

MEGA INTERNATIONAL COMMERCIAL BANK CO., LTD.
BALANCE SHEETS
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

Assets	Notes	December 31, 2024	December 31, 2023
Assets			
Cash and cash equivalents	6(1)	\$ 90,883,907	\$ 130,641,286
Due from the Central Bank and call loans to banks	6(2) and 10(3)	590,646,563	549,868,447
Financial assets at fair value through profit or loss	6(3)	58,831,126	56,779,516
Financial assets at fair value through other comprehensive income	6(4)		
		405,075,178	407,864,306
Investments in debt instruments at amortized cost	6(5)	643,056,755	609,844,648
Securities purchased under resell agreements	10(3)	6,806,137	11,317,301
Receivables, net	6(6)	49,805,601	39,781,678
Current tax assets		34	1,130
Discounts and loans, net	6(7) and 10(3)	2,271,193,943	2,110,732,272
Investments measured by equity method, net	6(8)	12,973,249	12,661,111
Other financial assets, net	6(9)	436,703	424,121
Property and equipment, net	6(10)	15,396,465	15,210,521
Right-of-use assets, net	6(11) and 10(3)	2,140,831	2,306,231
Investment property, net	6(13)	582,256	582,564
Intangible assets, net		1,315,587	1,188,938
Deferred income tax assets	6(36)	5,729,622	6,365,978
Other assets, net	6(14)	6,608,573	7,389,790
Total assets		\$ 4,161,482,530	\$ 3,962,959,838
Liabilities and equity			
Liabilities			
Deposits from the Central Bank and banks	6(15) and 10(3)	\$ 527,164,517	\$ 611,251,006
Due to the Central Bank and banks	6(16) and 10(3)	2,655,613	2,870,805
Financial liabilities at fair value through profit or loss	6(17)(20)(38)	25,772,290	24,635,566
Securities sold under repurchase agreements	6(3)(4)	14,967,551	39,912,828
Payables	6(18)	35,377,798	43,294,718
Current tax liabilities	10(3)	4,283,724	8,883,471
Deposits and remittances	6(19) and 10(3)	3,129,751,966	2,837,793,640
Bank notes payable	6(20)(38)	28,700,000	15,500,000
Other financial liabilities	6(22)	17,158,140	18,452,135
Provisions	6(21)	14,976,356	15,666,536
Lease liabilities	6(11) and 10(3)	2,210,162	2,365,545
Deferred income tax liabilities	6(36)	2,074,827	2,704,942
Other liabilities	6(23)	13,997,260	8,409,080
Total liabilities		3,819,090,204	3,631,740,272
Equity attributable to owners of parent			
Capital			
Common stock	6(24)	96,118,000	85,362,336
Capital surplus	6(24)	62,444,438	62,437,396
Retained earnings			
Legal reserve	6(24)	128,371,157	119,281,053
Special reserve	6(24)	4,232,237	16,174,049
Unappropriated earnings		51,663,386	46,931,008
Other equity interest	6(26)	(436,892)	1,033,724
Total equity		342,392,326	331,219,566
Total liabilities and equity		\$ 4,161,482,530	\$ 3,962,959,838

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

MEGA INTERNATIONAL COMMERCIAL BANK CO., LTD.
STATEMENTS OF COMPREHENSIVE INCOME
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT FOR EARNINGS PER SHARE AMOUNTS)

Items	Notes	For the years ended December 31,		Changes Percentage (%)
		2024	2023	
Interest income	6(27) and 10(3)	\$ 123,343,864	\$ 112,689,018	9
Less: interest expenses	6(27) and 10(3)	(86,096,514)	(76,108,625)	13
Net interest revenue (expense)		37,247,350	36,580,393	2
Net revenue other than interest				
Net service fee revenue (charge)	6(28) and 10(3)	9,295,912	7,437,831	25
Gain on financial assets and liabilities at fair value through profit or loss	6(29)	16,056,571	19,438,278	(17)
Realized gains on financial assets at fair value through other comprehensive income	6(30)	2,102,241	1,929,566	9
Gain arising from derecognition of financial assets measured at amortized cost	6(5)(7)	194,368	2	9718300
Foreign exchange gains		2,968,153	2,435,219	22
Reversal of impairment loss (impairment loss) on assets	6(31)	33,215	(66,481)	(150)
Share of profit of associates and joint ventures accounted for using equity method	6(8)	266,573	574,103	(54)
Net other revenue other than interest income	6(32)	444,737	433,594	3
Net revenue		68,609,120	68,762,505	-
Bad debts expense, commitment and guarantee liability provision	8(3)	(7,061,569)	(6,784,467)	4
Operating expenses				
Employee benefits expenses	6(33) and 10(3)	(18,266,257)	(17,340,690)	5
Depreciation and amortization expenses	6(34)	(2,269,378)	(2,138,162)	6
Other general and administrative expenses	6(35) and 10(3)	(7,948,815)	(7,208,805)	10
Income from continuing operations before tax		33,063,101	35,290,381	(6)
Income tax expense	6(36)	(4,693,582)	(4,265,787)	10
Income from continuing operations, net of tax		<u>\$ 28,369,519</u>	<u>\$ 31,024,594</u>	(9)

(Continued)

MEGA INTERNATIONAL COMMERCIAL BANK CO., LTD.
STATEMENTS OF COMPREHENSIVE INCOME
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS, EXCEPT FOR EARNINGS PER SHARE AMOUNTS)

Items	Notes	For the years ended December 31,		Changes Percentage (%)
		2024	2023	
Other comprehensive income				
Components of other comprehensive income that will not be reclassified to profit or loss				
Gains (losses) on remeasurements of defined benefit plans	6(21)	\$ 806,011	(\$ 1,198,168)	(167)
Revaluation gains on investments in equity instruments measured at fair value through other comprehensive income	6(4)(26)	4,022,380	12,409,703	(68)
Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will not be reclassified to profit or loss	6(8)(26)	4,186	12,403	(66)
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	6(36)	(161,202)	239,634	(167)
Components of other comprehensive income that will be reclassified to profit or loss				
Exchange differences on translation	6(26)	1,275,262	50,778	2411
Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	6(8)(26)	207,183	396,372	(48)
Revaluation (losses) gains from investments in debt instruments measured at fair value through other comprehensive income	6(4)(26)	(1,745,234)	2,471,877	(171)
(Reversal of impairment loss) impairment loss from investments in debt instruments measured at fair value through other comprehensive income	6(4)(26)	(32,595)	35,691	(191)
Income tax related to components of other comprehensive income that will be reclassified to profit or loss	6(36)	(68,483)	(129,597)	(47)
Total other comprehensive income, net of tax		<u>\$ 4,307,508</u>	<u>\$ 14,288,693</u>	(70)
Total comprehensive income		<u>\$ 32,677,027</u>	<u>\$ 45,313,287</u>	(28)
Earnings per share	6(37)			
Basic and diluted earnings per share (In New Taiwan Dollars)		<u>\$ 2.95</u>	<u>\$ 3.23</u>	

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

MEGA INTERNATIONAL COMMERCIAL BANK CO., LTD.
STATEMENTS OF CHANGES IN EQUITY
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

		Retained earnings					Other equity interest			
							Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income			
	Notes	Common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Exchange differences on translation of foreign financial statements	Others	Total equity	
For the year ended December 31, 2023										
Balance, January 1, 2023		\$ 85,362,336	\$ 62,219,540	\$ 112,293,953	\$ 4,210,485	\$ 39,852,517	(\$ 2,393,151)	(\$ 11,579,264)	\$ 289,956,540	
Profit		-	-	-	-	31,024,594	-	-	31,024,594	
Other comprehensive income (loss)		-	-	-	-	(958,534)	138,477	(116)	14,288,693	
Total comprehensive income (loss)		-	-	-	-	30,066,060	138,477	(116)	45,313,287	
Disposal of investments in equity instruments designated at fair value through other comprehensive income	6(4)	-	-	-	-	231,212	-	(231,212)	-	
Reversal of special reserve due to disposal of property and equipment	6(24)	-	-	-	(3,075)	3,075	-	-	-	
Share-based payment transaction	6(24)	-	217,856	-	-	-	-	-	217,856	
Earnings distribution for 2022	6(25)									
Cash dividends		-	-	-	-	(4,268,117)	-	-	(4,268,117)	
Legal reserve		-	-	6,987,100	-	(6,987,100)	-	-	-	
Special reserve		-	-	-	12,018,428	(12,018,428)	-	-	-	
Reversal of special reserve		-	-	-	(51,789)	51,789	-	-	-	
Balance, December 31, 2023		\$ 85,362,336	\$ 62,437,396	\$ 119,281,053	\$ 16,174,049	\$ 46,931,008	(\$ 2,254,674)	\$ 3,298,390	\$ 331,219,566	
For the year ended December 31, 2024										
Balance, January 1, 2024		\$ 85,362,336	\$ 62,437,396	\$ 119,281,053	\$ 16,174,049	\$ 46,931,008	(\$ 2,254,674)	\$ 3,298,390	\$ 331,219,566	
Profit		-	-	-	-	28,369,519	-	-	28,369,519	
Other comprehensive income		-	-	-	-	643,025	1,765,446	1,889,045	4,307,508	
Total comprehensive income		-	-	-	-	29,012,544	1,765,446	1,889,045	32,677,027	
Disposal of investments in equity instruments designated at fair value through other comprehensive income	6(4)	-	-	-	-	5,135,099	-	(5,135,099)	-	
Reversal of special reserve due to disposal of property and equipment	6(24)	-	-	-	(1,310)	1,310	-	-	-	
Other changes in capital surplus	6(24)	-	7,042	-	-	-	-	-	7,042	
Earnings distribution for 2023	6(25)									
Cash dividends		-	-	-	-	(21,511,309)	-	-	(21,511,309)	
Stock dividends		10,755,664	-	-	-	(10,755,664)	-	-	-	
Legal reserve		-	-	9,090,104	-	(9,090,104)	-	-	-	
Special reserve		-	-	-	86,240	(86,240)	-	-	-	
Reversal of special reserve		-	-	-	(12,026,742)	12,026,742	-	-	-	
Balance, December 31, 2024		\$ 96,118,000	\$ 62,444,438	\$ 128,371,157	\$ 4,232,237	\$ 51,663,386	(\$ 489,228)	\$ 52,336	\$ 342,392,326	

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MEGA INTERNATIONAL COMMERCIAL BANK CO., LTD.
STATEMENTS OF CASH FLOWS
(EXPRESSED IN THOUSANDS OF NEW TAIWAN DOLLARS)

	For the years ended December 31,	
	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Profit before tax	\$ 33,063,101	\$ 35,290,381
Adjustments		
Adjustments to reconcile (profit) loss		
Depreciation expense	1,551,322	1,477,670
Amortization expense	718,056	660,492
Bad debts expense, commitment and guarantee liability provision	7,061,569	6,784,467
Interest expense	86,096,514	76,108,625
Interest income	(123,343,864)	(112,689,018)
Dividend income	(2,741,061)	(2,550,062)
Share of profit of associates and joint ventures accounted for using equity method	(274,073)	(574,103)
Loss on disposal of investments accounted for using equity method	7,500	
Gain on disposal of property and equipment	(24,729)	(36,748)
Loss on retirement of property and equipment	1,528	6,910
(Reversal of impairment loss) impairment loss on assets	(33,215)	66,481
Employee share-based payment expense	-	210,972
Others	(4,061)	(4,278)
Changes in operating assets and liabilities		
Increase in due from the Central Bank and call loans to banks	(7,540,322)	(138,779,603)
Increase in financial assets at fair value through profit or loss	(2,051,610)	(223,002)
Decrease in financial assets at fair value through other comprehensive income	5,066,274	11,535,744
Increase in investments in debt instruments measured at amortized cost	(33,191,347)	(50,464,350)
(Increase) decrease in receivables	(10,093,174)	8,777,860
Increase in discounts and loans	(167,334,703)	(62,612,186)
Increase in other financial assets	(4,369)	(139,465)
Decrease (increase) in other assets	765,127	(2,843,199)
(Decrease) increase in deposits from the Central Bank and banks	(84,086,489)	206,492,179
Increase in financial liabilities at fair value through profit or loss	1,261,774	3,610,732
(Decrease) increase in securities sold under repurchase agreements	(24,945,277)	5,082,367
(Decrease) increase in payables	(7,379,687)	9,467,421
Increase in deposits and remittances	291,958,326	4,981,474
(Decrease) increase in other financial liabilities	(1,293,995)	2,517,997
Decrease in provisions for employee benefits	(144,185)	(88,551)
(Decrease) increase in other liabilities	(1,796,053)	1,896,325
Cash (outflow) inflow generated from operations	(38,731,123)	3,963,532
Interest received	123,495,121	109,554,299
Dividends received	2,858,692	2,623,058
Interest paid	(86,633,747)	(71,204,343)
Income taxes paid	(9,515,677)	(4,691,726)
Net cash flows (used in) from operating activities	(8,526,734)	40,244,820
CASH FLOWS FROM INVESTING ACTIVITIES		
Acquisition of investments accounted for using equity method	-	(1,627,422)
Proceeds from capital reduction of investments accounted for using equity method	20,906	41,085
Acquisition of property and equipment	(1,062,232)	(1,105,707)
Proceeds from disposal of property and equipment	29,871	45,985
Acquisition of intangible assets	(840,648)	(729,546)
Disposal of intangible assets	35	-
Net cash flows used in investing activities	(1,852,068)	(3,375,605)
CASH FLOWS FROM FINANCING ACTIVITIES		
Decrease in due to the Central Bank and banks	(215,192)	(348,887)
Proceeds from issuance of bank notes	13,200,000	1,500,000
Redemption of bank notes	-	(1,000,000)
Increase in financial liabilities at fair value through profit or loss	297,349	-
Decrease in financial liabilities at fair value through profit or loss	(422,399)	-
Increase (decrease) in guarantee deposits received	7,399,802	(5,509,322)
Payments of lease liabilities	(613,964)	(597,411)
Cash dividends paid	(21,511,309)	(4,268,117)
Net cash flows used in financing activities	(1,865,713)	(10,223,737)
EFFECT OF EXCHANGE RATE CHANGES	1,213,766	41,353
NET (DECREASE) INCREASE IN CASH AND CASH EQUIVALENTS	(11,030,749)	26,686,831
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	457,619,074	430,932,243
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 446,588,325</u>	<u>\$ 457,619,074</u>
CASH AND CASH EQUIVALENTS COMPOSITION:		
Cash and cash equivalents reported in the balance sheet	\$ 90,883,907	\$ 130,641,286
Due from the Central Bank and call loans to banks qualifying for cash and cash equivalents under the definition of IAS 7	348,898,281	315,660,487
Securities purchased under resell agreements qualifying for cash and cash equivalents under the definition of IAS 7	6,806,137	11,317,301
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 446,588,325</u>	<u>\$ 457,619,074</u>

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