that the amount of liabilities outstanding at the reporting date was outstanding throughout the year. The rate of change is expressed as the interest rate increases or decreases by 0.5% when reporting to management internally, which also represents the Group management's assessment of the reasonably possible interest rate change.

If the interest rate had increased or decreased by 0.5%, the Group's profit before tax would have decreased or increased by \$4,495 thousand and \$5,440 thousand, which is mainly due to the Group's borrowings at variable rates and demand deposits for the three months ended March 31, 2025, and 2024, respectively, given that all other variable factors remaining constant.

(4) Other market price risk

If the equity price changes, the impact of equity price change to other comprehensive income will be as follows, assuming the analysis is based on the same basis for both years and assuming that all other variables considered in the analysis remain the same:

Prices of securities at the reporting date	For the three months ended March 31			
	2025		2024	
	Other comprehensive income (loss) (before tax)	Net income or loss before tax	Other comprehensive income (loss) (before tax)	Net income or loss before tax
Increase 5%	\$ -	881	-	1,516
Decrease 5%	\$ -	(881)	-	(1,516)

iv. Fair value of financial instruments

(1) Fair value hierarchy

For financial instruments not measured at fair value and with carrying amounts reasonably close to the fair values, as well as lease liabilities, disclosure of fair value information is not required. The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows:

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		March 31, 2025			
		Fair value			
	Carrying amount	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss					
Non-derivative financial assets mandatorily measured at fair value through profit or loss	\$ 45,097	29,799	15,298	-	45,097
Domestic corporate bonds	97,038	-	-	97,038	97,038
Financial liabilities at fair value through profit or loss					
Non-derivative financial liabilities	\$ 31,389	-	-	31,389	31,389
		December 31, 2024			
		Fair value			
	Carrying amount	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss					
Non-derivative financial assets mandatorily measured at fair value through profit or loss	\$ 44,642	29,559	15,083	-	44,642
Domestic corporate bonds	97,038	-	-	97,038	97,038
Financial liabilities at fair value through profit or loss					
Non-derivative financial liabilities	\$ 31,389	-	-	31,389	31,389
		March 31, 2024			
		Fair value			
	Carrying amount	Level 1	Level 2	Level 3	Total
Financial assets at fair value through profit or loss					
Non-derivative financial assets mandatorily measured at fair value through profit or loss	\$ 154,299	42,722	111,577	-	154,299
Financial liabilities at fair value through profit or loss					
Non-derivative financial liabilities	\$ 29,707	-	-	29,707	29,707

(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 measured at amortized cost and financial liabilities measured at amortized cost.

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

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cash flows are used to estimate fair values. The estimates and assumptions used in the valuation methodology were the discounted value of the cash flows to estimate fair value.

(3) Valuation techniques for financial instruments measured at fair value

(3.1) Non-derivative financial instruments

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

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

If the Group's financial instruments are regarded as being quoted in an active market, the classification and nature of fair value are as follows:

- Stocks in listed companies and fund are financial assets with standard term and quoted prices in active markets. The fair values are determined with referenced to quoted market prices.
- The fair values of corporate bonds are measured based on public quoted market prices provided by third parties.

(3.2) Non-derivative financial instruments (hybrid contract)

The fair value of non-publicly quoted debt instruments is estimated using the market comparable companies method. The key assumptions of the method are measured based on the investee's estimate of earnings before tax, interest, depreciation and amortization and a multiplier for

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earnings derived from quoted market prices of comparable publicly traded companies. The estimate adjusts for the effect of discounts due to the lack of marketability of the equity securities.

The conversion right, redemption right, and selling right are evaluated based on a valuation model widely accepted by market users, which is a binomial tree valuation model.

(3.3) Financial guarantee contract

The discounted cash flow model was applied to estimate the fair value. The main assumption was to incorporate the expected default rate of the transaction counterparty (the weighted-average ECL) and expected losses in the event of default.

(3.4) Beneficial interests in construction projects and of landowners

Measurement of the fair value of the Group's beneficiary interests in construction projects and of landowner is based on the discounted cash flow model. Quantified information of significant unobservable inputs includes buildings sale prices and construction costs. The discounted cash flows are used to estimate fair values.

(4) Transfers between Level 1 and Level 2: None.

(5) Reconciliation of Level 3 fair values

	Financial assets and liabilities held for trading	
	Non-derivative financial liabilities - beneficial interests of landowners	Measured at fair value through profit or loss - Investments in bond instruments that are not publicly quoted
January 1, 2025	(\$ 31,389)	97,038
March 31, 2025	(\$ 31,389)	97,038
January 1, 2024	(\$ 27,813)	-
Issued	(1,894)	-
March 31, 2024	(\$ 29,707)	-

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The above-mentioned total gains were included in "other gains and losses", and the amounts related to financial assets and financial liabilities held as of March 31, 2025 and 2024 were as follows:

	For the three months ended March 31	
	2025	2024
Total gains and losses recognized:		
Recognized in (loss) profit, and including in "other gains and losses"	\$ -	-

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

The Group's fair value measurement is classified as Level 3. It is mainly non-derivative financial assets and liabilities, measured at fair value through profit and loss - bond instrument investments that are not publicly quoted. The fair value measurement is classified as Level 3 and has multiple significant unobservable.

Item	Valuation technique	Significant unobservable inputs	Inter-relationship between significant unobservable inputs and fair value measurement
Financial assets at fair value through profit or loss - Domestic corporate bonds with no active market	Binary convertible bond evaluation model Comparable to the TWSE/TPEX Listed Companies	<ul style="list-style-type: none"> Volatility (39.17% as of both March 31, 2025 and December 31, 2024) Lack of market liquidity and discount (25.43% as of both March 31, 2025 and December 31, 2024) 	<ul style="list-style-type: none"> The higher the volatility, the higher the public value. The higher the discount due to lack of market liquidity, the lower the public value.
Liabilities arising from beneficial interests of landowner	Discounted cashflow	<ul style="list-style-type: none"> Fluctuations in building selling prices and construction costs (\$307 thousand as of March 31, 2025; December 31, 2024; and March 31, 2024) 	<ul style="list-style-type: none"> Fair value is higher if building selling price is higher or if construction costs are lower.

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- (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:

			Impacts of fair value change on net income or loss	
	Inputs	Variation	Favourable	Unfavourable
March 31, 2025				
Financial assets at fair value through profit or loss				
Investment in bond instruments without active market	Volatility	5%	-	-
	Liquidity discount	5%	-	-
Financial liabilities at fair value through profit or loss				
Liabilities arising from beneficial interests of landowner	Price fluctuation	5%	12,350	(12,122)
December 31, 2024				
Financial assets at fair value through profit or loss				
Investment in bond instruments without active market	Volatility	5%	-	-
	Liquidity discount	5%	-	-
Financial liabilities at fair value through profit or loss				
Liabilities arising from beneficial interests of landowner	Price fluctuation	5%	12,350	(12,122)
March 31, 2024				
Financial liabilities at fair value through profit or loss				
Liabilities arising from beneficial interests of landowner	Price fluctuation	5%	13,628	(13,403)

The favourable and unfavourable change effects represent the change in fair value and fair value is based on a variety of unobservable inputs calculated using a valuation technique. The analysis above only reflects the effects of changes in a single input, and it does not include the interrelationships with another input.

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(x) Financial risk management

Except as stated below, there were no significant differences of the Group's financial risk management and policies with those disclosed in Note 6(x) of the consolidated financial statements for the year ended December 31, 2024.

(y) Capital Management

Management believes that the objectives, policies and processes of capital management of the Group have been applied consistently with those described in the consolidated financial statements for the year ended December 31, 2024. Also, management believes that there were no significant changes in the Group's capital management information as disclosed for the year ended December 31, 2024. Please refer to Note 6(y) of the consolidated financial statements for the year ended December 31, 2024.

(z) Investing and financing activities not affecting cash flow

The Group's investing and financing activities which have non-cash flow for the three months ended March 31, 2025, and 2024, were as follows:

i. Reconciliation of liabilities from financing activities were as follows:

	January 1, 2025	Cash flows	Non-cash changes		March 31, 2025
			Other (Note)	Foreign exchange movement	
Short-term borrowings	\$ 3,682,065	(74,333)	-	33,749	3,641,481
Long-term borrowings	4,172,213	(78,632)	-	33,715	4,127,296
Lease liabilities	10,701,125	(172,948)	1,408	147,742	10,677,327
Guarantee deposits	592,120	(16,368)	-	7,983	583,735
Total liabilities from financing activities	\$ 19,147,523	(342,281)	1,408	223,189	19,029,839

Note: This amount includes \$1,408 thousand newly added during the period.

	January 1, 2024	Cash flows	Non-cash changes		March 31, 2024
			Other	Foreign exchange movement	
Short-term borrowings	\$ 3,657,193	91,535	-	95,426	3,844,154
Long-term borrowings	5,038,796	(164,752)	-	135,683	5,009,727
Lease liabilities	10,269,949	(139,591)	-	406,302	10,536,660
Guarantee deposits	573,039	(1,485)	-	22,757	594,311
Total liabilities from financing activities	\$ 19,538,977	(214,293)	-	660,168	19,984,852

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(7) Related-party transactions

- (a) Parent company and ultimate controlling company

First Steamship Company Ltd. is the ultimate controlling company of the Group.

- (b) Names and relationship with related parties

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

Name of related party	Relationship with the Group
Shanghai Guorui Tongshun Environmental Protection Technology Co., Ltd.	The Group's manager is the company's director
Shanghai Allied Cement Holdings Limited	The Group's manager is the company's director
Hainan Sanhe Licheng Business Service Co., Ltd.	Associate
Haikou Zhuke Technology Co., Ltd. (Zhuke Technology)	Associate
Wuhan Zhuke Technology Co., Ltd. (Zhuke Technology)	Associate
Shanghai Zhuke Technology Co., Ltd. (Zhuke Technology)	Associate
Chengdu Zhuke Technology Co., Ltd. (Zhuke Technology)	Associate
Changsha Zhuke Technology Co., Ltd. (Zhuke Technology)	Associate
Da Yu Financial Holdings Ltd.	Associate
Jiawang Assets Development Co., Ltd. (Jiawang Assets)	Associate
PRO Brand Technology (TW) Inc. (PBT)	A subsidiary of the associate

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(c) Significant transactions with related parties

i. Payables to related parties

The payables to related parties were as follows:

<u>Account</u>	<u>Relationship</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Other payables (Note)	Zhuke Technology	<u>\$ 10,369</u>	<u>56,621</u>	<u>31,459</u>

Note: Receipts of payment for car sale on behalf of related party.

ii. Leases

(1) Lease liabilities and interest costs

<u>Relationship</u>	<u>Purpose</u>	<u>Lease liabilities</u>		
		<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Other related party	Energy saving renovation engineering equipment	<u>\$ 7,276</u>	<u>7,986</u>	<u>10,247</u>

Note: To sign the lease agreement with related parties above, the price and the way of payment are based on the agreements between the parties and the Group.

<u>Relationship</u>	<u>Purpose</u>	<u>Interest expense</u>	
		<u>For the three months ended March 31 2025</u>	<u>2024</u>
Other related party	Energy saving renovation engineering equipment	<u>\$ 91</u>	<u>127</u>

(2) Operating lease

<u>Relationship</u>	<u>Purpose</u>	<u>Rent expense</u>	
		<u>For the three months ended March 31 2025</u>	<u>2024</u>
Other related parties (Note)	Office building	<u>\$ 53</u>	<u>-</u>

Note: These leases are short-term lease, and the Group has elected not to recognize right-of-use assets and lease liabilities for these leases.

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iii. Lease receivables

The Group's significant lease receivables from related parties are as follows:

<u>Account</u>	<u>Relationship</u>	<u>March 31, 2025</u>	<u>December 31, 2024</u>	<u>March 31, 2024</u>
Lease receivables	Hainah Sanhe Licheng	\$ 155,501	153,317	165,233
Lease receivables	Zhuke Technology	308,700	350,185	358,162
Less: Loss allowance - Hainan Sanhe Licheng		(153,429)	(151,219)	(142,111)
Less: Loss allowance - Zhuke Technology		(308,700)	(305,555)	(272,996)
		<u>\$ 2,072</u>	<u>46,728</u>	<u>108,288</u>

Derived from finance leases, the interest income received by the Group from its associates is based on interest rates agreed by both parties and collected monthly. Those interest rates are not significantly different from those for unrelated parties. The receivables due from related parties were guaranteed by vehicles under finance lease.

The overdue receivables of Hainah Sanhe Licheng and Zhuke Technology resulted from the COVID-19 pandemic, which significantly increased their credit risk. After assessment of the value of collateral, the Group recognized credit loss reversal gains of \$1,124 thousand and expected credit loss expenses of \$6,736 thousand for the three months ended March 31, 2025 and 2024, respectively.

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iv. Account receivables-related parties

The amounts of account receivables by the Group to related parties were as follows:

Account	Relationship	March 31, 2025	December 31, 2024	March 31, 2024
Other receivables (loans)	Hainah Sanhe Licheng	\$ -	-	9,018
Other receivables (loans)	Jiawang Assets	16,200	16,200	-
Other receivables (interest)	Hainah Sanhe Licheng	2,858	2,817	2,754
Other receivables (interest)	Zhuke Technology	4,709	4,643	4,590
Other receivables (interest)	Jiawang Assets	842	602	-
Other receivables (preferred stock dividend)	Jiawang Assets	6,020	6,020	-
Other receivables (others)	Zhuke Technology	5,807	4,197	478
Less: Loss allowance		(15,046)	(13,329)	(16,840)
		\$ 21,390	21,150	-
Other financial assets	Zhuke Technology	\$ 37,006	36,487	36,070
Less: Loss allowance		(37,006)	(36,487)	(36,070)
		\$ -	-	-

The Group uses loss provision to provide for its lifetime ECLs on both receivables from its related parties and other financial assets. The credit risk on financial assets of Hainan Sanhe and Zhuke Technology has increased significantly; therefore, after assessing the value of collateral and evaluating subsequent recoveries and other repayment sources, the Group recognized expected credit loss expenses of \$1,509 thousand and expected credit loss reversal gains of \$5,484 thousand for the three months ended March 31, 2025 and 2024, respectively.

All the loans to related parties were unsecured, with an annual interest rate of 6%. Related amounts were as follows:

	Interest income	
	For the three months ended March 31	
	2025	2024
Hainah Sanhe Licheng	\$ -	254
Jiawang Assets	240	5
	\$ 240	259

v. The Group promised to buy unconditionally the default claims from Shangshi for

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Zhuke Technology who violated the agreement. Please refer to Note 9(a) for further information.

- (1) The credit risk of Hainan Sanhe Licheng has increased significantly; therefore, the Group assessed the value of collateral and the potential default risk of the counterparty over the contract term, and recognized expected credit loss reversal gains of \$3,501 thousand for the three months ended March 31, 2024.
- (2) The Group signed the contract of cooperation with Shangshi Financial Leasing Co., Ltd. on March 29, 2024. The Group paid the amount to repurchase the debit of Hainan Sanhe Licheng Business Service Co., Ltd. \$22,916 thousand (RMB5,083 thousand) and recognized on accounts receivable. In addition, it reclassifies Other non-current liabilities to accounts receivable.

vi. Other

- (1) The resolution of the Board of Directors was passed on January 17, 2024 for the Group to participate in the cash capital increase of Da Yu Financial Holdings Ltd. according to the ratio of shareholding. Please refer to Note 6(f) for further information.
- (2) The Group purchased the special shares of Jiawang Assets Development Co., Ltd., with the shares amount of 3,000 thousand (in cash \$30,000 thousand) and 2,990 thousand (in cash \$29,900 thousand) in 2020 and 2019, respectively. The special shares have cumulative priority rights and the dividend interest rate are 8% and 6% respectively and the duration both are 5 years. The principal amount of \$59,900 thousand was fully recovered as of December 31, 2024, and preferred dividend income of \$1,846 thousand was recognized for the three months ended March 31, 2024.
- (3) As of December 31, 2024, the Group subscribed for private placement of convertible bonds of PRO Brand Technology (TW) Inc. for \$97,038 thousand (US\$3,000 thousand) and recognized as financial assets at fair value through profit or loss - current.

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(d) Key management personnel trade

i. Key management personnel compensation

Key management personnel compensation comprised:

	For the three months ended March 31	
	2025	2024
Short-term employee benefits	\$ 13,711	14,169

- ii. The Group granted key management personnel rights to subscribe treasury shares as prepaid salaries. As of March 31, 2025, December 31, 2024, and March 31, 2024, those prepaid salaries amounting to \$40,926 thousand (RMB8,847 thousand), \$40,351 thousand (RMB8,847 thousand), and \$39,785 thousand (RMB8,824 thousand), which were recognized under other non-current assets accounts.

(8) **Pledged assets**

The carrying amount of pledged assets were as follows:

Pledged assets	Object	March 31, 2025	December 31, 2024	March 31, 2024
Inventories-construction industry	Bank loans	\$ 1,476,158	1,473,398	1,454,816
Other financial assets	Bank depository funds	13,095	13,399	12,625
Other financial assets	Frozen deposits due to lease dispute	309	35,853	28,775
Other financial assets	Bank loans	768,375	763,925	979,877
Other financial assets	Litigation security	82,268	81,227	79,257
Other financial assets	Trust account	39,115	26,975	-
Property, plant and equipment (Note)	Bank and other secured loans	11,028,591	11,018,377	11,186,991
Investment property	Bank loans	138,900	139,143	139,873
		<u>\$ 13,546,811</u>	<u>13,552,297</u>	<u>13,882,214</u>

Note: Property, plant and equipment including the land use rights, which are recognized as right-of-use assets.

(9) **Significant commitments and contingencies**

Except for those described in Note 6, the Group's other significant commitments and contingencies were as follows:

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(a) Unrecognized contractual commitments

i. The unrecognized contractual commitments of the Group were as follows:

	March 31, 2025	December 31, 2024	March 31, 2024
<u>Contracted price</u>			
Sales of buildings and land	\$ 543,181	405,367	-
Acquisition of buildings and land	665,331	665,331	665,331
Subcontracted construction projects	47,034	47,034	33,537
<u>Received or paid price</u>			
Sales of buildings and land (recognized as contract liabilities-current)	\$ 37,252	27,262	-
Acquisition of buildings and land (prepayment for land purchases and development costs)	259,406	259,406	279,912
Subcontracted construction projects (recognized as inventories)	18,612	18,612	7,626

- ii. Shangshi Financial Leasing Co., Ltd. (Shangshi) entered into several finance leases contracts with different customers introduced by the Group based on the Finance Lease Business Cooperation Agreement signed by Shangshi and the Group. According to the agreement, the Group should look for customers with good credit ratings, in accordance with the specified risk management standards, before introducing them to Shangshi. Thereafter, the Group will receive a portion of contract prices from Shangshi. In addition, the Group promised to purchase unconditionally the default debt claims from Shangshi for any customer who breached the contracts. In addition, the Group promised to purchase unconditionally the default debt claims from Shangshi for any customer who breached the contracts. There were no material overdue receivables arising from the above-mentioned contract. For the three months ended March 31, 2025 and 2024, the Group took into consideration the possibility of default during the contract period to recognize allowances for ECLs; please refer to Note 6(w) for the ECLs.

The Group signed the contract of cooperation with Shangshi Financial Leasing Co., Ltd. on March 29, 2024. The Group paid Shangshi Financial Leasing Co., Ltd. \$25,711 thousand (RMB5,702 thousand) to repurchase on above the default claim of \$28,336 thousand (RMB6,285 thousand) and recognize as accounts receivable. In addition, reclassify the allowance for losses under other non-current liability \$27,815 thousand (RMB6,285 thousand) to accounts receivable.

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- iii. The Group signed the joint construction contracts with other companies as follows:

Construction method	Project name or land lot No.
Joint construction with allocation of buildings	Me island phase III B1
Joint construction	Nan Jing Jian Kang
Joint construction and investment with allocation of buildings	Tucheng Yongfu (Note)

Note: As joint investors and builders, the Group and Honor Construction Ltd. endorsed each other as stipulated in the contract. Please refer to Note 13 for details.

- (b) Significant contingencies:

- i. While the Group acquired the Quanzhou store, the assignor, Quanzhou FuHua Co., Ltd., failed to comply with the term of the contract, which stated that the assignor should repay the mortgage loan secured by the 4th floor of the Quanzhou store with the consideration paid by the Group to release the mortgage. Therefore, the mortgagee filed an application to freeze the rent earned from the 4th floor of the Quanzhou store in June 2020. The Group evaluates that the creditor still has means to repay the mortgage loan; hence, the 4th floor of the Quanzhou store should not be at risk of impairment.
- ii. Chongqing Optics Valley Grand Ocean Commercial Development Ltd., a subsidiary of the Group, has incurred continuous operating losses. It ceased operation on October 31, 2022 and terminated the lease contract in advance with, the owner, Chongqing Zhengsheng Real Estate Co., Ltd. ("Chongqing Zhengsheng"). However, Chongqing Zhengsheng filed a litigation against Chongqing Optics Valley Grand Ocean Commercial Development Ltd. on August 17, 2023. Chongqing Zhengsheng's claims were as follows:
 - (1) Demanding the Group to pay early termination default payment of \$129,003 thousand (RMB28,285 thousand) under the lease contract. The default payment was offset by a performance bond of \$29,645 thousand (RMB6,500 thousand). In addition, the Group estimated and recognized \$123,867 thousand (RMB27,159 thousand) as other payables; On September 19, 2024, in accordance with the court's first-instance judgment, the overvalued early termination default payment of \$107,467 thousand (RMB24,207 thousand)

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were reversed and recognized as other gains and losses;

- (2) Demanding the Group to settle rentals overdue and the default payments totaling \$116,520 thousand (RMB25,548 thousand) as of the handover date, for which the Group has estimated and recognized amount as other payables. On September 19, 2024, in accordance with the court's first-instance judgment, the overvalued rent and default payments of \$1,012 thousand (RMB228 thousand) were reversed and recognized as other gains and losses.
- (3) Demanding the Group to pay the rental, penalty and occupancy fee totaling \$20,502 thousand (RMB4,618 thousand) owed by Huanyang Cinema from the site clearance date to the litigation date. However, the Group had already sent a mail by post to prove the handover of the site. Besides, the Group was no longer able to use the underlying subject. Therefore, the Group deemed the Chongqing Zhengsheng's request to be ungrounded, and the Group should not be liable for compensation. According to the first-instance judgment of the court on September 19, 2024, the Group should pay Huanyang Cinema demolition and occupancy fees of \$12,168 thousand (RMB2,668 thousand), which were recognized as other payables and other gains and losses.
- (4) Demanding the Group to refund the reduced portion of rent for prior years, the penalty fee and related litigation expenses totaling \$36,422 thousand (RMB8,204 thousand). However, the Group had already refunded the reduced portion of rentals to Chongqing Zhengsheng. The Group deemed the Chongqing Zhengsheng's request to be ungrounded, hence the Group should not be liable for compensation. According to the first-instance judgment of the court on September 19, 2024, the Group should pay a total of \$3,334 thousand (RMB731 thousand) for site restoration fees and related litigation expenses, which were recognized as other payables and other gains and losses.

Chongqing Zhengsheng applied property protection to the court on September 7, 2023. The court froze the Group's bank deposit and the equity in Nanjing Grand Ocean Classic Commercial Ltd., a subsidiary of the Group.

The Group assessed that the aforementioned amounts had been included in the accounts in accordance with the first-instance judgment of the court. However, Chongqing Zhengsheng disagreed with the judgment of the court and appointed a

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lawyer to file an appeal, and the second-instance judgment of the court on November 21, 2024 upheld the results of the first-instance judgment, and the Group settled the case with Chongqing Zhengsheng on December 30, 2024. As of March 31, 2025, the aforementioned amounts have been fully paid and the asset freeze has been lifted.

- iii. Hubei Huayu filed a lawsuit against Grand Ocean Classic Commercial Group Co., Ltd. and Wuhan Optics Valley Grand Ocean Commercial Development Co., Ltd. in the 3rd quarter of 2021 for the dispute over the equity investment in Hubei Huayu prior to 2017, claiming damages amounting to RMB93 million. On July 28, 2022, the court ruled in the first instance that the Group won the case, but Hubei Huayu refused to accept the court's judgment and appointed a lawyer to file an appeal, which is still in court. Later, on August 16, 2024 the court finally ruled in favor of the Group.
- iv. On August 31, 2023, Wuhan Hanyang Grand Ocean Jingdian Commercial Ltd., a subsidiary, ceased operation due to continuing losses and requested early termination of its lease with the landlord, Wuhan Trade State-owned Holdings Group Co., Ltd. (hereinafter referred to as "Wuhan Trade"). On November 26, 2023, Wuhan Trade filed a lawsuit with the court to request the following:
 - (1) Demanding the Group to pay the rentals overdue, for which the Group has estimated and recognized an amount in lease liabilities. In addition, the Group recognized a default payment for early contract termination amounting to \$207,549 thousand (RMB45,507 thousand) in other payables. Moreover, the performance bond of \$22,804 thousand (RMB5,000 thousand) was not refunded, for which the Group has recognized losses on bad debts in other gains and losses in 2023. In accordance with the first-instance judgment of the court on June 14, 2024, the rent for September 2023 was additionally estimated at \$15,152 thousand (RMB3,413 thousand), and the liquidated damages for early termination of the overestimation were reversed at \$22,198 thousand (RMB5,000 thousand), recognized as other gains and losses;
 - (2) Demanding the Group to pay \$33,674 thousand (RMB7,585 thousand) for lease losses caused by premature termination of lease contract. According to the first-instance judgment of the court on June 14, 2024, the Group has no obligation to compensate.

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- (3) Demanding the Group to refund the reduced portion of rentals and the default payments totaling \$85,105 thousand (RMB19,170 thousand), for which the Group has estimated and recognized \$85,643 thousand (RMB18,778 thousand) as other payables. According to the first-instance judgment of the court on June 14, 2024, the Group had no obligation to compensate, so the aforementioned amount was reversed and recorded as other gains and losses;
- (4) Demanding the Group to refund the rentals of \$21,270 thousand (RMB4,791 thousand) paid during the 5-month rent-free period in prior years. According to the first-instance judgment of the court on June 14, 2024, the Group has no obligation to compensate.
- (5) Demanding the Group to pay the demolition fees and related litigation expenses totaling \$10,397 thousand (RMB2,342 thousand) for the cinema on the 5th floor that is to be demolished. According to the first-instance judgment of the court on June 14, 2024, the Group should pay litigation expenses of \$1,327 thousand (RMB291 thousand), which were recorded as other payables and other gains and losses.

On December 21, 2023, Wuhan Trade filed an application for property preservation with the court. The court legally frozen the bank deposits of the Group of \$309 thousand (RMB67 thousand), and the amount was recognized as other current financial assets.

The Group assessed that the aforementioned amounts had been included in the accounts in accordance with the first-instance judgment of the court. However, Wuhan Trade disagreed with the judgment of the court and appointed a lawyer to file an appeal, and the second-instance judgment of the court on September 29, 2024 upheld the results of the first-instance judgment, and the Group settled the case with Wuhan Trade on December 2, 2024. As of March 31, 2025, the remaining \$50,537 thousand (RMB10,925 thousand) has not yet been paid and is recognized as other payables.

- v. On August 31, 2023, Wuhan Hanyang Grand Ocean Jingdian Commercial Ltd., a subsidiary of the Group, ceased operation due to continuing losses and terminated its lease with a brand vendor, Wuhan Laopai Catering Management Co., Ltd. ("Laopai") before the end of contract term. On December 20, 2023, Laopai filed a

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request for arbitration to demand the refund of performance bond and default payment for early termination, renovation losses and related litigation expenses totaling \$27,085 thousand (RMB6,101 thousand). According to the arbitration ruling on October 12, 2024, the Group should compensate Laopai for the aforementioned expenses in total of \$25,373 thousand (RMB5,485 thousand). The Group had already recognized this amount in the 2024 financial statements under other payables and other gains and losses. As of March 31, 2025, the said amount remains unpaid.

- vi. In May 2022, Sure Success Steamship S.A. ("SSS"), the Group's subsidiary, contracted with Perfect Bulk Limited ("PB") to lease a bulk carrier named Ever Success to it. As PB failed to pay the remaining rentals and the differences in fuel oil prices totaling US\$431 thousand as well as the fuel expenses paid on behalf of PB of US\$350 thousand (\$11,622 thousand recognized as other current assets). In July 2023, the Group filed a lawsuit with the London Court of International Arbitration. In addition, the Group applied to the South African court in August 2023 and was approved to arrest PB's ship Tai Harmony. PB has provided a deposit of \$29,088 thousand (US\$876 thousand) to lift the seizure of the vessel. During September 2023, PB also filed a counterclaim with the India court, claiming that the Group was liable for business losses caused by its refusal to carry steel rolls and container during the lease period and applying for the seizure of Ever Success, a vessel of subsidiary SSS to use it as the security for the counterclaim. In October 2023, the Group provided the court with a deposit of \$82,268 thousand (US\$2,478 thousand) to lift the seizure of the vessel (recognized as other non-current financial assets). The aforementioned case has now been consolidated and is under arbitration in London, United Kingdom. Both parties presented their statements in March 2025. According to the opinion of the appointed legal counsel, the counterclaim amount by PB is estimated to fall within the range of US\$1,500 thousand to US\$2,000 thousand.

The Group refused to load PB's cargo under the contract on the basis that the charterer's restrictions on the use of the vessel and the rolled materials loading manual and the IMSBC (International Maritime Solid Bulk Cargo Code) were specified in the contract; therefore, PB's claim was ungrounded, and the Group shall not be liable for compensation.

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In the second quarter of 2024, the Group applied to the South African court for an additional deposit of \$14,461 thousand (US\$436 thousand) that PB should deposit and was approved. PB has appealed to the South African court and applied to cancel the deposit and subsequent additional deposit. Totaling \$43,549 thousand (US\$1,312 thousand), the application was rejected by the court on July 23, 2024. Later, PB then filed an appeal with the Supreme Court on August 22, 2024 and on December 9, 2024 filed an application with the Court to prove that the legal representative of PB had no shareholding relationship with Tai Harmony prior to the seizure of the vessel, which the case is still pending in the court.

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

(11) **Subsequent events**

On April 24, 2025, the Group's Board of Directors approved the proposed disposal by subsidiaries First Steamship S.A. and Ahead Capital Ltd. of their equity interests in the subsidiary Grand Ocean Retail Group Ltd., amounting to 55,200 thousand shares and 3,500 thousand shares, respectively.

(12) **Other**

(a) The employee benefit expenses, depreciation and amortization, categorized by function, were as follows:

	For the three months ended March 31					
By function	2025			2024		
By item	Cost of sales	Operating expense	Total	Cost of sales	Operating expense	Total
Employee benefit expenses						
Salary	92,844	114,148	206,992	81,281	112,902	194,183
Health and labor insurance	-	1,573	1,573	-	1,443	1,443
Pension	-	13,453	13,453	-	13,932	13,932
Others	6,133	24,223	30,356	7,534	25,398	32,932
Depreciation	111,717	372,613	484,330	107,978	394,494	502,472
Amortization	20,142	1,223	21,365	16,965	1,374	18,339

(b) **Seasonality of operations**

The Group's retail business is subject to seasonal fluctuations as a result of vacation. Thus, this industry typically has higher revenues and results for the first and fourth quarter of the year.

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(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 Statements by Securities Issuers" for the three months ended March 31, 2025:

- i. Loans to other others: Please refer to Table 1.
- ii. Guarantees and endorsements for other parties: Please refer to Table 2.
- iii. Holding of significant marketable securities (not including subsidiaries, associates and joint ventures): Please refer to Table 3.
- iv. Related-party transactions for purchases and sales with amounts exceeding the lower of \$100 million or 20% of the capital stock: None.
- v. Receivables from related parties of \$100 million or 20% of paid-in capital or more: Please refer to Table 4.
- vi. Business relationships and significant intercompany transactions: Please refer to Table 5.

(b) Information on investees: Please refer to Table 6.

(c) Information on investment in China: Please refer to Table 7.

(14) Segment information

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

	Shipping Segment	Investing Segment	Department Store Segment	Rental Segment	Construction Segment	Reconciliation and elimination	Total
For the three months ended March 31, 2025							
Revenue:							
Revenue from external customers	\$ 357,763	1,757	796,329	3,293	-	-	1,159,142
Intersegment revenues	-	398	-	-	-	(398)	-
Total revenue	<u>\$ 357,763</u>	<u>2,155</u>	<u>796,329</u>	<u>3,293</u>	<u>-</u>	<u>(398)</u>	<u>1,159,142</u>
Reportable segment profit or loss	<u>\$ 9,632</u>	<u>(19,478)</u>	<u>(173,520)</u>	<u>(5,994)</u>	<u>(11,692)</u>	<u>-</u>	<u>(201,052)</u>
For the three months ended March 31, 2024							
Revenue:							
Revenue from external customers	\$ 373,342	1,738	910,982	7,275	-	-	1,293,337
Intersegment revenues	-	387	-	-	-	(387)	-
Total revenue	<u>\$ 373,342</u>	<u>2,125</u>	<u>910,982</u>	<u>7,275</u>	<u>-</u>	<u>(387)</u>	<u>1,293,337</u>
Reportable segment profit or loss	<u>\$ 37,100</u>	<u>1,785</u>	<u>(113,460)</u>	<u>(11,065)</u>	<u>(11,351)</u>	<u>-</u>	<u>(96,991)</u>

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Table 1 Loans to others
(March 31, 2025)

(Unit: NTS thousands)																	
No.	Creditor	Borrower	General ledger account	Is a related party (Y/N)	Maximum outstanding balance	Closing balance	Actual amount drawn down this period	Range of interest rates	Nature of loan	Amount of transaction with the borrower	Reason for short-term financing	Loss allowance	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Note
													Item	Value			
0	First Steamship Co., Ltd.	Royal Sunway Development Co., Ltd.	Other receivables - related parties	Y	750,000	700,000	688,000	3.25%	2	-	Business operation	-	Cashier's order	700,000	3,607,045	3,607,045	
1	Royal Sunway Development Co., Ltd.	Jiawang Assets Development Co., Ltd.	Other receivables - related parties	Y	16,200	16,200	16,200	6.00%	2	-	Business operation	-	Cashier's order	16,200	84,411	84,411	
2	First Steamship S. A.	Ahead Capital Ltd.	Other receivables - related parties	Y	730,510	730,510	700,094	0.00%	2	-	Business operation	-	-	-	10,869,591	10,869,591	
2	First Steamship S. A.	Media Assets Global Ltd.	Other receivables - related parties	Y	398,460	398,460	371,929	0.00%	2	-	Business operation	-	-	-	10,869,591	10,869,591	
2	First Steamship S. A.	First Steamship Co., Ltd.	Other receivables - related parties	Y	498,075	498,075	312,957	0.00%	2	-	Business operation	-	-	-	1,449,279	1,449,279	
2	First Steamship S. A.	Grand Ocean Retail Group Ltd.	Other receivables - related parties	Y	630,895	630,895	597,690	4.35%	2	-	Business operation	-	Cashier's order	630,895	1,449,279	1,449,279	
2	First Steamship S. A.	Mariner Finance Ltd.	Other receivables - related parties	Y	434,986	385,179	368,577	0.00%	2	-	Business operation	-	-	-	10,869,591	10,869,591	
3	Nature Sources Ltd.	First Steamship S.A.	Other receivables - related parties	Y	298,845	298,845	298,513	0.00%	2	-	Business operation	-	-	-	895,929	895,929	
4	Heritage Riches Ltd.	First Steamship S.A.	Other receivables - related parties	Y	33,205	33,205	23,576	0.00%	2	-	Business operation	-	-	-	85,644	85,644	
5	Grand Citi Ltd.	Grand Ocean Retail Group Ltd.	Other receivables - related parties	Y	1,793,070	1,793,070	1,350,597	3.95%	2	-	Business operation	-	-	-	83,164,410	83,164,410	
5	Grand Citi Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	Other receivables - related parties	Y	290,544	290,544	239,071	0.00%	2	-	Business operation	-	-	-	83,164,410	83,164,410	
6	Grand Ocean Classic Commercial Group Co., Ltd.	Hengyang Grand Ocean Commercial Development Ltd.	Other receivables - related parties	Y	319,182	319,182	316,406	0.00%	2	-	Business operation	-	-	-	65,932,830	65,932,830	
6	Grand Ocean Classic Commercial Group Co., Ltd.	Quanzhou Grand Ocean Commercial Ltd.	Other receivables - related parties	Y	1,526,518	1,526,518	1,524,205	0.00%	2	-	Business operation	-	-	-	65,932,830	65,932,830	
6	Grand Ocean Classic Commercial Group Co., Ltd.	Fuzhou Grand Ocean Classic Commercial Ltd.	Other receivables - related parties	Y	1,531,143	1,531,143	1,434,927	0.00%	2	-	Business operation	-	-	-	65,932,830	65,932,830	
6	Grand Ocean Classic Commercial Group Co., Ltd.	Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	Other receivables - related parties	Y	23,129	23,129	23,129	0.00%	2	-	Business operation	-	-	-	65,932,830	65,932,830	
6	Grand Ocean Classic Commercial Group Co., Ltd.	Fuzhou Jiaruixing Business Administration Limited	Other receivables - related parties	Y	205,849	205,849	195,672	0.00%	2	-	Business operation	-	-	-	65,932,830	65,932,830	
6	Grand Ocean Classic Commercial Group Co., Ltd.	Fuzhou Grand Ocean Commercial Ltd.	Other receivables - related parties	Y	380,703	380,703	278,935	0.00%	2	-	Business operation	-	-	-	65,932,830	65,932,830	
6	Grand Ocean Classic Commercial Group Co., Ltd.	Wuhan Grand Ocean Jingdian Commercial Ltd.	Other receivables - related parties	Y	23,129	23,129	9,067	0.00%	2	-	Business operation	-	-	-	65,932,830	65,932,830	
6	Grand Ocean Classic Commercial Group Co., Ltd.	Shanghai Grand Ocean Qianshu Commercial Management Co., Ltd.	Other receivables - related parties	Y	161,903	161,903	157,277	0.00%	2	-	Business operation	-	-	-	65,932,830	65,932,830	
6	Grand Ocean Classic Commercial Group Co., Ltd.	Grand Ocean Retail Group Ltd.	Other receivables - related parties	Y	796,920	796,920	697,305	3.6%~3.95%	2	-	Business operation	-	-	-	65,932,830	65,932,830	
7	Fuzhou Grand Ocean Commercial Ltd.	Fuzhou Jiaruixing Business Administration Limited	Other receivables - related parties	Y	34,694	34,694	34,694	0.00%	2	-	Business operation	-	-	-	19,562,880	19,562,880	
7	Fuzhou Grand Ocean Commercial Ltd.	Wuhan Grand Ocean Jingdian Commercial Ltd.	Other receivables - related parties	Y	226,665	226,665	226,665	0.00%	2	-	Business operation	-	-	-	19,562,880	19,562,880	
8	Nanjing Grand Ocean Classic Commercial Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	Other receivables - related parties	Y	2,466,296	2,466,296	2,449,180	0.10%	2	-	Business operation	-	-	-	21,063,560	21,063,560	

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No.	Creditor	Borrower	General ledger account	Is a related party (Y/N)	Maximum outstanding balance	Closing balance	Actual amount drawn down this period	Range of interest rates	Nature of loan	Amount of transaction with the borrower	Reason for short-term financing	Loss allowance	Collateral		Limit on loans granted to a single party	Ceiling on total loans granted	Note
													Item	Value			
9	Wuhan Grand Ocean Jingdian Commercial Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	Other receivables - related parties	Y	109,585	92,516	-	0.00%	2	-	Business operation	-	-	-	18,091,970	18,091,970	
9	Wuhan Grand Ocean Jingdian Commercial Ltd.	Shiyan Ocean Modern Shopping Co., Ltd.	Other receivables - related parties	Y	446,390	446,390	404,296	0.00%	2	-	Business operation	-	-	-	18,091,970	18,091,970	
9	Wuhan Grand Ocean Jingdian Commercial Ltd.	Hengyang Grand Ocean Commercial Development Ltd.	Other receivables - related parties	Y	171,154	171,154	162,828	0.00%	2	-	Business operation	-	-	-	18,091,970	18,091,970	
9	Wuhan Grand Ocean Jingdian Commercial Ltd.	Chongqing Optics Valley Grand Ocean Commercial Development Ltd.	Other receivables - related parties	Y	97,142	97,142	78,639	0.00%	2	-	Business operation	-	-	-	18,091,970	18,091,970	
9	Wuhan Grand Ocean Jingdian Commercial Ltd.	Wuhan Hanyang Grand Ocean Jingdian Commercial Ltd.	Other receivables - related parties	Y	78,639	78,639	77,051	0.00%	2	-	Business operation	-	-	-	18,091,970	18,091,970	
10	Yichang Grand Ocean Commercial Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	Other receivables - related parties	Y	964,480	964,480	935,801	0.00%	2	-	Business operation	-	-	-	4,410,060	4,410,060	
10	Yichang Grand Ocean Commercial Ltd.	Wuhan Grand Ocean Jingdian Commercial Ltd.	Other receivables - related parties	Y	92,516	92,516	57,823	0.00%	2	-	Business operation	-	-	-	4,410,060	4,410,060	
10	Yichang Grand Ocean Commercial Ltd.	Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	Other receivables - related parties	Y	287,725	287,725	241,468	0.00%	2	-	Business operation	-	-	-	4,410,060	4,410,060	
11	Hefei Grand Ocean Classic Commercial Department Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	Other receivables - related parties	Y	365,438	365,438	353,874	0.00%	2	-	Business operation	-	-	-	2,744,700	2,744,700	
12	Shanghai Jingxuan-Commercial Management Co., Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	Other receivables - related parties	Y	32,381	32,381	32,381	0.00%	2	-	Business operation	-	-	-	361,290	361,290	
13	Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	Other receivables - related parties	Y	46,258	46,258	-	0.00%	2	-	Business operation	-	-	-	17,945,920	17,945,920	
13	Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	Wuhan Grand Ocean Jingdian Commercial Ltd.	Other receivables - related parties	Y	92,516	92,516	72,625	0.00%	2	-	Business operation	-	-	-	17,945,920	17,945,920	
13	Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	Chongqing Optics Valley Grand Ocean Commercial Development Ltd.	Other receivables - related parties	Y	559,723	559,723	399,832	0% / 3.2%	2	-	Business operation	-	-	-	17,945,920	17,945,920	
13	Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	Wuhan Hanyang Grand Ocean Jingdian Commercial Ltd.	Other receivables - related parties	Y	50,884	50,884	50,884	0.00%	2	-	Business operation	-	-	-	17,945,920	17,945,920	
14	Quanzhou Grand Ocean Commercial Ltd.	Sanhohsiensen Trade Ltd.	Other receivables	N	4,626	4,626	4,626	0.00%	2	-	Business operation	4,626	-	-	43,255	43,255	Note 6

Note 1: The maximum balance through the end of the month is based on the exchange rate at the end of the month*maximum balance of foreign-currency loans.

Note 2: In accordance with the loans to others procedures of First Steamship Co., Ltd., the total amount of loans and the amount of loans to a single company are limited to 40% of the net worth of the company's most recent financial statements.

Note 3: In accordance with the loans to others procedures of First Steamship S. A. and subsidiaries, the total amount of loans and the amount of loans to a single company are limited to 40% of the net worth of the company's most recent financial statements. For non-ROC companies in which First Steamship Co., Ltd. and First Steamship S.A. directly and indirectly hold 100% of the voting shares, the amount of the loan is limited to three times the net worth of the company's most recent financial statements.

Note 4: In accordance with the loans to others procedures of Grand Ocean Retail Group Ltd. and its subsidiaries, the total amount of loans shall not exceed 40% of the net worth of the lending company's most recent financial statements, and the amount of individual transactions shall not exceed the amount of business transactions between the two parties. For non-ROC companies which do not directly or indirectly own 100% of the voting shares, the amount of the loan is limited to 40% of the lending company's net worth as shown in the most recent financial statements. Furthermore, for companies that directly or indirectly hold 100% of the voting shares of non-ROC companies, or non-ROC companies that are directly or indirectly 100% owned by such companies, the total and individual amounts of funds lent to Grand Ocean Retail Group Ltd. shall each be limited to 1000% of the net value based on the most recent financial statements of the lending company.

Note 5: In accordance with the loans to others procedures of Royal Sunway Development Co., Ltd., the total amount of loans and the amount of loans to a single company are limited to 40% of the net worth of the company's most recent financial statements.

Note 6: Quanzhou Grand Ocean Commercial Ltd. granted a loan of \$4,626 thousand to Sanhohsiensen Trade Ltd. and the court ruled in favor of Quanzhou Grand Ocean Commercial Ltd. in the second trial, but the Group assessed that it would be difficult to recover the loan, so an allowance for doubtful debt was recognized for the entire amount.

Note 7: The loans and transactions between the Company and the above subsidiaries, except for Jiawang Assets Development Co., Ltd. have been eliminated when preparing consolidated financial statements.

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FIRST STEAMSHIP COMPANY LTD. AND SUBSIDIARIES

Table 2 Guarantees and Endorsements for Other Parties
(March 31, 2025)

(Unit: NT\$ thousands)													
No.	Endorser/guarantor	Party being endorsed/guaranteed		Limit on endorsements/guarantees provided for a the single party	Maximum outstanding endorsement/guarantee amount in current period	Outstanding endorsement/guarantee amount at end of period	Actual amount drawn down	Endorsement/guarantee secured by property with a specified collateral amount	Ratio of accumulated endorsement/guarantee amount to net asset value of endorser/guarantor	Ceiling on total amount of endorsements/guarantees provided	Provision of endorsements/guarantees by parent company to subsidiary	Provision of endorsements/guarantees by subsidiary to parent company	Provision of endorsements/guarantees to parties in China
		Company name	Relationship										
0	The Company	Shining Steamship International S.A.	2	27,052,839	757,738	757,738	533,780	-	8.40%	27,052,839	Y	N	N
0	The Company	Best Steamship S. A.	2	27,052,839	298,845	298,845	106,389	-	3.31%	27,052,839	Y	N	N
0	The Company	Excellent Steamship International S.A.	2	27,052,839	750,433	750,433	576,879	-	8.32%	27,052,839	Y	N	N
0	The Company	Alliance Steamship S.A.	2	27,052,839	664,100	664,100	79,692	-	7.36%	27,052,839	Y	N	N
0	The Company	Reliance Steamship S.A.	2	27,052,839	232,435	232,435	83,013	-	2.58%	27,052,839	Y	N	N
0	The Company	Grand Steamship S.A.	2	27,052,839	134,779	134,779	57,762	-	1.49%	27,052,839	Y	N	N
0	The Company	Longevity Navigation S.A.	2	27,052,839	142,782	142,782	142,782	-	1.58%	27,052,839	Y	N	N
0	The Company	Praise Maritime S.A.	2	27,052,839	823,484	823,484	108,905	-	9.13%	27,052,839	Y	N	N
0	The Company	Sure Success Steamship S.A.	2	27,052,839	83,013	83,013	78,401	-	0.92%	27,052,839	Y	N	N
0	The Company	Mariner Finance Ltd.	2	27,052,839	66,410	66,410	16,603	-	0.74%	27,052,839	Y	N	Y
0	The Company	Grand Ocean Retail Group Ltd.	2	27,052,839	265,640	-	-	-	0.00%	27,052,839	Y	N	N
0	The Company	Royal Sunway Development Co., Ltd.	2	27,052,839	1,195,900	1,195,900	342,700	945,000	13.26%	27,052,839	Y	N	N
1	First Steamship S.A.	Alliance Steamship S.A.	4	18,115,985	664,100	664,100	79,692	-	18.33%	18,115,985	N	N	N
1	First Steamship S.A.	Reliance Steamship S.A.	4	18,115,985	232,435	232,435	83,013	-	6.42%	18,115,985	N	N	N
2	Royal Sunway Development Co., Ltd.	Honor Construction Ltd.	5	2,110,280	426,500	426,500	88,090	-	202.11%	4,220,560	N	N	N
3	Grand Ocean Classic Commercial Group Co., Ltd.	Grand Ocean Retail Group Ltd.	3	36,654,000	1,195,380	1,195,380	863,330	Note 10	18.13%	36,654,000	N	Y	N
3	Grand Ocean Classic Commercial Group Co., Ltd.	Wuhan Grand Ocean Jingdian Commercial Ltd.	2	36,654,000	624,485	624,485	456,743	-	9.47%	36,654,000	Y	N	Y
4	Fuzhou Grand Ocean Classic Commercial Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	3	8,137,020	2,081,615	2,081,615	1,711,067	-	-6608.51%	8,137,020	N	Y	Y
5	Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	3	17,852,985	2,081,615	2,081,615	1,711,067	2,081,666	115.99%	17,852,985	N	Y	Y
6	Fuzhou Grand Ocean Commercial Ltd.	Wuhan Grand Ocean Jingdian Commercial Ltd.	2	11,980,135	624,485	624,485	456,743	533,690	31.92%	11,980,135	Y	N	Y
7	Quanzhou Grand Ocean Commercial Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	3	8,430,680	2,081,615	2,081,615	1,711,067	1,137,755	1924.96%	8,430,680	N	Y	Y
8	Wuhan Grand Ocean Jingdian Commercial Ltd.	Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	2	32,216,430	462,581	462,581	231,291	1,133,496	25.57%	32,216,430	Y	N	Y

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FIRST STEAMSHIP COMPANY LTD. AND SUBSIDIARIES

- Note 1: The maximum balance through the end of the month is based on the exchange rate at the end of the month*maximum balance of foreign-currency endorsements/guarantees
- Note 2: The description of the No. columns is as follows:
- The number of the Company is 0.
 - The investee companies are numbered sequentially by company, starting with the number 1, and the same company code should be used for the same company.
- Note 3: The relationship between the endorser/guarantor and the party being endorsed/guaranteed can be divided into the following seven types, and it shall be indicated accordingly:
- (1) Companies with a business relationship.
 - (2) The endorser/guarantor company directly and indirectly owns more than 50% voting shares of the endorsed/guaranteed company.
 - (3) The endorsed/guaranteed company directly and indirectly owns more than 50% voting shares of the endorser/guarantor company.
 - (4) The endorser/guarantor company directly and indirectly owns more than 90% voting shares the endorsed/guaranteed company.
 - (5) Companies that provide mutual guarantees in accordance with contractual agreements due to the need for undertaking construction projects, either between peers in the same industry or among co-developers.
 - (6) Companies for which all contributing shareholders provide endorsements and guarantees in proportion to their shareholding due to joint investment relationships.
 - (7) Joint and several guarantees provided among industry peers for the performance of presale house sales contracts in accordance with the Consumer Protection Act.
- Note 4: In accordance with the Company's endorsement and guarantee procedures, the total amount of endorsement and guarantee and the amount of endorsement and guarantee to a single enterprise are limited to three times of the shareholders' equity in the Company's most recent financial statements.
- Note 5: In accordance with First Steamship S.A. and subsidiaries' endorsement and guarantee procedures, the total amount of endorsements and guarantees and the amount of endorsements and guarantees to a single enterprise are limited to five times of the net worth as shown in the company's most recent financial statements.
- Note 6: In accordance with Grand Ocean Retail Group Ltd. and its subsidiaries' endorsement and guarantee procedures, the total amount of endorsement and guarantee and the amount of endorsement and guarantee to a single company are limited to ten times of the net worth as shown in the company's most recent financial statements. After review, the company has not exceeded the limit for the current period.
- Note 7: According to Grand Ocean Retail Group Ltd. and its subsidiaries' endorsement and guarantee procedures, for companies in which more than 50% of shares are directly or indirectly held, the total amount of endorsements and guarantees provided by Grand Ocean Classic Commercial Group Co., Ltd. and its subsidiaries, as well as the amount provided to any single company, shall be limited to five times of the total assets of Grand Ocean Classic Commercial Group Co., Ltd. and its subsidiaries as shown in the most recent financial statements.
- Note 8: According to Royal Sunway Development Co., Ltd.'s endorsement and guarantee procedures, the total amount of endorsement and guarantee shall be limited to twenty times of the net worth of the company's most recent financial statements, and the amount of endorsement and guarantee for a single company shall be limited to ten times of the net worth as shown in the company's most recent financial statements.
- Note 9: For the endorsement and guarantee provided for Royal Sunway Development Co., Ltd. by the Company, the Company issued a cashier's order in the amount of \$250,900 thousand as collateral.
- Note 10: For the endorsement and guarantee provided, standby letters of credit (Standby L/C) and time deposits in the amount of \$707,527 thousand were pledged as collateral.
- Note 11: Grand Ocean Retail Group Ltd.'s subsidiaries, Fuzhou Grand Ocean Classic Commerce Ltd., Wuhan Optics Valley Grand Ocean Commercial Development Ltd., and Quanzhou Grand Ocean Commercial Ltd. jointly endorsed and guaranteed the subsidiary, Grand Ocean Classic Commercial Group Co., Ltd. in the total amount of \$6,244,845 thousand at the end of the period with the actual risk exposure being \$2,081,615 thousand. Grand Ocean Retail Group Ltd.'s subsidiaries, Ocean Crystal Classic Commercial Group Ltd. and Ocean Crystal Classic Commercial Group Ltd., jointly endorsed and guaranteed the subsidiary, Wuhan Grand Ocean Jingdian Commercial Ltd. in the total amount of \$1,248,970 thousand at the end of the period with the actual risk exposure being \$624,485 thousand.

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Table 3 Holding of Significant Marketable Securities (not Including Subsidiaries, Associates and Joint Ventures)
(March 31, 2025)

								(Unit: NTS thousands)
Securities held by	Marketable securities	Relationship with the securities issuer	General ledger account	End of the period				Note
				Shares (unit)	Carrying amount	Shareholding ratio	Fair value	
First Steamship Co., Ltd.	Corporate bonds of AT&T Inc.	-	Financial assets at fair value through profit or loss - current	240	8,137	-	8,137	
First Steamship Co., Ltd.	Corporate bonds of Biogen Inc.	-	Financial assets at fair value through profit or loss - current	240	7,161	-	7,161	
First Steamship Co., Ltd.	Unsecured convertible bonds of PRO Brand Technology (TW) Inc.	A subsidiary of the associate	Financial assets at fair value through profit or loss - current	3	97,038	-	97,038	
Ahead Capital Ltd.	Shares of Wanjia Group Holdings Ltd.	-	Financial assets at fair value through profit or loss - current	1,772,000	635	0.32%	635	
Ahead Capital Ltd.	Shares of China Construction Bank Corporation	-	Financial assets at fair value through profit or loss - current	70,000	2,055	0.00%	2,055	
Ahead Capital Ltd.	Shares of Industrial and Commercial Bank of China Ltd.	-	Financial assets at fair value through profit or loss - current	85,000	2,010	0.00%	2,010	
Ahead Capital Ltd.	Shares of China Minsheng Bank Corp., Ltd.	-	Financial assets at fair value through profit or loss - current	42,480	635	0.00%	635	
Ahead Capital Ltd.	Shares of Bank of China Ltd.	-	Financial assets at fair value through profit or loss - current	70,000	1,401	0.00%	1,401	
Ahead Capital Ltd.	Shares of Tian An Australia Ltd.	-	Financial assets at fair value through profit or loss - current	1,513,412	5,987	1.75%	5,987	
Media Assets Global Ltd.	Shares of Tian An Australia Ltd.	-	Financial assets at fair value through profit or loss - current	12,763	51	0.01%	51	
Heritage Riches Ltd.	Shares of Tian An Australia Ltd.	-	Financial assets at fair value through profit or loss - current	1,225,653	4,848	1.42%	4,848	
Grand Ocean Group Ltd.	Funds of Allianz Income and Growth	-	Financial assets at fair value through profit or loss - current	46,510	12,177	-	12,177	

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Table 4 Receivables from Related Parties of \$100 Million or 20% of Paid-in Capital or More
(March 31, 2025)

Creditor	Counterparty	Relationship	Balance of accounts receivables of related parties	Turnover rate	Overdue receivables		Amount collected subsequent to the balance sheet date	Loss allowance
					Amount	Action taken		
The Company	Royal Sunway Development Co., Ltd.	Subsidiary with 55% of shareholding	693,513	-	-	-	-	-
First Steamship S.A.	The Company	The parent company	312,957	-	-	-	-	-
First Steamship S.A.	Ahead Capital Ltd.	Subsidiary with 100% of shareholding	700,094	-	-	-	-	-
First Steamship S.A.	Media Assets Global Ltd.	Subsidiary with 100% of shareholding	371,929	-	-	-	-	-
First Steamship S.A.	Grand Ocean Retail Group Ltd.	Subsidiary with 46.83% of shareholding	630,042	-	-	-	-	-
First Steamship S.A.	Mariner Finance Ltd.	Same ultimate parent company	375,300	-	-	-	-	-
Nature Sources Ltd.	First Steamship S.A.	The parent company	298,513	-	-	-	-	-
Mariner Finance Ltd.	Zhuke Technology (Zhuke Group)	Associate	319,215	-	-	-	-	319,215
Mariner Finance Ltd.	Hainan Sanhe Licheng Business Service Co., Ltd.	Associate	158,359	-	-	-	-	156,287
Grand Citi Ltd.	Grand Ocean Retail Group Ltd.	The parent company	1,350,597	-	-	-	-	-
Grand Citi Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	Subsidiary with 100% of shareholding	239,071	-	-	-	-	-
Grand Ocean Classic Commercial Group Co., Ltd.	Hengyang Grand Ocean Commercial Development Ltd.	Subsidiary with 100% of shareholding	316,406	-	-	-	-	-
Grand Ocean Classic Commercial Group Co., Ltd.	Quanzhou Grand Ocean Commercial Ltd.	Subsidiary with 100% of shareholding	1,524,205	-	-	-	-	-
Grand Ocean Classic Commercial Group Co., Ltd.	Fuzhou Grand Ocean Classic Commercial Ltd.	Subsidiary with 100% of shareholding	1,434,927	-	-	-	-	-
Grand Ocean Classic Commercial Group Co., Ltd.	Fuzhou Jiaruixing Business Administration Limited	Subsidiary with 100% of shareholding	195,672	-	-	-	-	-
Grand Ocean Classic Commercial Group Co., Ltd.	Fuzhou Grand Ocean Commercial Ltd.	Subsidiary with 100% of shareholding	278,935	-	-	-	-	-
Grand Ocean Classic Commercial Group Co., Ltd.	Shanghai Grand Ocean Qianshu Commercial Management Co., Ltd.	Subsidiary with 100% of shareholding	157,277	-	-	-	-	-
Grand Ocean Classic Commercial Group Co., Ltd.	Grand Ocean Retail Group Ltd.	The parent company	697,305	-	-	-	-	-
Fuzhou Grand Ocean Commercial Ltd.	Wuhan Grand Ocean Jingdian Commercial Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.'s subsidiary with 100% of shareholding	226,665	-	-	-	-	-
Nanjing Grand Ocean Classic Commercial Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.'s subsidiary with 100% of shareholding	2,449,180	-	-	-	-	-
Wuhan Grand Ocean Jingdian Commercial Ltd.	Shiyan Ocean Modern Shopping Co., Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.'s subsidiary with 100% of shareholding	404,296	-	-	-	-	-
Wuhan Grand Ocean Jingdian Commercial Ltd.	Hengyang Grand Ocean Commercial Development Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.'s subsidiary with 100% of shareholding	162,828	-	-	-	-	-
Yichang Grand Ocean Commercial Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.'s subsidiary with 100% of shareholding	935,801	-	-	-	-	-
Yichang Grand Ocean Commercial Ltd.	Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.'s subsidiary with 100% of shareholding	241,468	-	-	-	-	-
Hefei Grand Ocean Classic Commercial Department Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.'s subsidiary with 100% of shareholding	353,874	-	-	-	-	-
Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	Chongqing Optics Valley Grand Ocean Commercial Development Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.'s subsidiary with 100% of shareholding	399,832	-	-	-	-	-

Note: Except for Hainan Sanhe Licheng Business Service Co., Ltd. and Zhuke Technology (Zhuke Group), the above amounts have been eliminated when preparing the consolidated financial statements.

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Table 5 Business Relationships and Significant Intercompany Transactions
(March 31, 2025)

(Unit: NT\$ thousands)							
No. (Note 1)	Trader name	Counterparty	Relationship with the trader (Note 2)	Transaction			
				General ledger account	Amount	Transaction terms	Percentage of consolidated total operating revenues or total assets
0	The Company	Royal Sunway Development Co., Ltd.	1	Other receivables - related parties	693,513	Mutual agreement	2.02%
1	First Steamship S.A.	The Company	2	Other receivables - related parties	312,957	Mutual agreement	0.91%
1	First Steamship S.A.	Ahead Capital Ltd.	1	Other receivables - related parties	700,094	Mutual agreement	2.04%
1	First Steamship S.A.	Media Assets Global Ltd.	1	Other receivables - related parties	371,929	Mutual agreement	1.08%
1	First Steamship S.A.	Grand Ocean Retail Group Ltd.	1	Other receivables - related parties	630,042	Mutual agreement	1.84%
1	First Steamship S.A.	Mariner Finance Ltd.	3	Other receivables - related parties	375,300	Mutual agreement	1.09%
2	Nature Sources Ltd.	First Steamship S.A.	2	Other receivables - related parties	298,513	Mutual agreement	0.87%
3	Grand Citi Ltd.	Grand Ocean Retail Group Ltd.	2	Other receivables - related parties	1,350,597	Mutual agreement	3.94%
3	Grand Citi Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	1	Other receivables - related parties	239,071	Mutual agreement	0.70%
4	Grand Ocean Classic Commercial Group Co., Ltd.	Hengyang Grand Ocean Commercial Development Ltd.	1	Other receivables - related parties	316,406	Mutual agreement	0.92%
4	Grand Ocean Classic Commercial Group Co., Ltd.	Quanzhou Grand Ocean Commercial Ltd.	1	Other receivables - related parties	1,524,205	Mutual agreement	4.44%
4	Grand Ocean Classic Commercial Group Co., Ltd.	Fuzhou Grand Ocean Classic Commercial Ltd.	1	Other receivables - related parties	1,434,927	Mutual agreement	4.18%
4	Grand Ocean Classic Commercial Group Co., Ltd.	Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	1	Other receivables - related parties	23,129	Mutual agreement	0.07%
4	Grand Ocean Classic Commercial Group Co., Ltd.	Fuzhou Jiaruixing Business Administration Limited	1	Other receivables - related parties	195,672	Mutual agreement	0.57%
4	Grand Ocean Classic Commercial Group Co., Ltd.	Fuzhou Grand Ocean Commercial Ltd.	1	Other receivables - related parties	278,935	Mutual agreement	0.81%
4	Grand Ocean Classic Commercial Group Co., Ltd.	Wuhan Grand Ocean Jingdian Commercial Ltd.	1	Other receivables - related parties	9,067	Mutual agreement	0.03%
4	Grand Ocean Classic Commercial Group Co., Ltd.	Shanghai Grand Ocean Qianshu Commercial Management Co., Ltd.	1	Other receivables - related parties	157,277	Mutual agreement	0.46%
4	Grand Ocean Classic Commercial Group Co., Ltd.	Grand Ocean Retail Group Ltd.	2	Other receivables - related parties	697,305	Mutual agreement	2.03%
5	Fuzhou Grand Ocean Commercial Ltd.	Fuzhou Jiaruixing Business Administration Limited	1	Other receivables - related parties	34,694	Mutual agreement	0.10%
5	Fuzhou Grand Ocean Commercial Ltd.	Wuhan Grand Ocean Jingdian Commercial Ltd.	1	Other receivables - related parties	226,665	Mutual agreement	0.66%
6	Nanjing Grand Ocean Classic Commercial Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	2	Other receivables - related parties	2,449,180	Mutual agreement	7.14%
7	Wuhan Grand Ocean Jingdian Commercial Ltd.	Shiyan Ocean Modern Shopping Co., Ltd.	1	Other receivables - related parties	404,296	Mutual agreement	1.18%
7	Wuhan Grand Ocean Jingdian Commercial Ltd.	Hengyang Grand Ocean Commercial Development Ltd.	1	Other receivables - related parties	162,828	Mutual agreement	0.47%
7	Wuhan Grand Ocean Jingdian Commercial Ltd.	Chongqing Optics Valley Grand Ocean Commercial Development Ltd.	1	Other receivables - related parties	78,639	Mutual agreement	0.23%
7	Wuhan Grand Ocean Jingdian Commercial Ltd.	Wuhan Hanyang Grand Ocean Jingdian Commercial Ltd.	1	Other receivables - related parties	77,051	Mutual agreement	0.22%
8	Yichang Grand Ocean Commercial Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	2	Other receivables - related parties	935,801	Mutual agreement	2.73%
8	Yichang Grand Ocean Commercial Ltd.	Wuhan Grand Ocean Jingdian Commercial Ltd.	1	Other receivables - related parties	57,823	Mutual agreement	0.17%
8	Yichang Grand Ocean Commercial Ltd.	Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	1	Other receivables - related parties	241,468	Mutual agreement	0.70%
9	Hefei Grand Ocean Classic Commercial Department Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	2	Other receivables - related parties	353,874	Mutual agreement	1.03%
10	Shanghai Jingxuan- Commercial Management Co., Ltd.	Grand Ocean Classic Commercial Group Co., Ltd.	2	Other receivables - related parties	32,381	Mutual agreement	0.09%
11	Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	Wuhan Grand Ocean Jingdian Commercial Ltd.	1	Other receivables - related parties	72,625	Mutual agreement	0.21%
11	Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	Chongqing Optics Valley Grand Ocean Commercial Development Ltd.	1	Other receivables - related parties	399,832	Mutual agreement	1.17%
11	Wuhan Optics Valley Grand Ocean Commercial Development Ltd.	Wuhan Hanyang Grand Ocean Jingdian Commercial Ltd.	1	Other receivables - related parties	50,884	Mutual agreement	0.15%

Note 1: Companies are numbered as follows:
1. “0” for the parent Company.
2. Subsidiaries are numbered from “1”.

Note 2: Relationship with the trader shall be indicated as follows:
1. The parent company to the subsidiary.
2. The subsidiary to the parent company.
3. The subsidiary to another subsidiary.

Note 3: All above amount had been eliminated when preparing the consolidated financial statements.

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Table 6 Information on Investees (Excluding Information on Investment in China)
(March 31, 2025)

(Unit: NT\$ thousands)

Name of investor	Name of investee	Location	Main business activities	Initial investment amount		Shares held as at end of period			(Loss) Profit of the investee for the current period	Investment (loss) income recognized by the Company for the current period	Note
				End of the period	End of last year	Shares	Ratio	Carrying amount			
The Company	Royal Sunway Development Co., Ltd.	Taiwan	Real estate development, rental and leasing of building	165,000	165,000	16,500,000	55.00%	116,065	(11,692)	(6,431)	Subsidiary
The Company	First Steamship S.A.	Panama	Investment holding company, international transportation and shipping agency	1,972,377	1,972,377	594	100.00%	3,623,197	(82,988)	(82,988)	Subsidiary
The Company	First Mariner Holding Ltd.	British Virgin Islands	Investment holding company	1,637,007	1,637,007	49,300,000	100.00%	(295,635)	(6,184)	(6,184)	Subsidiary
The Company	Alliance Steamship S.A.	Panama	Domestic and international transportation	398,460	398,460	120,000	100.00%	452,198	4,838	4,838	Subsidiary
The Company	Advantage Steamship Co., Ltd.	Liberia	Domestic and international transportation	-	-	-	100.00%	(41)	(20)	(20)	Subsidiary (Note 6)
The Company	Best Steamship S.A.	Panama	Domestic and international transportation	564,485	564,485	170,000	100.00%	549,351	(14,919)	(14,919)	Subsidiary
The Company	Black Sea Steamship S.A.	Panama	Domestic and international transportation	365,255	365,255	110,000	100.00%	336,344	(2,376)	(2,376)	Subsidiary
The Company	Excellent Steamship International S.A.	Panama	Domestic and international transportation	298,845	298,845	90,000	100.00%	368,644	8,947	8,947	Subsidiary
The Company	Grand Steamship S.A.	Panama	Domestic and international transportation	531,280	531,280	160,000	100.00%	620,721	3,341	3,341	Subsidiary
The Company	Longevity Navigation S.A.	Panama	Domestic and international transportation	448,268	448,268	135,000	100.00%	499,206	11,922	11,922	Subsidiary
The Company	Mighty Steamship Co., Ltd.	Liberia	Domestic and international transportation	-	-	-	100.00%	(41)	(20)	(20)	Subsidiary (Note 6)
The Company	Praise Maritime S.A.	Panama	Domestic and international transportation	614,293	614,293	185,000	100.00%	700,140	3,163	3,163	Subsidiary
The Company	Reliance Steamship S.A.	Panama	Domestic and international transportation	398,460	398,460	120,000	100.00%	441,881	(983)	(983)	Subsidiary
The Company	Ship Bulker Steamship S.A.	Panama	Domestic and international transportation	398,460	398,460	120,000	100.00%	401,736	(8,301)	(8,301)	Subsidiary
The Company	Shining Steamship International S.A.	Panama	Domestic and international transportation	318,768	318,768	96,000	100.00%	365,494	9,598	9,598	Subsidiary
The Company	Sure Success Steamship S.A.	Panama	Domestic and international transportation	474,832	474,832	143,000	100.00%	601,959	(5,558)	(5,558)	Subsidiary
The Company	Grand Ocean Retail Group Ltd.	Cayman Islands	Investment holding company	814,024	814,024	19,552,000	10.00%	466,858	(184,261)	(18,426)	Second-tier subsidiary (Note 4)
The Company	Da Yu Financial Holdings Ltd.	Hong Kong	Corporate finance advisory and asset management services	440,763	440,763	663,320,000	29.11%	755,517	31,171	9,074	Associate
The Company	Sandmartin International Holdings Ltd.	Hong Kong	Media & entertainment platforms services	258,475	258,475	473,869,283	38.52%	0	0	0	Associate
Royal Sunway Development Co., Ltd.	Jiawang Assets Development Co., Ltd.	Taiwan	Real estate trading and leasing	9,800	9,800	980,000	49.00%	8,639	(145)	(71)	Associate
Ahead Capital Ltd.	Grand Ocean Retail Group Ltd.	Cayman Islands	Investment holding company	481,473	481,473	3,500,000	1.79%	83,568	(184,261)	Note 1	Second-tier subsidiary
First Steamship S.A.	Grand Ocean Retail Group Ltd.	Cayman Islands	Investment holding company	2,722,810	2,722,810	91,560,000	46.83%	2,186,295	(184,261)	Note 1	Second-tier subsidiary
First Steamship S.A.	Ahead Capital Ltd.	British Virgin Islands	Investment holding company	514,678	514,678	1,550	100.00%	(603,513)	(2,569)	Note 1	Second-tier subsidiary
First Steamship S.A.	Heritage Riches Ltd.	British Virgin Islands	Investment holding company	332	332	5	100.00%	28,548	(89)	Note 1	Second-tier subsidiary
First Steamship S.A.	Media Assets Global Ltd.	British Virgin Islands	Investment holding company	166,025	166,025	50,000	100.00%	(371,833)	(1)	Note 1	Second-tier subsidiary
First Steamship S.A.	Nature Sources Ltd.	Hong Kong	Investment holding company	279,918	279,918	8,430,000	100.00%	298,643	(94)	Note 1	Second-tier subsidiary
First Mariner Holding Ltd.	First Mariner Capital Ltd.	British Virgin Islands	Investment holding company	1,093,109	1,093,109	32,920,000	100.00%	(302,162)	(6,088)	Note 1	Second-tier subsidiary
First Mariner Holding Ltd.	Mariner Far East Ltd.	Hong Kong	Investment holding company	126,179	126,179	3,800,000	100.00%	4,436	(95)	Note 1	Second-tier subsidiary

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Name of investor	Name of investee	Location	Main business activities	Initial investment amount		Shares held as at end of period			(Loss) Profit of the investee for the current period	Investment (loss) income recognized by the Company for the current period	Note
				End of the period	End of last year	Shares	Ratio	Carrying amount			
First Mariner Capital Ltd.	Mariner Capital Ltd.	Hong Kong	Investment holding company	930,072	930,072	28,010,000	100.00%	(303,259)	(6,088)	Note 1	Second-tier subsidiary
Grand Citi Ltd.	Sandmartin International Holdings Ltd.	Hong Kong	Media & entertainment platforms services	84,118	84,118	44,197,255	3.59%	0	0	Note 1	Associate

- Note 1: Disclosure is exempted in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers.
- Note 2: This consolidated financial statements is the primary report of the Company’s second-tier subsidiary, Grand Ocean Retail Group Ltd. Accordingly, the disclosure of information related to its overseas investees is limited to the relevant information of the holding company in accordance with the “Regulations Governing the Preparation of Financial Reports by Securities Issuers.”
- Note 3: The amounts presented in this table are expressed based on spot exchange rates and average exchange rates as of the reporting date.
- Note 4: The Company pledged 10,000,000 shares as collateral.
- Note 5: Except for Da Yu Financial Holdings Limited, Sandmartin International Holdings Ltd., and Jiawang Assets Development Co., Ltd., all others have been eliminated when preparing the consolidated financial statements.
- Note 6: Investment has not yet been made.

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Table 7 Information on investment in China
(March 31, 2025)
1. Information on investment in China

(Expressed in Thousands of New Taiwan Dollars)															
Investee in China	Main business activities	Paid-in capital			Investment method (Note 1)	Accumulated remittance from Taiwan to China as of the beginning of period		Remittance from Taiwan to China/remittance back to Taiwan for the current period		Accumulated amount of remittance from Taiwan as of the end of period	Profit (loss) of the investee for the current period	Ownership held by the Company (directly or indirectly)	Investment (loss) income recognized by the Company for the current period	Carrying amount at the end of period	Remittance of investment income back to Taiwan as of the end of period
								Remitted	Received						
Grand Ocean Classic Commercial Group Co., Ltd.	Holding, wholesale of cosmetics, clothing, shoes and hats, gold and silver jewelry, packaging, food, household electrical appliances, communication equipment and handicrafts.	3,931,940	(CNY 850,000)	-	(1)	1,923,176	(USD 57,918)	-	-	1,923,176	(148,668)	58.62%	(87,149)	3,864,982	-
Beijing Shouhai International Economy Technology Consultation Services Limited	Providing personnel technical support and training for ship operations, supply of spare parts, supplies and repairs of ships, commercial advice and technical services	-	-	-	(1)	5,415	(USD 163)	-	-	5,415	-	-	-	-	-
Mariner Finance Ltd. (Note 4)	Automobile finance and lease	888,144	(USD 26,747)	-	(1)	888,144	(USD 26,747)	-	-	888,144	(5,994)	100.00%	(5,994)	(301,791)	-
Shanghai Youxin Car Leasing Ltd.	Automobile lease	23,129	(CNY 5,000)	(Note 6)	(1)	(Note 7)		-	-	-	(2,248)	100.00%	(2,248)	(59,283)	-
Wuhan Youxin Car Leasing Ltd.	Automobile lease	4,626	(CNY 1,000)	(Note 6)	(1)	(Note 7)		-	-	-	-	100.00%	-	(6,615)	-
Chongqing Youren Car Leasing Ltd.	Automobile lease	4,626	(CNY 1,000)	(Note 6)	(1)	(Note 7)		-	-	-	-	100.00%	-	(11,672)	-
Fuzhou Youli Car Leasing Ltd.	Automobile lease	4,626	(CNY 1,000)	(Note 6)	(1)	(Note 7)		-	-	-	(1)	100.00%	(1)	(372)	-
Qingdao Youcheng Car Leasing Ltd.	Automobile lease	9,252	(CNY 2,000)	(Note 6)	(1)	(Note 7)		-	-	-	-	100.00%	-	(14,145)	-
Dongguan Youcheng Car Leasing Ltd.	Automobile lease	4,626	(CNY 1,000)	(Note 6)	(1)	(Note 7)		-	-	-	-	100.00%	-	(4,973)	-
Guangzhou Youqiang Car Leasing Ltd.	Automobile lease	4,626	(CNY 1,000)	(Note 6)	(1)	(Note 7)		-	-	-	-	100.00%	-	(1,352)	-
Changsha Youli Car Service Ltd.	Automobile lease	4,626	(CNY 1,000)	(Note 6)	(1)	(Note 7)		-	-	-	(1)	100.00%	(1)	(1,633)	-
Xian Youcheng Car Service Ltd.	Automobile lease	4,626	(CNY 1,000)	(Note 6)	(1)	(Note 7)		-	-	-	-	100.00%	-	(3,953)	-
Chengdu Youcheng Car Leasing Ltd.	Automobile lease	4,626	(CNY 1,000)	(Note 6)	(1)	(Note 7)		-	-	-	-	100.00%	-	(297)	-
Lianyungang Youren Car Service Ltd.	Automobile lease	4,626	(CNY 1,000)	(Note 6)	(1)	(Note 7)		-	-	-	-	100.00%	-	(1,089)	-
Jinan Youli Car Leasing Ltd.	Automobile lease	23,129	(CNY 5,000)	(Note 6)	(1)	(Note 7)		-	-	-	-	100.00%	-	(4,811)	-
Urumqi Taroko Car Rental Co., Ltd.	Automobile lease	9,252	(CNY 2,000)	(Note 6)	(1)	(Note 7)		-	-	-	-	100.00%	-	(6,990)	-
Hainan Sanhe Licheng Business Service Co., Ltd.	Travel car rental	23,129	(CNY 5,000)	-	(1)	(Note 7)		-	-	-	-	50.00%	-	-	-
Shanghai Zhuke Technology Co., Ltd.	Travel car rental	92,516	(CNY 20,000)	-	(1)	(Note 7)		-	-	-	-	55.00%	-	-	-

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2. Limit on investment in China

Accumulated investment in China as of the end of the period	Investment amount approved by the Investment Commission of the Ministry of Economic Affairs (M.O.E.A.)	Ceiling on investments in China imposed by the Investment Commission of M.O.E.A.
2,816,735	4,037,120	6,626,660
USD 84,828	USD 121,582	(Note 3)

- Note 1: The investment was made through a company located in a third jurisdiction, which subsequently invested in China.
- Note 2: Grand Ocean Retail Group Ltd. is an offshore company and is not subject to the "Review Principles of Investment and Engagement of Technological Cooperation in China."
- Note 3: Limit calculation: Consolidated equity value for the current period × 60% = NT\$11,044,433 thousand × 60% = NT\$6,626,660 thousand.
- Note 4: The investment income and losses are recognized based on the financial statements audited by an international accounting firm that has a cooperative relationship with a CPA firm in the Republic of China.
- Note 5: The amounts presented in this table are expressed based on spot exchange rates and average exchange rates as of the reporting date.
- Note 6: Capital verification has not yet been conducted.
- Note 7: It was remitted through the subsidiary, Mariner Finance Ltd.
- Note 8: Except for Hainan Sanhe Licheng Business Service Co., Ltd. and Shanghai Zhuke Technology Co., Ltd., the above investees have been eliminated when preparing the consolidated financial statements.

3. Information on significant transactions: The Group's significant direct or indirect transactions with its investees in China for the three months ended March 31, 2025 (which have been eliminated at the time of the preparation of the consolidated financial statements), please refer to “Information on significant transactions” for details.