

**EASTERN MEDIA INTERNATIONAL  
CORPORATION AND SUBSIDIARIES**  
**Consolidated Financial Statements**

**With Independent Auditors' Review Report**  
**For the nine months ended September 30, 2024 and 2023**

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

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## **Independent Auditors' Review Report**

To the Board of Directors of Eastern Media International Corporation:

### **Introduction**

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

### **Scope of Review**

Except as explained in the Basis for Qualified Conclusion paragraph, we conducted our reviews in accordance with Standards on Review Engagements of the Republic of China 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". 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 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 4b, the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect total assets amounting to \$212,326 thousand and \$229,768 thousand, constituting 1.14% and 1.42% of consolidated total assets as of September 30, 2024 and 2023, respectively, total liabilities amounting to \$171,359 thousand and \$79,360 thousand, constituting 1.25% and 0.68% of consolidated total liabilities as of September 30, 2024 and 2023, respectively, and total comprehensive income amounting to \$(15,777) thousand, \$(14,980) thousand, \$(40,005) thousand and \$(48,540) thousand, constituting (57.84)%, (67.87)%, (21.92)%, and (39.26)% of consolidated total comprehensive income for the three months and nine months ended September 30, 2024 and 2023, respectively.

Furthermore, as stated in Note 12 the other equity accounted investments of Eastern Media International Corporation and its subsidiaries in its investee companies of \$1,157,413 thousand and \$1,259,921 thousand as of September 30, 2024 and 2023, respectively, and its equity in net loss on these investee companies of \$(24,707) thousand, \$(27,022) thousand, \$(81,789) thousand and \$(60,918) thousand for the three months and nine months ended September 30, 2024 and 2023, respectively, were recognized solely on the financial statement 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 consolidated subsidiaries and equity accounted investee companies described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, based on our reviews and the review reports of other auditors, 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 Eastern Media International Corporation and its subsidiaries as of September 30, 2024 and 2023, and its consolidated cash flows for the nine months ended September 30, 2024 and 2023 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

## **Other Matter**

We did not audit the financial statements of partial companies, associates of the Group, which represented investments in other entities accounted for using the equity method. Those statements were audited by other auditors, whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for partial companies, is based solely on the reports of other auditors. The investments in partial companies accounted for using the equity method of \$245,504 thousand and \$294,819 thousand, constituting 1.32% and 1.83% of consolidated total assets at September 30, 2024 and 2023, and the related share of profit of associates accounted for using the equity method of \$51,297 thousand, \$75,973 thousand, \$207,583 thousand and \$221,876 thousand, constituting 107.67%, (263.01)%, 125.20%, and 356.98% of consolidated total profit before tax for the three months and nine months ended September 30, 2024 and 2023.

The engagement partners on the review resulting in this independent auditors’ report are Hsin-Ting Huang and Chung-Che Chen.

KPMG

Taipei, Taiwan (Republic of China)

November 8, 2024

## **Notes to Readers**

The accompanying consolidated financial statements are intended only to present the consolidated statement of financial position, financial performance and 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 audit such consolidated financial statements are those generally accepted and applied in the Republic of China.

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

**EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES**  
**Consolidated Balance Sheets**  
**(Expressed in Thousands of New Taiwan Dollars)**

Assets	September 30, 2024 (Reviewed)		December 31, 2023 (Audited)		September 30, 2023 (Reviewed)	
	Amount	%	Amount	%	Amount	%
<b>Current assets:</b>						
1100 Cash and cash equivalents (Note 6)	\$ 2,173,271	12	\$ 1,682,873	10	\$ 1,619,453	10
1110 Current financial assets at fair value through profit or loss (Notes 7 and 37)	428,180	2	1,081,754	6	1,245,323	8
1151 Notes receivable, net (Notes 9, 29 and 37)	26,624	-	17,756	-	40,273	-
1170 Accounts receivable, net (Notes 9 and 29)	312,471	2	409,697	2	364,822	2
1180 Accounts receivable due from related parties, net (Notes 9, 29 and 36)	62,490	-	37,479	-	35,956	-
1200 Other receivables, net (Notes 7, 8, 10 and 17)	189,489	1	146,619	1	131,012	1
1210 Other receivables due from related parties (Notes 10 and 36)	3,229	-	2,390	-	1,190	-
130X Inventories (Notes 11 and 36)	399,860	2	442,290	3	436,226	3
1400 Current biological assets, net	11,296	-	13,788	-	15,219	-
1410 Prepayments (Note 36)	277,069	1	178,714	1	167,287	1
1476 Other current financial assets (Notes 6 and 37)	158,767	1	132,011	1	93,058	1
1479 Other current assets, others	2,453	-	1,963	-	1,881	-
	<u>4,045,199</u>	<u>21</u>	<u>4,147,334</u>	<u>24</u>	<u>4,151,700</u>	<u>26</u>
<b>Non-current assets:</b>						
1517 Non-current financial assets at fair value through other comprehensive income (Note 8)	12,500	-	7,500	-	7,500	-
1550 Investments accounted for using equity method, net (Notes 12 and 37)	1,402,917	8	1,244,741	7	1,554,740	10
1600 Property, plant and equipment (Notes 16, 35 and 37)	5,742,719	31	4,270,166	24	3,844,214	24
1755 Right of use assets (Notes 17, 36 and 37)	6,367,291	34	7,023,430	40	5,583,751	35
1780 Intangible assets (Notes 18, 35 and 36)	9,198	-	15,286	-	49,410	-
1840 Deferred tax assets	133,618	1	151,410	1	178,903	1
1920 Refundable deposits (Note 37)	364,529	2	352,726	2	440,155	2
1930 Long-term notes and accounts receivable (Notes 9, 29 and 37)	43,967	-	31,234	-	9,421	-
1940 Long-term notes and accounts receivable due from related parties (Notes 9, 29 and 36)	34,984	-	49,084	-	53,566	-
1980 Other non-current financial assets (Notes 17, 36 and 37)	209,053	1	186,163	1	174,659	1
1990 Other non-current assets, others (Notes 37 and 38)	289,745	2	88,758	1	94,389	1
	<u>14,610,521</u>	<u>79</u>	<u>13,420,498</u>	<u>76</u>	<u>11,990,708</u>	<u>74</u>
<b>Total assets</b>	<b><u>\$ 18,655,720</u></b>	<b><u>100</u></b>	<b><u>\$ 17,567,832</u></b>	<b><u>100</u></b>	<b><u>\$ 16,142,408</u></b>	<b><u>100</u></b>

(Please see accompanying notes to the consolidated financial statements)

**EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES**  
**Consolidated Balance Sheets (Cotn'd)**  
**(Expressed in Thousands of New Taiwan Dollars)**

	September 30, 2024		December 31, 2023		September 30, 2023	
	(Reviewed)		(Audited)		(Reviewed)	
	Amount	%	Amount	%	Amount	%
<b>Liabilities and Equity</b>						
<b>Current liabilities:</b>						
2100 Short-term loans (Notes 19 and 37)	\$ 554,000	3	\$ 385,559	2	\$ 553,788	3
2110 Short-term notes and bills payable (Notes 20 and 35)	49,738	-	99,779	1	249,737	2
2130 Current contract liabilities (Notes 29 and 36)	69,002	1	62,160	1	66,478	1
2150 Notes payable (Notes 21 and 35)	12,031	-	44,212	-	14,826	-
2170 Accounts payable	244,768	2	289,923	2	295,329	2
2180 Accounts payable due from related parties (Note 36)	59,528	-	77,383	-	57,517	-
2200 Other payables (Notes 35 and 38)	1,140,476	6	1,023,153	6	1,205,682	8
2220 Other payables due from related parties (Notes 36)	16,581	-	11,012	-	7,061	-
2230 Current tax liabilities	28	-	2,103	-	1,735	-
2280 Current lease liabilities (Notes 24 and 36)	973,411	5	1,039,192	6	677,933	4
2310 Advance receipts	2,019	-	2,002	-	2,938	-
2320 Long-term liabilities, current portion (Notes 22, 23, 35 and 37)	1,126,161	6	301,868	2	177,693	1
2399 Other current liabilities, others	35,664	-	33,700	-	36,044	-
	<u>4,283,407</u>	<u>23</u>	<u>3,372,046</u>	<u>20</u>	<u>3,346,761</u>	<u>21</u>
<b>Non-current liabilities:</b>						
2540 Long-term loans (Notes 22, 35 and 37)	3,866,632	21	3,802,581	22	3,396,420	21
2580 Non-current lease liabilities (Notes 24 and 36)	5,535,247	30	6,089,355	35	4,973,007	31
2610 Long-term notes and accounts payable (Note 23)	68,611	-	75,072	-	-	-
2640 Net defined benefit liability, non-current	5,108	-	6,325	-	-	-
2645 Guarantee deposits received	2,341	-	4,612	-	4,465	-
	<u>9,477,939</u>	<u>51</u>	<u>9,977,945</u>	<u>57</u>	<u>8,373,892</u>	<u>52</u>
<b>Total liabilities</b>	<u>13,761,346</u>	<u>74</u>	<u>13,349,991</u>	<u>77</u>	<u>11,720,653</u>	<u>73</u>
<b>Equity attributable to owners of parent (Note 27)</b>						
3100 Capital stock	3,002,431	16	3,002,431	17	3,002,431	19
3200 Capital surplus	5,538	-	15,992	-	15,992	-
3300 Retained earnings	578,784	4	384,991	2	742,931	5
3400 Other equity interest	( 65,978)	( 1)	( 101,480)	( 1)	( 58,920)	( 1)
Total equity attributable to owners of parent	<u>3,520,775</u>	<u>19</u>	<u>3,301,934</u>	<u>18</u>	<u>3,702,434</u>	<u>23</u>
36XX Non-controlling interests (Note 14)	1,373,599	7	915,907	5	719,321	4
<b>Total equity</b>	<u>4,894,374</u>	<u>26</u>	<u>4,217,841</u>	<u>23</u>	<u>4,421,755</u>	<u>27</u>
<b>Total liabilities and equity</b>	<u>\$18,655,720</u>	<u>100</u>	<u>\$17,567,832</u>	<u>100</u>	<u>\$16,142,408</u>	<u>100</u>

(Please see accompanying notes to the consolidated financial statements)

**EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES**  
**Consolidated Statements of Comprehensive Income**  
**(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Share)**  
**(Reviewed, not audited)**

	For the three months ended September 30				For the nine months ended September 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
4000 <b>Operating revenue (Notes 29 and 36)</b>	\$1,391,836	100	\$1,489,317	100	\$4,253,576	100	\$4,316,658	100
5000 <b>Operating costs (Notes 11, 25, 30, 31 and 36)</b>	937,764	67	1,028,802	69	2,882,033	68	3,026,158	70
<b>Gross profit from operations</b>	454,072	33	460,515	31	1,371,543	32	1,290,500	30
6000 <b>Operating expenses (Notes 11, 25, 31 and 36)</b>	362,712	26	459,326	31	1,112,093	26	1,347,711	31
6450 (Reversal of ) impairment loss determined in accordance with IFRS9 (Note 9)	( 48)	-	47	-	( 1,786)	-	38	-
<b>Net operating gain (loss)</b>	91,408	7	1,142	-	261,236	6	( 57,249)	( 1)
<b>Non-operating income and expenses:</b>								
7100 Interest income (Notes 31 and 36)	8,695	-	5,205	-	25,742	1	14,049	-
7010 Other income (Notes 7, 8, 31 and 36)	12,649	1	18,569	1	38,897	1	125,016	3
7020 Other gains and losses, net (Notes 31 and 36)	( 14,139)	( 1)	( 34,784)	( 2)	( 49,619)	( 1)	18,705	1
7050 Finance costs (Notes 24, 31 and 36)	( 77,559)	( 6)	( 67,969)	( 4)	( 236,251)	( 6)	( 199,325)	( 5)
7060 Share of profit of associates accounted for using equity method (Note 12)	26,590	2	48,951	3	125,794	3	160,958	4
7900 <b>Profit before tax</b>	47,644	3	( 28,886)	( 2)	165,799	4	62,154	2
7950 <b>Less: tax expenses (Note 26)</b>	5,821	-	11,646	1	18,846	-	24,866	1
<b>Net profit</b>	41,823	3	( 40,532)	( 3)	146,953	4	37,288	1
8300 <b>Other comprehensive income:</b>								
8310 <b>Components of other comprehensive income that will not be reclassified to profit or loss</b>								
8316 Unrealized gain from investments in equity instruments measured at fair value through other comprehensive income	3,555	-	-	-	3,555	-	-	-
8320 Share of other comprehensive loss of associates accounted for using equity method, components of other comprehensive income that will not be reclassified to profit or loss	( 1,345)	-	( 1,721)	-	( 4,533)	-	( 3,702)	-
8349 Less: Income tax related to components of other comprehensive that will not be reclassified subsequently	-	-	-	-	-	-	-	-
<b>Total other comprehensive loss that will not be reclassified to profit or loss</b>	2,210	-	( 1,721)	-	( 978)	-	( 3,702)	-
8360 <b>Components of other comprehensive income (loss) that will be reclassified to profit or loss</b>								
8361 Exchange differences on translation of foreign financial statements	511	-	22,146	2	( 399)	-	58,862	1
8370 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	( 17,268)	( 1)	42,178	3	36,916	1	31,176	1
8399 Less: Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-	-	-	-	-
<b>Total other comprehensive income that will be reclassified to profit or loss</b>	( 16,757)	( 1)	64,324	5	36,517	1	90,038	2
8300 <b>Other comprehensive income, net of tax</b>	( 14,547)	( 1)	62,603	5	35,539	1	86,336	2
<b>Total comprehensive income</b>	<b>\$ 27,276</b>	<b>2</b>	<b>\$ 22,071</b>	<b>2</b>	<b>\$ 182,492</b>	<b>5</b>	<b>\$ 123,624</b>	<b>3</b>

(Please see accompanying notes to the consolidated financial statements)

**EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES**  
**Consolidated Statements of Comprehensive Income (Cotn'd)**  
**(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Share)**  
**(Reviewed, not audited)**

	For the three months ended September 30				For the nine months ended September 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
<b>Profit (loss) attributable to:</b>								
8610 Owners of parent	\$ 60,548	4	(\$ 23,254)	( 2)	\$ 193,793	5	\$ 82,364	2
8620 Non-controlling interests	( 18,725)	( 1)	( 17,278)	( 1)	( 46,840)	( 1)	( 45,076)	( 1)
	<u>\$ 41,823</u>	<u>3</u>	<u>(\$ 40,532)</u>	<u>( 3)</u>	<u>\$ 146,953</u>	<u>4</u>	<u>\$ 37,288</u>	<u>1</u>
<b>Comprehensive income (loss) attributable to:</b>								
8710 Owners of parent	\$ 46,063	3	\$ 39,222	3	\$ 229,295	6	\$ 168,581	4
8720 Non-controlling interests	( 18,787)	( 1)	( 17,151)	( 1)	( 46,803)	( 1)	( 44,957)	( 1)
	<u>\$ 27,276</u>	<u>2</u>	<u>\$ 22,071</u>	<u>2</u>	<u>\$ 182,492</u>	<u>5</u>	<u>\$ 123,624</u>	<u>3</u>
<b>Earnings per share (Unit: NTS) (Note 28)</b>								
9750 Basic earnings per share	<u>\$ 0.20</u>		<u>(\$ 0.08)</u>		<u>\$ 0.65</u>		<u>\$ 0.27</u>	
9850 Diluted earnings per share	<u>\$ 0.20</u>				<u>\$ 0.65</u>		<u>\$ 0.27</u>	

(Please see accompanying notes to the consolidated financial statements)



**EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES**  
**Consolidated Statements of Changes in Equity**  
(In Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent											
	Share capital					Total other equity interest						Total equity
	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income	Revaluation surplus	Total equity attributable to owners of parent	Non-controlling interests		
Retained earnings												
<b>Balance at January 1, 2023</b>	\$4,760,554	\$ 15,992	\$ 313,375	\$ 346,610	(\$ 1,758,123)	(\$ 176,758)	\$ 1,290	\$ 31,115	\$ 3,534,055	\$ 539,281	\$4,073,336	
Profit (loss) for the nine months ended September 30, 2023	-	-	-	-	82,364	-	-	-	82,364	( 45,076)	37,288	
Other comprehensive income, for the nine months ended September 30, 2023	-	-	-	-	784	89,861	( 4,428)	-	86,217	119	86,336	
Total comprehensive income for the nine months ended September 30, 2023	-	-	-	-	83,148	89,861	( 4,428)	-	168,581	( 44,957)	123,624	
Capital reduction	( 1,758,123)	-	-	-	1,758,123	-	-	-	-	-	-	
Changes in investments accounted for using equity method	-	-	-	-	( 202)	-	-	-	( 202)	( 3)	( 205)	
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	225,000	225,000	
<b>Balance at September 30, 2023</b>	<b>\$3,002,431</b>	<b>\$ 15,992</b>	<b>\$ 313,375</b>	<b>\$ 346,610</b>	<b>\$ 82,946</b>	<b>(\$ 86,897)</b>	<b>(\$ 3,138)</b>	<b>\$ 31,115</b>	<b>\$3,702,434</b>	<b>\$ 719,321</b>	<b>\$4,421,755</b>	
<b>Balance at January 1, 2024</b>	\$3,002,431	\$ 15,992	\$ 313,375	\$ 346,610	(\$ 274,994)	(\$ 130,027)	(\$ 2,568)	\$ 31,115	\$ 3,301,934	\$ 915,907	\$4,217,841	
Profit (loss) for the nine months ended September 30, 2024	-	-	-	-	193,793	-	-	-	193,793	( 46,840)	146,953	
Other comprehensive income, for the nine months ended September 30, 2024	-	-	-	-	-	36,409	( 907)	-	35,502	37	35,539	
Total comprehensive income for the nine months ended September 30, 2024	-	-	-	-	193,793	36,409	( 907)	-	229,295	( 46,803)	182,492	
Changes in subsidiaries	-	( 10,454)	-	-	-	-	-	-	( 10,454)	10,454	-	
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	494,041	494,041	
<b>Balance at September 30, 2024</b>	<b>\$3,002,431</b>	<b>\$ 5,538</b>	<b>\$ 313,375</b>	<b>\$ 346,610</b>	<b>(\$ 81,201)</b>	<b>(\$ 93,618)</b>	<b>(\$ 3,475)</b>	<b>\$ 31,115</b>	<b>\$3,520,775</b>	<b>\$1,373,599</b>	<b>\$4,894,374</b>	

(Please see accompanying notes to the consolidated financial statements)

**EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES**  
**Consolidated Statements of Cash Flows**  
**(Expressed in Thousands of New Taiwan Dollars)**

	<b>For the nine months ended Septeber 30</b>	
	<b>2024</b>	<b>2023</b>
<b>Cash flows (used in) from operating activities:</b>		
<b>Profit before tax</b>	\$ 165,799	\$ 62,154
<b>Adjustments:</b>		
Adjustments to reconcile profit (loss)		
Depreciation expense	973,372	1,000,374
Amortization expense	10,627	20,865
Net loss (gain) on financial assets or liabilities at fair value through profit or loss	62,185 (	77,664)
Interest expense	236,435	200,071
Interest income	( 25,742) (	14,049)
Dividend income	( 12,295) (	30,204)
Share of profit of associates and joint ventures accounted for using equity method	( 125,794) (	160,958)
Gain on disposal of property, plant and equipment	( 530) (	253)
Loss on disposal of investments	-	63,147
(Reversal of) impairment loss determined in accordance with IFRS 9	( 1,786)	38
Amounts from modification of lease contracts	( 324) (	2,080)
Amounts from right-of-ues assets subleased	( 1,318)	-
Total adjustments to reconcile profit	<u>1,114,830</u>	<u>999,287</u>
<b>Changes in operating assets and liabilities:</b>		
Changes in operating assets, net:		
Decrease (increase) in current financial assets at fair value through profit or loss	591,389 (	94,211)
(Increase) decrease in notes receivable	( 25,305)	2,574
Decrease in accounts receivable	102,871	54,850
(Increase) decrease in accounts receivable due from related parties	( 10,832)	16,471
(Increase) decrease in other receivables	( 15,126)	7,027
Decrease in inventories	42,430	9,115
Decrease in biological assets	2,492	3,862
Increase in prepayments	( 98,176) (	67,019)
Increase in other current assets	( 490) (	1,384)
Decrease in other operating assets	-	20
Total changes in operating assets, net	<u>589,253</u>	<u>( 68,695)</u>
Changes in operating liabilities, net:		
Increase in contract liabilities	6,842	24,355
Decrease in notes payable	( 1,062) (	25,586)
Decrease in accounts payable	( 63,010) (	28,410)
(Decrease) increase in other payable	( 140,605)	15,401
Increase in advance receipts	-	1,274
Increase in other current liabilities	1,518	3,503
Decrease in net defined benefit liability, non-current	( 1,217) (	1,799)
Total changes in operating liabilities	<u>( 197,534)</u>	<u>( 11,262)</u>
Net changes in operating assets and liabilities	<u>391,719</u>	<u>( 79,957)</u>
Total adjustments	<u>1,506,549</u>	<u>919,330</u>
<b>Cash inflow from operations</b>	<u>1,672,348</u>	<u>981,484</u>
Tax income paid	( 6,966) (	155)
<b>Net cash inflow from operating activities</b>	<u>1,665,382</u>	<u>981,329</u>

(Please see accompanying notes to the consolidated financial statements)

**EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES**  
**Consolidated Statements of Cash Flows (Cotn'd)**  
**(Expressed in Thousands of New Taiwan Dollars)**

	<b>For the nine months ended Septmeber 30</b>	
	<b>2024</b>	<b>2023</b>
<b>Cash flows from (used in) investing activities:</b>		
Acquisition of property, plant and equipment	( \$ 1,290,725)	( \$ 1,114,928)
Proceeds from disposal of property, plant and equipment	2,163	31,123
Acquisition of non-current financial assets at fair value through other comprehensive income	( 1,445)	-
Decrease (increase) in refundable deposits	29,297	( 48,980)
Increase in long-term notes and accounts receivable	-	( 14,151)
Decrease in long-term notes receivable due from related parties	-	4,395
(Increase) decrease in other receivables	( 20,000)	5,000
Decrease in long-term lease payments receivables	5,950	5,890
Acquisition of intangible assets	( 4,468)	( 48,899)
Increase in other financial assets	( 77,384)	( 32,217)
Increase in other non-current assets	( 200,987)	( 83,943)
Interest received	24,149	12,741
Dividends received	16,266	31,487
<b>Net cash flows used in investing activities</b>	<b>( 1,517,184)</b>	<b>( 1,252,482)</b>
<b>Cash flows from (used in) financing activities:</b>		
Increase in short-term loans	579,000	718,081
Decrease in short-term loans	( 410,559)	( 541,743)
Decrease in short-term notes and bills payable	( 50,000)	( 100,000)
Increase in long-term loans	983,716	1,282,581
Decrease in long-term loans	( 119,947)	( 237,937)
Decrease in notes payable	( 34,423)	( 154,853)
Increase in other payables	24,901	75,327
(Decrease) increase in guarantee deposits received	( 2,271)	280
Payment of lease liabilities	( 836,308)	( 926,172)
Increase (decrease) in long-term notes payable	19,186	( 126,781)
Interest paid	( 306,090)	( 239,803)
Changes in non-controlling interests	494,041	225,000
<b>Net cash flows from (used in) financing activities</b>	<b>341,246</b>	<b>( 26,020)</b>
Effect of exchange rate changes on cash and cash equivalents	954	2,372
Net increase (decrease) in cash and cash equivalents	490,398	( 294,801)
Cash and cash equivalents at beginning of period	1,682,873	1,914,254
Cash and cash equivalents at end of period	<b>\$ 2,173,271</b>	<b>\$ 1,619,453</b>

**(Please see accompanying notes to the consolidated financial statements)**

# EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES

## Notes To Consolidated Financial Statements

For the nine months ended September 30, 2024 And 2023

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

(Reviewed, Not Audited)

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### 1. Company history

Eastern Media International Corporation (the “Company”) was established on May 14, 1975 to promote the private port silo business, and its warehouse officially opened in 1980 with the completion of its silo. In order to enhance the operating performance and expand the business scope, the Company merged with Grain Union Transport Ltd. on May 15, 1989. The Company’s shares listed on the Taiwan Stock Exchange, classified in the shipping category, on September 25, 1995. As the proportion of revenue from shipping has declined years by years, and the proportion of revenue from trading has increased to more than 50% of overall revenue, the Company’s stocks have changed classification to the retail sales category. The transfer was approved by the Taiwan Stock Exchange on July 1, 2014. In June 2019, the Group terminated all of the lease contracts of its shipping operations in advance. Since none of the operating segments owns more than 50% of overall revenue, the Company’s stocks have changed classification to other category, which was approved by the Taiwan Stock Exchange on June 1, 2021.

The Company's business development is mainly based on diversification. In addition to land development, grain trading and consumer product development and sales, the Company has diversified into new businesses such as cross-strait trade platform and multimedia shopping through its investment in subsidiaries since 2009.

The main businesses of the Company and its subsidiaries (the “Group”) include forwarding, loading and unloading cargo onto/from ships, the handling and operation of wharf and transit shed facilities, selling pet food and supplies, providing pet beauty service, video advertising services and the production of related shows.

### 2. Approval date and procedures of the consolidated financial statements

The consolidated financial statements were authorized for issuance by the Board of Directors on November 8, 2024.

### 3. New standards, amendments and interpretations adopted

- a. The impact of the International Financial Reporting Standards (“IFRSs”) endorsed by the Financial Supervisory Commission, R.O.C. (“FSC”) which have already been adopted.

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

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

- b. The impact of IFRS endorsed by the FSC but not yet effective

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

- Amendments to IAS21“Lack of Exchangeability”
- c. The impact of IFRS issued by IASB but not yet endorsed by the FSC

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

<b>Standards or Interpretations</b>	<b>Content of amendment</b>	<b>Effective date per IASB</b>
	<ul style="list-style-type: none"> <li>Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes.</li> </ul>	

The Group is evaluating the impact of its initial adoption of the abovementioned standards or interpretations on its consolidated financial position and consolidated financial performance. 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”
- Amendment to IFRS 17 “Initial Application of IFRS 17 and IFRS 9-Comparative Information”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures”
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”
- Amendments to IFRS Accounting Standards Annual Improvements

#### **4. Summary of significant accounting policies**

##### **a. Statement of compliance**

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

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

##### **b. Basis of consolidation**

(a) List of subsidiaries in the consolidated financial statements:

Name of Investing Company	Subsidiary name	Nature of business	Shareholding ratio			Explanation
			September 30, 2024	December 31, 2023	September 30, 2023	
The Company	Far Eastern Silo & Shipping (Panama) S.A. (FESS-Panama)	Investing activities	100.00%	100.00%	100.00%	Note A
The Company	Far Eastern Silo & Shipping International (Bermuda) Ltd. (FESS-Bermuda)	Investing activities	- %	- %	- %	Note A (Note 7)
The Company	Far Eastern Investment Co., Ltd. (EIC)	Investing activities	97.90%	97.90%	97.90%	Note A
The Company	Grand Richness Trading (Hong Kong) Co. (Grand Richness (Hong Kong))	Investing activities	- %	- %	- %	Note A (Note 2)
The Company	Eastern International Lease Finance Co., Ltd. (EILF)	Leasing	53.77%	53.77%	53.77%	Note A
The Company	Tung Kai Lease Finance Co., Ltd. (TKLF)	Leasing	53.76%	53.76%	53.76%	Note A
The Company	ET New Media (ETtoday) Holdings Co., Ltd. (ET New Media)	Advertising	89.20%	89.20%	89.20%	Note A
The Company	EHR Hotels & Resorts Group Yilan (EHR)	Leisure site management, catering business	60.40%	60.40%	60.40%	Note A
The Company	Eastern Asset Co., Ltd. (Eastern Asset)	Real estate leasing	55.00%	55.00%	55.00%	Note A
The Company	ET Pet Co., Ltd (ET Pet)	Pet food and supplies and providing pet beauty service	62.74%	59.46%	59.46%	Note A (Note 5 and 9)
EIC	Eastern International Lease Finance Co., Ltd. (EILF)	Leasing	10.00%	10.00%	10.00%	Note B
EIC	Tung Kai Lease Finance Co., Ltd. (TKLF)	Leasing	10.00%	10.00%	10.00%	Note B
EIC	EHR Hotels & Resorts Group Yilan (EHR)	Leisure site management, catering business	13.20%	13.20%	13.20%	Note B
EIC	ET New Media (ETtoday) Holdings Co., Ltd. (ET New Media)	Advertising	1.05%	1.05%	1.05%	Note B
EILF	Tung Kai Lease Finance Co., Ltd. (TKLF)	Leasing	36.00%	36.00%	36.00%	Note B
EILF	EHR Hotels & Resorts Group Yilan (EHR)	Leisure site management, catering business	13.20%	13.20%	13.20%	Note B
TKLF	Eastern International Lease Finance Co., Ltd. (EILF)	Leasing	36.00%	36.00%	36.00%	Note B
TKLF	EHR Hotels & Resorts Group Yilan (EHR)	Leisure site management, catering business	13.20%	13.20%	13.20%	Note B
ET New Media	ET Pet Co., Ltd (ET Pet)	Pet food and supplies and providing pet beauty service	24.92%	26.43%	26.43%	Note C (Note 5 and 9)
ET New Media	Dung sen shin guang yun Co., Ltd. (Dung sen shin guang yun)	Audiovisual and singing, information leisure	100.00%	100.00%	100.00%	Note C (Note 1)
ET New Media	Dung sen dian jing yun Co., Ltd. (Dung sen dian jing yun)	Amusementpark information leisure	- %	- %	- %	Note C (Note 3)
ET New Media	Dung sen shin wen yun Co., Ltd. (Dung sen shin wen yun)	Video advertising service	- %	- %	- %	Note C (Note 4)
ET New Media	Dung sen min diau yun Co., Ltd. (Dung sen min diau yun)	Consulting management, market research and opinion poll	100.00%	100.00 %	100.00%	Note C (Note 1)
ET New Media	MOOD Internet Corporation Limited (MOOD)	Consulting management, market research and opinion poll	- %	100.00 %	100.00%	Note C (Note 1 and 8)
ET Pet	Care Pet Bio-Tech Company (Care Pet Bio-Tech)	Pet food and supplies and providing pet beauty service	70.00%	70.00 %	70.00%	Note C (Note 1)

Name of Investing Company	Subsidiary name	Nature of business	Shareholding ratio			Explanation
			September 30, 2024	December 31, 2023	September 30, 2023	
FESS-Panama	Grand Scene Media Corporation (GSMC-Cayman)	Investing activities	100.00%	100.00%	100.00%	Note C (Note 1)
FESS-Panama	Eastern Media Communication (Hong Kong) Ltd. (Eastern Media Communication Hong Kong)	Investing activities	100.00%	100.00%	100.00%	Note C (Note 1)
FESS-Bermuda	RICHNESS TRADING (SHANGHAI) CO., LTD (RICHNESS TRADING (SHANGHAI))	Cosmetics, jewelry, and household sundries wholesaling and support services	- %	- %	- %	Note C (Note 1 and 6)
Eastern Media Communication (Hong Kong)	RICHNESS TRADING (SHANGHAI) CO., LTD (RICHNESS TRADING (SHANGHAI))	Cosmetics, jewelry, and household sundries wholesaling and support services	100.00%	100.00%	100.00%	Note C (Note 1 and 6)
GSMC-Cayman	GRAND SCENE TRADING (HONG KONG) LIMITED	Investing activities	100.00%	100.00%	100.00%	Note C (Note 1)
GRAND SCENE TRADING (HONG KONG)	Nanjing Yun Fu Trading Ltd. (Nanjing Yun Fu)	Wholesale trading	100.00%	100.00%	100.00%	Note C (Note 1)

Note A: The investee company is directly held over 50% by the Company

Note B: The investee company is directly held over 50% by the Group

Note C: The investee company is directly held over 50% by the Company's subsidiaries

Note 1: As an immaterial subsidiary, the financial statements have not been reviewed.

Note 2: The Company approved to liquidate Grand Richness (Hong Kong) on June 8, 2022. The liquidation procedures were finished on January 13, 2023.

Note 3: ET New Media approved to liquidate Dung sen dian jing yun on June 22, 2022. The liquidation procedures were finished on February 23, 2023.

Note 4: ET New Media approved to liquidate Dung sen shin wen yun on June 24, 2022. The liquidation procedures were finished on April 21, 2023.

Note 5: On December 6, 2022, the board of directors of the subsidiary, ET Pet, resolved a capital injection by cash with an investment amount of \$500,000, and the reference date was on December 26, 2022. The Company participated in the cash capital injection by \$416,250, and obtained shareholding of 59.46%. Therefore, ET Pet became a subsidiary controlled by the Company directly. Since ET New Mdeia did not participate in the cash capital injection, the shareholding of ET New Media dropped to 26.43%. The registrations were finished on January 17, 2023.

Note 6: FESS-Bermuda and Eastern Media Communication Hong Kong signed an agreement on transferring ownership of RICHNESS TRADING (SHANGHAI) on July 27, 2022. FESS-Bermuda sold all of its shares to Eastern Media Communication Hong Kong. The registration procedures had been completed on January 17, 2023.

Note 7: The Company approved to liquidate FESS-Bermuda on March 16, 2023. The liquidation procedures were finished on August 22, 2023.

Note 8: On February 26, 2024, ET New Media's Board of Directors resolved to make a consolidation by merger of MOOD. Meanwhile ET New Media was the surviving company. The reference date of merger was on February 29, 2024.

Note 9: On February 23, 2024, the board of directors of the subsidiary, ET Pet, resolved a capital injection by cash with an investment amount of \$400,000, and the reference date was on March 25, 2024. All shareholders did not inject capital with shareholding ratios this time. The Company participated in the cash capital injection by \$260,816, and shareholding of the Company was up to 62.74%. ET New Mdeia participated in the cash capital injection by \$95,143, the shareholding of ET New Media dropped to 24.92%. The registrations were finished on April 30, 2024.

(b) Subsidiaries excluded from the consolidated financial statements: None.

c. Classification of current and non-current assets and liabilities

The Group classifies the asset as current under one of the following criteria, and all other assets are classified as non current.

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

The Group classifies the liability as current under one of the following criteria, and all



other liabilities are classified as non current.

- (i) It is expected to be settled in the normal operating cycle;
- (ii) It is held primarily for the purpose of trading;
- (iii) It is due to be settled within twelve months after the balance sheet date; or
- (iv) It does not have the right at the end of the reporting period to defer settlement of the liability for at least twelve months after the balance sheet date.

d. Income taxes

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

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

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

e. Employee benefits

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

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

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

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

**6. Cash and cash equivalents**

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Cash on hand	\$ 11,531	\$ 19,468	\$ 19,375
Cash in banks	2,111,660	1,643,243	1,316,671
Cash equivalents	50,080	20,162	283,407
	<b><u>\$ 2,173,271</u></b>	<b><u>\$ 1,682,873</u></b>	<b><u>\$ 1,619,453</u></b>

- a. Bank time deposits whose original maturity date exceeds three months are classified as other current financial assets. The deposit accounts of \$115,669, \$68,640, and \$69,689 which did not meet the definition of cash and cash equivalents, were classified as other current financial assets for September 30, 2024, December 31, 2023, and September 30, 2023, respectively.
- b. Please refer to Note 32 for the fair value sensitivity analysis and interest rate risk of the financial assets and liabilities.

<b>7. Financial assets at fair value through profit or loss</b>	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Financial assets designated as at fair value through profit or loss:			
Non-derivative financial assets			
Stocks listed on domestic markets	\$ 428,180	\$ 1,081,754	\$ 1,245,323

a. Please refer to Note 31 for the remeasurement of fair value.

b. For the three months and nine months ended September 30, 2024 and 2023, the dividends from financial assets designated as at fair value through profit or loss were \$8,459, \$3,858, \$9,494 and \$27,822, respectively.

c. As of September 30, 2024, December 31, 2023 and September 30, 2023, the amount of \$280, \$4,251 and \$450 outstanding (recorded as other receivables) for the dividends from financial assets at fair value through profit or loss had been fully received by the Group as of the review date.

d. Please refer to Note 37 for the details of the financial assets at fair value through profit or loss pledged as collateral.

<b>8. Financial assets at fair value through other comprehensive income</b>	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Equity investments at fair value through other comprehensive income:			
Unlisted common shares domestic Company	\$ 12,500	\$ 7,500	\$ 7,500

a. Equity investments at fair value through other comprehensive income

The Group designated the investments shown above as equity securities as at fair value through other comprehensive income because these equity securities represent those investments that the Group intends to hold for long-term for strategic purposes.

The Group dropped out of the membership of COTA Commercial Bank, Ltd. in March 2023. The amount of capital return of \$10 (recorded as other receivables) was received as the review date.

Because the Group has designated the above as investments in equity instruments measured at fair value through other comprehensive income. For the three months and nine months ended September 30, 2024 and 2023, the dividends from equity instruments measured at fair value through other comprehensive income were nil, nil, \$2,801 and \$2,382, respectively.

There were no disposals of strategic investments and transfers of any cumulative gain or loss within equity relating to these investments as of September 30, 2024.

b. For credit risk and market risk; please refer to Note 32.

c. No financial assets mentioned above were pledged as collateral on September 30, 2024, December 31, 2023, and September 30, 2023, respectively.

9. **Notes and accounts receivable (including related parties)**

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Notes receivable-generated from operation	\$ 2,698	\$ 3,501	\$ 2,444
Installment notes receivable	28,597	17,360	41,973
Accounts receivable	421,479	496,243	451,771
Long-term notes and accounts receivable	84,505	86,118	67,413
Less: Allowance for doubtful accounts	( 44,749)	( 46,535)	( 48,400)
Unrealized interest revenue	( 11,994)	( 11,437)	( 11,163)
	<b><u>\$ 480,536</u></b>	<b><u>\$ 545,250</u></b>	<b><u>\$ 504,038</u></b>

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 receivable have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information, including macroeconomic and relevant industry information.

The loss allowance provision in warehousing segment was determined as follows:

	<b>September 30, 2024</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision</b>
Current	<b><u>\$ 27,501</u></b>	- %	<u>-</u>
	<b>December 31, 2023</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision</b>
Current	<b><u>\$ 20,970</u></b>	- %	<u>-</u>
	<b>September 30, 2023</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision</b>
Current	<b><u>\$ 25,117</u></b>	- %	<u>-</u>

The loss allowance provision in trading segment was determined as follows:

	<b>September 30, 2024</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 60,577	- %	-
More than 91 days past due	452	100%	452
	<b><u>\$ 61,029</u></b>		<b><u>\$ 452</u></b>
	<b>December 31, 2023</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 34,036	- %	-
More than 91 days past due	433	100%	433
	<b><u>\$ 34,469</u></b>		<b><u>\$ 433</u></b>

	<b>September 30, 2023</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 32,076	- %	-
More than 91 days past due	795	100%	795
	<b>\$ 32,871</b>		<b>\$ 795</b>

The loss allowance provision in media segment was determined as follows:

	<b>September 30, 2024</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 260,567	0~0.13%	337
1 to 30 days past due	9,632	0~4.49%	430
31 to 60 days past due	242	0~18.37%	44
More than 91 days past due	101	100%	101
	<b>\$ 270,542</b>		<b>\$ 912</b>

	<b>December 31, 2023</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 362,297	0~0.18%	643
1 to 30 days past due	10,331	0~9.3%	953
31 to 60 days past due	4,430	0~22.48%	907
61 to 90 days past due	180	1.8~75.03%	135
More than 91 days past due	130	100%	130
	<b>\$ 377,368</b>		<b>\$ 2,768</b>

	<b>September 30, 2023</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 314,288	0~0.21%	655
1 to 30 days past due	8,731	0~11.14%	973
31 to 60 days past due	4,316	0~25.11%	1,084
More than 91 days past due	130	100%	130
	<b>\$ 327,465</b>		<b>\$ 2,842</b>

The loss allowance provision in other segments was determined as follows:

	<b>September 30, 2024</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision (Note)</b>
Current	\$ 119,478	0~1.05%	878
1 to 30 days past due	2,044	0~20%	409
31 to 60 days past due	2,029	0~21.67%	440
61 to 90 days past due	2,014	0~23.33%	470
More than 91 days past due	2,003	100%	2,003
	<b>\$ 127,568</b>		<b>\$ 4,200</b>

	<b>December 31, 2023</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision (Note)</b>
Current	\$ 118,494	0~1.25%	1,324
More than 91 days past due	4	100%	4
	<b>\$ 118,498</b>		<b>\$ 1,328</b>

	<b>September 30, 2023</b>		
	<b>Gross carrying amount</b>	<b>Weighted average loss rate</b>	<b>Loss allowance provision (Note)</b>
Current	\$ 124,666	0~1.25%	1,387
More than 91 days past due	4	100%	4
	<b>\$ 124,670</b>		<b>\$ 1,391</b>

Note: As of September 30, 2024, December 31, 2023, and September 30, 2023, the receivables amounted to \$38,645, \$40,480, and \$42,315 were unrecoverable due to the financial difficulty of the customers. Therefore, the Group had recognized the allowance for doubtful accounts for all of its receivables.

The movement in the allowance for notes and accounts receivable was as follows:

	<b>For the nine months ended</b>	
	<b>September 30</b>	
	<b>2024</b>	<b>2023</b>
Balance on January 1	\$ 46,535	\$ 50,197
Recognition of (reversal of) impairment losses	( 1,786)	38
Impairment losses reversed	-	( 1,835)
Balance on September 30	<b>\$ 44,749</b>	<b>\$ 48,400</b>

No financial assets mentioned above were pledged as collateral.

**10. Other receivables and other notes receivable (including related parties)**

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Other accounts receivable— loans to associates	\$ 119,000	\$ 99,000	\$ 49,400
Other accounts receivable— others	75,535	51,826	84,619
Less: Loss allowance	( 1,817)	( 1,817)	( 1,817)
	<b>\$ 192,718</b>	<b>\$ 149,009</b>	<b>\$ 132,202</b>

a. As of September 30, 2024, December 31, 2023, and September 30, 2023, there were no bills past due but not impaired of other receivables.

b. For credit risk and market risk; please refer to Note 32.

**11. Inventories**

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Goods held for sale	\$ 374,126	\$ 428,321	\$ 404,200
Raw materials and others (including fuel)	44,047	32,282	32,026
Less: Allowance for inventory valuation losses	( 18,313)	( 18,313)	-
	<b>\$ 399,860</b>	<b>\$ 442,290</b>	<b>\$ 436,226</b>

a. Except for cost of goods sold, the rest components of operating cost were as follows:

	For the three months ended September 30		For the nine months ended September 30	
Operating cost				
Written-off	\$ 1,235	\$ 1,665	\$ 2,962	\$ 5,103
Loss on physical inventory	693	1,598	1,951	2,683
Operating expense	2,562	3,248	6,478	8,875
	<u>\$ 4,490</u>	<u>\$ 6,511</u>	<u>\$ 11,391</u>	<u>\$ 16,661</u>

b. No inventories were pledged as collateral on September 30, 2024, December 31, 2023, and September 30, 2023, respectively.

## 12. Investments accounted for using equity method

a. The Group's financial information for investments accounted for using the equity method at the reporting date was as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Natural Beauty bio-technology Limited (Natural Beauty)	\$ 1,157,413	\$ 1,209,106	\$ 1,259,921
Eastern Home Shopping & Leisure Co., Ltd (EHS)	245,504	35,635	294,819
Jiangsu Sen Fu Da Media Technology Co., Ltd.	-	-	-
	<u>\$ 1,402,917</u>	<u>\$ 1,244,741</u>	<u>\$ 1,554,740</u>

b. Affiliates which are material to the Group consisted of the following:

Affiliate Name	Within the Group Nature of Relationship	Main operating location	Proportion of shareholding and voting rights		
			September 30, 2024	December 31, 2023	September 30, 2023
Natural Beauty	Sales of beauty and cosmetic products and providing beauty service	Taiwan and China	30.00%	30.00%	30.00%
EHS	Wholesale and retail of various commodities, materials and equipment	Taiwan, Hong Kong and China	25.87%	25.87%	25.87%

(a) Natural Beauty Bio-Technology Limited

Natural Beauty Bio-Technology Limited ("Natural Beauty") was one of the listing companies in Hong Kong Exchanges and Clearing Limited ("Hong Kong Exchange"). Its fair value is as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Fair value	<u>\$ 1,223,780</u>	<u>\$ 1,132,736</u>	<u>\$ 1,238,203</u>

The following consolidated financial information of significant affiliates had been

adjusted according to individually prepared IFRS financial statements of these affiliates:

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>	
Current assets	\$ 1,300,024	\$ 1,348,758	\$ 1,227,154	
Non-current assets	2,176,527	2,079,013	2,109,830	
Liabilities	( 1,331,346)	( 1,170,478)	( 1,093,362)	
Net assets	<b>\$ 2,145,205</b>	<b>\$ 2,257,293</b>	<b>\$ 2,243,622</b>	
Net assets attributable to investee	<b>\$ 2,145,205</b>	<b>\$ 2,257,293</b>	<b>\$ 2,243,622</b>	
	<b>For the three months ended September 30</b>		<b>For the nine months ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Operating revenue	<b>\$ 372,398</b>	<b>\$ 240,097</b>	<b>\$ 1,011,872</b>	<b>\$ 869,525</b>
Net (loss) income	( \$ 50,398)	( \$ 55,001)	( \$ 177,548)	( \$ 100,347)
Other comprehensive (loss) income	( 36,248)	43,302	40,329	130,324
Total comprehensive (loss) income	<b>( \$ 86,646)</b>	<b>( \$ 11,699)</b>	<b>( \$ 137,219)</b>	<b>\$ 29,977</b>
Comprehensive (loss) income attributable to investee	<b>( \$ 86,646)</b>	<b>( \$ 11,699)</b>	<b>( \$ 137,219)</b>	<b>\$ 29,977</b>
Share of net assets attributable to the Group of beginning balance	\$ 653,893	\$ 677,928	\$ 677,187	\$ 705,840
Comprehensive (loss) income attributable to the Group	( 25,993)	( 3,510)	( 41,165)	8,993
Effect of exchange rate fluctuations	15,662	( 1,331)	7,540	( 41,746)
Subtotal	643,562	673,087	643,562	673,087
Add: Goodwill	349,019	355,856	349,019	355,856
Trademark	315,430	321,609	315,430	321,609
Property, plant and equipment	482,629	512,825	482,629	512,825
Other intangible assets in useful life (e.g., memberships and patents, etc.)	107,700	151,940	107,700	151,940
Effect of exchange rate fluctuations	( 8,513)	( 8,635)	( 8,513)	( 8,635)
Less: adjustment for inventories	( 11,414)	( 11,637)	( 11,414)	( 11,637)
Impairment loss	( 721,000)	( 735,124)	( 721,000)	( 735,124)
Book value of net assets attributable to the Group of ending balance	<b>\$ 1,157,413</b>	<b>\$ 1,259,921</b>	<b>\$ 1,157,413</b>	<b>\$ 1,259,921</b>

(b) Eastern Home Shopping & Leisure Co., Ltd.

The following consolidated financial information of significant affiliates had been adjusted according to individually prepared IFRS financial statements of these affiliates:

	<b>September 30, 2024</b>	<b>December 31, 2023</b>	<b>September 30, 2023</b>
Current assets	\$ 5,141,639	\$ 5,125,260	\$ 5,428,199
Non-current assets	6,435,519	5,967,040	6,275,281
Liabilities	( 10,628,110)	( 10,953,761)	( 10,563,791)
Net assets	<b>\$ 949,048</b>	<b>\$ 138,539</b>	<b>\$ 1,139,689</b>
Non-controlling interests, attributable to investee	\$ -	\$ 785	\$ -
Net assets attributable to investee	<b>\$ 949,048</b>	<b>\$ 137,754</b>	<b>\$ 1,139,689</b>

  

	<b>For the three months ended September 30</b>		<b>For the nine months ended September 30</b>	
	<b>2024</b>	<b>2023</b>	<b>2024</b>	<b>2023</b>
Operating revenue	<b>\$ 4,192,150</b>	<b>\$ 4,768,123</b>	<b>\$ 13,532,952</b>	<b>\$ 15,178,985</b>
Net income	198,300	293,693	802,458	853,791
Other comprehensive loss	( 15,324)	31,278	8,837	29,129
Total comprehensive income	<b>\$ 182,976</b>	<b>\$ 324,971</b>	<b>\$ 811,295</b>	<b>\$ 882,920</b>
Comprehensive income (loss), attributable to non-controlling interests	\$ -	\$ -	\$ -	( \$ 3,920)
Comprehensive income attributable to investee	<b>\$ 182,976</b>	<b>\$ 324,971</b>	<b>\$ 811,295</b>	<b>\$ 886,840</b>
Share of net assets attributable to the Group of beginning balance	\$ 198,171	\$ 210,755	\$ 35,635	\$ 65,613
Comprehensive income attributable to the Group	47,333	84,064	209,869	229,411
Changes in investments accounted for using equity method	-	-	-	( 205)
Share of net assets attributable to the Group of ending balance	<b>\$ 245,504</b>	<b>\$ 294,819</b>	<b>\$ 245,504</b>	<b>\$ 294,819</b>

c. Please refer to Note 37 for the details of the investments accounted for using equity method pledged as collateral.

d. The unreviewed financial statements of investments for using equity method

Except for EHS as of September 30, 2024 and 2023, investments were accounted for by the equity method, and the share of profit or loss and other comprehensive income of those investments were calculated based on the financial statements that have not been reviewed.

### 13. Acquire a subsidiary

- a. On December 6, 2022, the board of directors of the subsidiary, ET Pet, resolved a capital injection by cash with an investment amount of \$500,000, and the reference date would be on December 26, 2022. The Company participated in the cash capital injection by \$416,250, and obtained shareholding of 59.46%. Therefore, ET Pet became a subsidiary controlled by the Company directly. Since ET New Mdeia did not participate in the cash capital injection, the shareholding of ET New Media dropped to 26.43%. The registrations were finished on January 17, 2023.
- b. On July 10, 2024, October 20, 2023, and May 29, 2023, the board of directors of the subsidiary, Eastern Asset, resolved a capital injection by cash with an investment amount of \$1,000,000, \$500,000 and \$500,000, respectively. The reference dates were on August



26, 2024, December 15, 2023 and June 30, 2023. The capital injections were participated by the Company and EHS in proportion to the shareholding ratio. The registrations were completed on September 11, 2024, January 5, 2024 and July 17, 2023. For the three months and nine months ended September 30, 2024 and 2023, non-controlling interests increased by \$450,000 and \$225,000, respectively.

- c. On February 23, 2024, the board of directors of the subsidiary, ET Pet, resolved a capital injection by cash with an investment amount of \$400,000, and the reference date was on March 25, 2024. All shareholders did not inject capital with shareholding ratios this time. The Company participated in the cash capital injection by \$260,816, and shareholding of the Company was up to 62.74%. ET New Mdeia participated in the cash capital injection by \$95,143, the shareholding of ET New Media dropped to 24.92%. The registrations were finished on April 30, 2024.
- d. On February 22, 2024, the board of directors of the subsidiary, EHR, resolved a capital injection by cash with an investment amount of \$50,000, and the reference date was on April 12, 2024. The capital injection was participated by the Company, EILF, TKLF and EIC in proportion to the shareholding ratio. The registrations were completed on April 26, 2024.

#### 14. Material non-controlling interests of subsidiaries

Non-controlling interests of subsidiaries material to the Group are as follows:

Subsidiary name	Main operating location	Percentage of non-controlling interests		
		September 30, 2024	December 31, 2023	September 30, 2023
Eastern Asset	Taiwan	45.00%	45.00%	45.00%

The following information of the aforementioned subsidiaries had been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers. Included in this information were the fair value adjustment and accounting policies adjustment made during the acquisition and relevant difference in accounting principles between the Group as at the acquisition date. Intragroup transactions were not eliminated in this information.

The financial information of Eastern Asset was as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Current assets	\$ 1,431,075	\$ 962,058	\$ 681,200
Non-current assets	5,471,503	3,917,161	3,511,508
Current liabilities	( 539,684)	( 267,787)	( 413,765)
Non-current liabilities	( 3,087,428)	( 2,331,328)	( 1,996,002)
Net assets	<u>\$ 3,275,466</u>	<u>\$ 2,280,104</u>	<u>\$ 1,782,941</u>

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Operating revenue	\$ -	\$ -	\$ -	\$ -
Net loss	( 2,747)	( 2,343)	( 4,638)	( 4,026)
Other comprehensive income	-	-	-	-
Total comprehensive loss	<u>( \$ 2,747)</u>	<u>( \$ 2,343)</u>	<u>( \$ 4,638)</u>	<u>( \$ 4,026)</u>

**For the nine months ended  
September 30**

	<b>2024</b>	<b>2023</b>
Net cash flows used in operating activities	(\$ 61,955)	(\$ 51,354)
Net cash flows used in investing activities	( 1,226,502)	( 950,614)
Net cash flows from financing activities	1,685,811	1,062,632
Net increase in cash and cash equivalents	<b>\$ 397,354</b>	<b>\$ 60,664</b>

**15. Loss of control of subsidiaries**

- a. On February 26, 2024, ET New Media's Board of Directors resolved to make a consolidation by merger of MOOD. Meanwhile ET New Media was the surviving company. The reference date of merger was on February 29, 2024.
- b. The Company approved to liquidate FESS-Bermuda on March 16, 2023. The liquidation procedures were finished on August 22, 2023 and the Company lost control over FESS-Bermuda since then.
- c. The Company approved to liquidate Grand Richness (Hong Kong) on June 8, 2022. The liquidation procedures were finished on January 13, 2023 and the Company lost control over Grand Richness (Hong Kong) since then.
- d. ET New Media approved to liquidate Dung sen dian jing yun on June 22, 2022. The liquidation procedures were finished on February 23, 2023.
- e. ET New Media approved to liquidate Dung sen shin wen yun on June 24, 2022. The liquidation procedures were finished on April 21, 2023.

**16. Property, plant and equipment**

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

	Land	Buildings	Transportation equipment	Leasehold improvements	Construction in progress	Other equipment	Total
<b>Cost or deemed cost:</b>							
Balance on January 1, 2024	\$ 596,742	\$ 1,020,714	\$ 13,391	\$ 911,623	\$ 2,895,223	\$ 212,557	\$ 5,650,250
Additions	-	-	80	36,689	1,569,509	10,185	1,616,463
Transfers	-	-	-	103	-	( 625)	( 522)
Disposals / Written-off	-	-	( 3,649)	( 118,585)	-	( 29,831)	( 152,065)
Write off - sublease	-	-	-	( 5,549)	-	( 1,663)	( 7,212)
<b>Balance on September 30, 2024</b>	<b>\$ 596,742</b>	<b>\$ 1,020,714</b>	<b>\$ 9,822</b>	<b>\$ 824,281</b>	<b>\$ 4,464,732</b>	<b>\$ 190,623</b>	<b>\$ 7,106,914</b>
Balance on January 1, 2023	\$ 625,978	\$ 1,024,347	\$ 16,161	\$ 860,157	\$ 1,160,086	\$ 250,472	\$ 3,937,201
Additions	38,510	-	-	73,830	1,286,002	18,632	1,416,974
Transfers	-	-	-	2,338	( 657)	-	1,681
Disposals / Written-off	( 29,236)	( 113)	( 120)	( 51,264)	-	( 45,818)	( 126,551)
<b>Balance on September 30, 2023</b>	<b>\$ 635,252</b>	<b>\$ 1,024,234</b>	<b>\$ 16,041</b>	<b>\$ 885,061</b>	<b>\$ 2,445,431</b>	<b>\$ 223,286</b>	<b>\$ 5,229,305</b>
<b>Depreciation and impairment loss:</b>							
Balance on January 1, 2024	\$ -	\$ 983,517	\$ 9,045	\$ 281,410	\$ -	\$ 106,112	\$ 1,380,084
Depreciation	-	1,721	2,154	97,499	-	35,045	136,419
Transfers	-	-	-	-	-	( 625)	( 625)
Disposals / Written-off	-	-	( 3,649)	( 118,585)	-	( 29,449)	( 151,683)
<b>Balance on September 30, 2024</b>	<b>\$ -</b>	<b>\$ 985,238</b>	<b>\$ 7,550</b>	<b>\$ 260,324</b>	<b>\$ -</b>	<b>\$ 111,083</b>	<b>\$ 1,364,195</b>
Balance on January 1, 2023	\$ -	\$ 983,629	\$ 8,797	\$ 217,140	\$ -	\$ 107,317	\$ 1,316,883
Depreciation	-	2,644	2,451	95,565	-	44,703	145,363
Disposals / Written-off	-	( 113)	( 120)	( 38,403)	-	( 38,519)	( 77,155)
<b>Balance on September 30, 2023</b>	<b>\$ -</b>	<b>\$ 986,160</b>	<b>\$ 11,128</b>	<b>\$ 274,302</b>	<b>\$ -</b>	<b>\$ 113,501</b>	<b>\$ 1,385,091</b>
<b>Carrying amounts:</b>							
January 1, 2024	\$ 596,742	\$ 37,197	\$ 4,346	\$ 630,213	\$ 2,895,223	\$ 106,445	\$ 4,270,166
September 30, 2024	\$ 596,742	\$ 35,476	\$ 2,272	\$ 563,957	\$ 4,464,732	\$ 79,540	\$ 5,742,719
January 1, 2023	\$ 625,978	\$ 40,718	\$ 7,364	\$ 643,017	\$ 1,160,086	\$ 143,155	\$ 2,620,318
September 30, 2023	\$ 635,252	\$ 38,074	\$ 4,913	\$ 610,759	\$ 2,445,431	\$ 109,785	\$ 3,844,214

- b. The land rights obtained by Eastern Asset and the Company respectively are expected to be used to build the headquarters of the Eastern Media Group and nearby areas, and the interest expenses of loans during the planning and construction period will be capitalized.

For the three months and nine months ended September 30, 2024 and 2023, the interest rates were at 3.41%~3.66%, 3.28%~3.53%, 3.28%~3.66% and 3.01%~3.53%, respectively. Details are as follows:

	For the three months ended		For the nine months ended	
	September 30		September 30	
	2024	2023	2024	2023
Interest expense on loans	\$ 19,344	\$ 9,060	\$ 51,411	\$ 22,695

c. Please refer to Note 37 for the details of the property, plant and equipment pledged as collateral.

## 17. Right-of-use assets

a. The cost, depreciation, and impairment loss of the land and equipment, buildings, media exhibition boards and transportation equipment of the Group were as follows:

	Land and equipment	Buildings	Outdoor advertising boards	Transportation equipment	Total
<b>Right of use asset costs:</b>					
<b>Balance on January 1, 2024</b>	\$ 5,330,416	\$ 1,378,421	\$ 2,644,001	\$ 4,442	\$ 9,357,280
Additions	-	164,237	129,058	1,658	294,953
Write off - lease modification	3,495	7,647	( 96,451)	( 1,374)	( 86,683)
Write off - lease ending	( 1,879)	( 251,177)	( 294,798)	( 1,471)	( 549,325)
Write off - sublease	-	( 26,167)	-	-	( 26,167)
<b>Balance on September 30, 2024</b>	<b>\$ 5,332,032</b>	<b>\$ 1,272,961</b>	<b>\$ 2,381,810</b>	<b>\$ 3,255</b>	<b>\$ 8,990,058</b>
<b>Balance on January 1, 2023</b>	\$ 5,330,416	\$ 1,396,176	\$ 2,514,947	\$ 6,681	\$ 9,248,220
Additions	-	116,244	21,318	1,374	138,936
Write off - lease modification	-	( 74,970)	( 2,190)	1	( 77,159)
Write off - lease ending	-	( 13,294)	( 1,606,404)	( 1,868)	( 1,621,566)
Write off - sublease	-	( 35,635)	-	-	( 35,635)
<b>Balance on September 30, 2023</b>	<b>\$ 5,330,416</b>	<b>\$ 1,388,521</b>	<b>\$ 927,671</b>	<b>\$ 6,188</b>	<b>\$ 7,652,796</b>
<b>Accumulated depreciation and impairment losses:</b>					
<b>Balance on January 1, 2024</b>	\$ 1,125,755	\$ 658,482	\$ 547,293	\$ 2,320	\$ 2,333,850
Depreciation	171,571	167,365	515,092	923	854,951
Write off - lease modification	-	( 7,939)	-	( 534)	( 8,473)
Write off - lease ending	( 1,879)	( 251,177)	( 294,798)	( 1,471)	( 549,325)
Write off - sublease	-	( 8,236)	-	-	( 8,236)
<b>Balance on September 30, 2024</b>	<b>\$ 1,295,447</b>	<b>\$ 558,495</b>	<b>\$ 767,587</b>	<b>\$ 1,238</b>	<b>\$ 2,622,767</b>
<b>Balance on January 1, 2023</b>	\$ 896,993	\$ 480,408	\$ 1,454,498	\$ 3,941	\$ 2,835,840
Depreciation	171,572	176,047	523,705	1,623	872,947
Write off - lease modification	-	( 10,232)	-	-	( 10,232)
Write off - lease ending	-	( 13,294)	( 1,606,404)	( 1,868)	( 1,621,566)
Write off - sublease	-	( 7,944)	-	-	( 7,944)
<b>Balance on September 30, 2023</b>	<b>\$ 1,068,565</b>	<b>\$ 624,985</b>	<b>\$ 371,799</b>	<b>\$ 3,696</b>	<b>\$ 2,069,045</b>

	Land and equipment	Buildings	Outdoor advertising boards	Transportation equipment	Total
Carrying amounts:					
January 1, 2024	\$ 4,204,661	\$ 719,939	\$ 2,096,708	\$ 2,122	\$ 7,023,430
September 30, 2024	\$ 4,036,585	\$ 714,466	\$ 1,614,223	\$ 2,017	\$ 6,367,291
January 1, 2023	\$ 4,433,423	\$ 915,768	\$ 1,060,449	\$ 2,740	\$ 6,412,380
September 30, 2023	\$ 4,261,851	\$ 763,536	\$ 555,872	\$ 2,492	\$ 5,583,751

- b. The land rights obtained by Eastern Asset and the Company respectively are expected to be used to build the headquarters of the Eastern Media Group and nearby areas, and the depreciation expenses of the right-of-use assets and the interest expenses of lease liabilities during the planning and construction period will be capitalized. The interest rates were at 2.75%~3.25%. Details are as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Right-of-use assets depreciation expense	\$ 6,000	\$ 5,978	\$ 17,998	\$ 17,936
Interest expense on lease liabilities	\$ 6,003	\$ 6,043	\$ 18,009	\$ 18,131

The above accounts are listed under property, plant and equipment. Please refer to Note 16 for details.

- c. ET New Media, ET Pet and Care Pet Bio-Tech subleased its leasehold properties partially in financial leasing. The durations of subleases were the same as the original leases. The maturity analysis of lease payments receivable under operating subleases was as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Within 1 year	\$ 19,841	\$ 14,191	\$ 15,365
1-3 years	31,504	23,910	25,562
3-5 years	21,649	15,796	13,709
More than 5 years	13,988	13,696	5,250
Total subleasing investment	86,982	67,593	59,886
Unearned finance income	( 7,941)	( 5,982)	( 4,289)
Lease payments receivables (current and non-current)	\$ 79,041	\$ 61,611	\$ 55,597

For credit risk; please refer to Note 32.

- d. Please refer to Note 37 for the details of the right-of-use assets pledged as collateral.

## 18. Intangible assets

The cost, depreciation, and impairment loss of the Intangible assets of the Group were as follows:

	Trademark	Computer software	Other intangible assets	Total
<b>Cost:</b>				
<b>Balance on January 1, 2024</b>	\$ 3,428	\$ 88,219	\$ 1,951	\$ 93,598
Additions	-	4,318	221	4,539
Transfers	-	( 39,088 )	39,088	-
Disposal	-	( 2,518 )	( 1,389 )	( 3,907 )
<b>Balance on September 30, 2024</b>	<b>\$ 3,428</b>	<b>\$ 50,931</b>	<b>\$ 39,871</b>	<b>\$ 94,230</b>
<b>Balance on January 1, 2023</b>	\$ 8,357	\$ 58,979	\$ 6,629	\$ 73,965
Additions	-	45,673	-	45,673
Disposal	( 4,928 )	( 7,186 )	( 4,861 )	( 16,975 )
<b>Balance on September 30, 2023</b>	<b>\$ 3,429</b>	<b>\$ 97,466</b>	<b>\$ 1,768</b>	<b>\$ 102,663</b>
<b>Amortization and impairment loss:</b>				
<b>Balance on January 1, 2024</b>	\$ 1,714	\$ 75,064	\$ 1,534	\$ 78,312
Amortization for the period	857	9,577	193	10,627
Disposal	-	( 2,518 )	( 1,389 )	( 3,907 )
Transfers	-	( 39,088 )	39,088	-
<b>Balance on September 30, 2024</b>	<b>\$ 2,571</b>	<b>\$ 43,035</b>	<b>\$ 39,426</b>	<b>\$ 85,032</b>
<b>Balance on January 1, 2023</b>	\$ 5,500	\$ 39,025	\$ 4,838	\$ 49,363
Amortization for the period	857	18,746	1,262	20,865
Disposal	( 4,928 )	( 7,186 )	( 4,861 )	( 16,975 )
<b>Balance on September 30, 2023</b>	<b>\$ 1,429</b>	<b>\$ 50,585</b>	<b>\$ 1,239</b>	<b>\$ 53,253</b>
<b>Carrying amounts:</b>				
January 1, 2024	\$ 1,714	\$ 13,155	\$ 417	\$ 15,286
September 30, 2024	\$ 857	\$ 7,896	\$ 445	\$ 9,198
January 1, 2023	\$ 2,857	\$ 19,954	\$ 1,791	\$ 24,602
September 30, 2023	\$ 2,000	\$ 46,881	\$ 529	\$ 49,410

## 19. Short-term loans

Details of short-term loans of the Group were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Unsecured bank loans	\$ 164,000	\$ 69,217	\$ 217,147
Secured bank loans	390,000	316,342	336,641
<b>Total</b>	<b>\$ 554,000</b>	<b>\$ 385,559</b>	<b>\$ 553,788</b>
Unused credit lines	<b>\$ 1,783,000</b>	<b>\$ 1,757,441</b>	<b>\$ 1,639,212</b>

a. Please refer to Note 21 for the details of the interest rates.

b. Please refer to Note 37 for the details of the related assets pledged as collateral.

## 20. Short-term notes and bills

Details of short-term notes and bills of the Group were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
No guarantees to pay commercial promissory notes	\$ 50,000	\$ 100,000	\$ 100,000
Guarantees to pay commercial promissory notes	-	-	150,000
Less: discount amount	( 262 )	( 221 )	( 263 )
<b>Carrying amount</b>	<b>\$ 49,738</b>	<b>\$ 99,779</b>	<b>\$ 249,737</b>
Unused credit lines	<b>\$ 150,000</b>	<b>\$ 492,500</b>	<b>\$ 342,500</b>

Please refer to Note 21 for the details of the interest rates.

**21. Notes payable**

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Generated from operation	\$ 4,416	\$ 2,899	\$ 3,006
Non-generated from operation	7,615	41,313	11,820
	<u>\$ 12,031</u>	<u>\$ 44,212</u>	<u>\$ 14,826</u>

- a. Notes payable which were not generated from operation were 12 periods of repayment checks issued to the leasing company. Since there were demands for short-term working capital of the Group, the Group signed loan contracts with leasing companies. The loaning duration was lasting for one year.
- b. The interest rates in short-term loans, short-term notes and bills and notes payable are 2.05%~3.66%, 2.03%~3.66% and 1.93%~3.50% on September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

**22. Long-term loans**

Details, conditions, and terms of long-term loan of the Group were as follows:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Unsecured loans	\$ 54,520	\$ 81,000	\$ 26,000
Secured bank loans	4,791,869	3,901,619	3,515,101
Less: Current portion	( 955,410)	( 156,251)	( 117,693)
Fees	( 24,347)	( 23,787)	( 26,988)
Total	<u>\$ 3,866,632</u>	<u>\$ 3,802,581</u>	<u>\$ 3,396,420</u>
Duration years	<u>113~126</u>	<u>113~126</u>	<u>112~126</u>
Unused credit lines	<u>\$ 3,333,383</u>	<u>\$ 4,130,780</u>	<u>\$ 4,512,598</u>

- a. Please refer to Note 23 for the details of the interest rates.
- b. Please refer to Note 37 for the details of the related assets pledged as collateral.

**23. Long term notes and accounts payable**

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Generated from operation	\$ 45,156	\$ 94,714	\$ -
Non-generated from operation	194,206	125,975	60,000
Less: Current portion	( 170,751)	( 145,617)	( 60,000)
	<u>\$ 68,611</u>	<u>\$ 75,072</u>	<u>\$ -</u>

- a. Long term notes payable were 24 periods of repayment checks. Since there were demands for working capital of the Group, the Group signed installment purchase contracts.
- b. The interest rates in long-term loans and long-term notes and accounts payable are 2.54%~4.83%, 2.41%~4.70% and 2.02%~4.70% on September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

**24. Lease liabilities**

Book value of the Group's lease liabilities were as follows:

	<u>September 30, 2024</u>	<u>December 31, 2023</u>	<u>September 30, 2023</u>
Current	\$ 973,411	\$ 1,039,192	\$ 677,933
Non-current	<u>\$ 5,535,247</u>	<u>\$ 6,089,355</u>	<u>\$ 4,973,007</u>

For the maturity analysis, please refer to Note 32.

Lease amounts recognized as profit or loss were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Interest on lease liabilities	\$ 45,029	\$ 37,627	\$ 139,685	\$ 119,217
Interest capitalized on lease liabilities	\$ 6,003	\$ 6,043	\$ 18,009	\$ 18,131
Variable lease payments not included in the measurement of lease liabilities	\$ 14,373	\$ 15,437	\$ 18,115	\$ 16,260
Expenses relating to short term leases	\$ 104,614	\$ 91,306	\$ 304,270	\$ 272,801
Expenses relating to leases of low value assets, excluding short term leases of low value assets	\$ 307	\$ 263	\$ 927	\$ 872

Lease amounts recognized in the Statements of Cash Flows were as follows:

	For the nine months ended September 30	
	2024	2023
Total cash outflow for leases	\$ 1,317,314	\$ 1,353,453

a. For the nine months ended September 30, 2024 and 2023, newly added lease liabilities amounted to \$294,953 and \$138,936 respectively, and the interest rates were at 3.25%~4.00% and 2.75%~3.25%, respectively. Lease period ending dates for the nine months ended September 30, 2024 and 2023 extend from October 2024 to May 2092 and October 2023 to May 2092, respectively. However, for the nine months ended September 30, 2024 and 2023, the Group negotiated modifications to its contracts in consideration of its operating conditions, thereby reducing lease liabilities by \$78,534 and \$70,739, respectively. The information on modifications of the Group's lease contracts, please refer to Note 17 and 31.

b. Leases of land and equipment, and buildings

As of September 30, 2024, the Group leased land and buildings for its warehousing operations, office space and retail stores, and the land rights of the group headquarters. The leases of office space typically run for a period of 20 years, retail stores for 1 to 10 years, and land usage rights for 50 to 70 years. Some leases included an option to renew the lease for an additional period of the same duration after the end of the contract term.

The Group subleased its leasehold properties partially in financial leasing. Please refer to Note 17 for the details.

Some leases of office buildings contained extension options exercisable by the Group up to one year before the end of the non-cancellable contract period. These leases are negotiated and monitored by local management, and accordingly, contain a wide range of different terms and conditions. The extension options held are exercisable only by the Group and not by the lessors. In which lease is not reasonably certain to use an optional extended lease term, payments associated with the optional period are not included within lease liabilities.

c. Other leases

The Group leases outdoor advertising boards and transportation equipment with lease terms of two to five years. In some cases, the Group has options to extend lease terms at

the end of the contract term.

The Group also leases IT equipment and machinery with contract terms of one to three years. These leases are changing rents, short-term or leases of low value items. The Group has elected not to recognize right of use assets and lease liabilities for these leases.

## 25. Employee benefits

### a. Defined benefit plans

The Group used actuarially determined pension costs as of December 31, 2023 and 2022 to measure and disclose pension costs for the interim period as there were no significant market fluctuations, and significant curtailments, settlements or other significant one-time events subsequent to the prior reporting date.

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

	For the three months ended		For the nine months ended	
	September 30		September 30	
	2024	2023	2024	2023
Operating cost	\$ 144	\$ 152	\$ 426	\$ 459
General and administrative expense	67	69	208	204
	<u>\$ 211</u>	<u>\$ 221</u>	<u>\$ 634</u>	<u>\$ 663</u>

### b. Defined contribution plans

The Group's pension expenses under the defined contribution plans were as follows:

	For the three months ended		For the nine months ended	
	September 30		September 30	
	2024	2023	2024	2023
Operating cost	\$ 6,878	\$ 7,563	\$ 21,179	\$ 22,096
General and administrative expense	8,748	9,040	26,591	25,581
	<u>\$ 15,626</u>	<u>\$ 16,603</u>	<u>\$ 47,770</u>	<u>\$ 47,677</u>

## 26. Income taxes

	For the three months ended		For the nine months ended	
	September 30		September 30	
	2024	2023	2024	2023
Current income tax expense				
Current period	\$ 5,821	\$ 11,646	\$ 18,340	\$ 26,520
Adjustment for prior periods	-	-	506	( 1,654)
Income tax expense	<u>\$ 5,821</u>	<u>\$ 11,646</u>	<u>\$ 18,846</u>	<u>\$ 24,866</u>

The Company's tax returns for the years through 2022 were examined and approved by the tax authority.

## 27. Capital and other equity

Except for the following disclosure, there were no significant changes in capital and other equity of the Group For the nine months ended September 30, 2024 and 2023. For the related information, please refer to Note 27 of the consolidated financial statements for the year ended December 31, 2023.

### a. Ordinary shares

For increasing the return on equity, the Company resolved to make a capital reduction by \$1,758,123 with the ratio 36.93105921% on March 14, 2023. The resolution was passed



in the shareholders' meeting on May 30, 2023, and approved by the Taiwan Stock Exchange on June 26, 2023. The Company's board of directors approved the reference date for capital reduction was on July 11, 2023. The registration procedures were finished on July 18, 2023. For further information, please refer to the Market Observation Post System.

b. Retained earnings

(a) In respect to the Company's dividend policy, in order to cope with the Company's diversified operations and the capital expenditure required for future expansion of the scope of operations and long-term financial planning, it can be based on the needs of the business climate and industry changes and take into account the interests of shareholders, making appropriate assignments or reservations. Any profit in the annual financial statements shall be paid to all taxes and dues in accordance with the laws and make up for any accumulated deficits, and then set aside 10% of said profits as legal reserve, provided such legal reserve amounts to the total paid-in capital, this provision shall not apply. As well as special reserve appropriation and reversal in accordance with the laws or regulations of the competent authority. If there is still a profit, and the undistributed profit at the beginning of the same period (including adjustment of the amount of undistributed profit), the Board of Directors shall prepare a profit distribution proposal and submit it to the General Meeting of Shareholders for resolution: 1. Shareholders' dividends are allocated with distributable earnings, which shall not be less than 15% of the current year's distributable earnings and; 2. the cash dividend shall not be less than 10% of the current year; 3. however, if the balance of the distributable earnings of the current year minus the beginning undistributed earnings is less than NT\$0.1 per share, the Company may exempt from this provision. Distribution of the earnings in the preceding paragraph is authorized after a resolution has been adopted by a majority vote at a meeting of the Board of Directors attended by two-thirds of the total number of directors, and in addition thereto a report of such distribution shall be submitted to the shareholders' meeting; by means of issuing new shares, a resolution shall be submitted to the shareholders' meeting in accordance with the regulations.

On March 14, 2023, the Company's Board of Directors resolved to make a capital reduction, and would not distribute dividends for there was net loss in 2022. The capital reduction for 2022 was passed in the shareholders' meeting on May 30, 2023.

On February 26, 2024, the Company's Board of Directors resolved to make a capital reduction, and would not distribute dividends for there was net loss in 2023. The capital reduction for 2023 was passed in the shareholders' meeting on May 27, 2024.

- (b) For the nine months ended September 30, 2023, due to the changes in investments accounted for using equity method, the Group recognized a reduction in retained earnings of \$202.
- (c) For the nine months ended September 30, 2024, due to the changes in subsidiaries, the Company recognized a reduction in capital surplus of \$10,454.

c. Other equity (net of tax)

	Foreign currency translation differences for foreign operations	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Revaluation surplus	Total
Balance on January 1, 2024	(\$ 130,027)	(\$ 2,568)	\$ 31,115	(\$ 101,480)
Exchange differences on foreign operation	( 399)	-	-	( 399)
Change in other comprehensive income of associates accounted for using equity method	36,808	( 4,462)	-	32,346
Unrealized gain from financial assets measured at fair value through other comprehensive income	-	3,555	-	3,555
Balance on September 30, 2024	<u>(\$ 93,618)</u>	<u>(\$ 3,475)</u>	<u>\$ 31,115</u>	<u>(\$ 65,978)</u>
Balance on January 1, 2023	(\$ 176,758)	\$ 1,290	\$ 31,115	(\$ 144,353)
Exchange differences on foreign operation	58,862	-	-	58,862
Change in other comprehensive income of associates accounted for using equity method	30,999	( 4,428)	-	26,571
Balance on September 30, 2023	<u>(\$ 86,897)</u>	<u>(\$ 3,138)</u>	<u>\$ 31,115</u>	<u>(\$ 58,920)</u>

28. **Earnings per share**

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

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023 (Note)	2024	2023 (Note)
<b>Basic earnings (loss) per share</b>				
Profit (loss) attributable to ordinary shareholders of the Company	\$ 60,548	(\$ 23,254)	\$ 193,793	\$ 82,364
The weighted average number of ordinary shares outstanding (thousand shares)	300,243	300,243	300,243	300,243
	<u>\$ 0.20</u>	<u>(\$ 0.08)</u>	<u>\$ 0.65</u>	<u>\$ 0.27</u>

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023 (Note)	2024	2023 (Note)
<b>Diluted earnings per share</b>				
Profit attributable to ordinary shareholders of the Company	\$ 60,548		\$ 193,793	\$ 82,364
The weighted average number of ordinary shares outstanding (thousand shares)	300,243		300,243	300,243
Effect of dilutive potential ordinary shares:				
Employee stock bonus	-		-	174
Loss attributable to ordinary shareholders of the Company (weighted average number of ordinary shares (diluted) on December 31)	300,243		300,243	300,417
	\$ 0.20		\$ 0.65	\$ 0.27

Note: On May 30, 2023, the company resolved at the shareholders' meeting to reduce capital to offset losses, with the reference date being on July 11, 2023. The impact of the reduction of capital to offset losses has been retrospectively adjusted when calculating loss per share.

## 29. Revenue from contracts with customers

### a. Details of revenue

	For the three months ended September 30				
	2024				
	Warehousing	Trading	Media	Others	Total
Main services:					
Sales revenue	\$ -	\$ 476,092	\$ 681	\$ -	\$ 476,773
Media revenue	-	-	449,666	-	449,666
Loading and storage revenue	388,181	-	-	-	388,181
Other revenue	-	57,036	17,561	2,619	77,216
	\$ 388,181	\$ 533,128	\$ 467,908	\$ 2,619	\$ 1,391,836

  

	For the three months ended September 30				
	2023				
	Warehousing	Trading	Media	Others	Total
Main services:					
Sales revenue	\$ -	\$ 532,201	\$ -	\$ -	\$ 532,201
Media revenue	-	-	492,172	-	492,172
Loading and storage revenue	386,841	-	-	-	386,841
Other revenue	-	58,476	17,326	2,301	78,103
	\$ 386,841	\$ 590,677	\$ 509,498	\$ 2,301	\$ 1,489,317

For the nine months ended September 30					
2024					
	Warehousing	Trading	Media	Others	Total
Main services:					
Sales revenue	\$ -	\$ 1,537,030	\$ 681	\$ -	\$ 1,537,711
Media revenue	-	-	1,320,334	-	1,320,334
Loading and storage revenue	1,157,516	-	-	-	1,157,516
Other revenue	-	181,816	48,425	7,774	238,015
	<b>\$ 1,157,516</b>	<b>\$ 1,718,846</b>	<b>\$ 1,369,440</b>	<b>\$ 7,774</b>	<b>\$ 4,253,576</b>

For the nine months ended September 30					
2023					
	Warehousing	Trading	Media	Others	Total
Main services:					
Sales revenue	\$ -	\$ 1,613,899	\$ 13	\$ -	\$ 1,613,912
Media revenue	-	-	1,399,747	-	1,399,747
Loading and storage revenue	1,066,384	-	-	-	1,066,384
Other revenue	-	180,580	49,223	6,812	236,615
	<b>\$ 1,066,384</b>	<b>\$ 1,794,479</b>	<b>\$ 1,448,983</b>	<b>\$ 6,812</b>	<b>\$ 4,316,658</b>

b. Contract balances

	September 30, 2024	December 31, 2023	September 30, 2023
Notes receivable-generated from operation	\$ 2,698	\$ 3,501	\$ 2,444
Installment notes receivable	28,597	17,360	41,973
Accounts receivable	421,479	496,243	451,771
Long-term installment notes receivable	84,505	86,118	67,413
Less: Allowance for doubtful accounts	( 44,749)	( 46,535)	( 48,400)
Unrealized interest revenue	( 11,994)	( 11,437)	( 11,163)
	<b>\$ 480,536</b>	<b>\$ 545,250</b>	<b>\$ 504,038</b>
Contract liability –			
Commodity Gift Certificates and Special Offer Points	\$ 3,220	\$ 6,353	\$ 5,837
Contract liability advertising services	32,366	22,616	26,374
Contract liability others	33,416	33,191	34,267
Total	<b>\$ 69,002</b>	<b>\$ 62,160</b>	<b>\$ 66,478</b>

- (a) Please refer to Note 9 for the details of accounts receivable and its impairment.
- (b) The major change in the balance of contract assets and contract liabilities is the difference between the time frame in the performance obligation to be satisfied and the payment to be received. There were no significant changes.

For the three months and nine months ended September 30, 2024 and 2023, there were \$5,787, \$4,238, \$46,413 and \$ 36,658 transferred into revenue from the beginning balance of contract liabilities, respectively.

**30. Remuneration of employees**

The revised articles were passed in the shareholders' meeting on May 27, 2024. If the Company makes a profit during the year (referring to profit before tax minus the profit

before the distribution of employee compensation), then after deducting any accumulated loss, no less than 1% of the balance shall be allocated as employee compensation, and no more than 1% of the balance shall be allocated as director's compensation. The amount allocated shall be used as the current year's expense. The employee compensation was allocated at 3.5% in original articles.

The Company's employee compensation for the three months and nine months ended September 30, 2023 are both \$3,891. The estimated amounts mentioned above are calculated based on the net profit before tax, excluding the remuneration to employees, multiplied by the percentage of remuneration to employees. These remunerations were expensed under operating costs or expenses during those periods. The differences between the actual distributed amounts, as determined by the board of directors, and those recognized in the financial statements, if any, shall be accounted for as changes in accounting estimates and recognized in profit or loss in the following year. The numbers of shares to be distributed were calculated based on the closing price of the Company's ordinary shares, one day before the date of the meeting of Board of Directors.

As September 30, 2024 and December 31, 2023, there remained all net losses; therefore, no remuneration should be calculated.

For further information, please refer to the Market Observation Post System.

### 31. Non-operating income and expenses

#### a. Interest income

The details of interest income of the Group were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Interest income from bank deposits	\$ 5,142	\$ 3,064	\$ 15,907	\$ 7,819
Interest income from financial assets measured at amortized cost	279	274	807	849
Other interest income	3,274	1,867	9,028	5,381
	<u>\$ 8,695</u>	<u>\$ 5,205</u>	<u>\$ 25,742</u>	<u>\$ 14,049</u>

#### b. Other income

The details of other revenue of the Group were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Rental income	\$ 1,199	\$ 10,003	\$ 14,857	\$ 32,768
Dividend income	8,459	3,858	12,295	30,204
Other revenue	2,991	4,708	11,745	62,044
	<u>\$ 12,649</u>	<u>\$ 18,569</u>	<u>\$ 38,897</u>	<u>\$ 125,016</u>

c. Other gains and losses

The details of other gains and losses were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Gain on disposal of property, plant, and equipment	\$ 380	\$ -	\$ 530	\$ 253
Lease modification benefits	216	1,429	324	2,080
Foreign exchange (loss) gain	( 7,724)	1,568	1,944	3,119
Net (loss) gain on evaluation of financial assets at fair value through profit or loss	( 6,362)	( 10,881)	( 62,185)	77,664
Loss on disposal of investments	-	( 23,544)	-	( 63,147)
Other (loss) income	( 649)	( 3,356)	9,768	( 1,264)
	<u><b>(\$ 14,139)</b></u>	<u><b>(\$ 34,784)</b></u>	<u><b>(\$ 49,619)</b></u>	<u><b>\$ 18,705</b></u>

d. Finance costs

The Group's finance costs were as follows:

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Interest expenses – lease liabilities	\$ 45,029	\$ 37,627	\$ 139,685	\$ 119,217
Interest expenses – bank loans	26,628	25,041	79,777	66,978
Finance expense	5,902	5,507	16,973	13,876
	<u>77,559</u>	<u>68,175</u>	<u>236,435</u>	<u>200,071</u>
Less: operating costs	-	( 206)	( 184)	( 746)
	<u><b>\$ 77,559</b></u>	<u><b>\$ 67,969</b></u>	<u><b>\$ 236,251</b></u>	<u><b>\$ 199,325</b></u>

## 32. Financial instruments

a. Credit risk

(a) Credit risk exposure

As of September 30, 2024, December 31, 2023 and September 30, 2023, the maximum credit exposure for the Group originates from possible non-fulfillment of obligations by counterparties and from financial losses arising from financial guarantees provided by the Company, mainly from:

- The carrying amount of financial assets recognized in the consolidated balance sheet; and
- The amount of liabilities as a result from the Group providing financial guarantees to its customers was \$4,075,943, \$3,898,062, and \$3,398,755.

(b) Concentration of credit risk

The Group caters to a large group of customers; therefore, there is no concentration

of regional credit risk.

For credit risk exposure of notes and accounts receivable, please refer to Note 9.

All of these financial assets are considered to have low risk, and thus, the impairment provision recognized during the period was limited to 12 months expected losses. (Regarding how the financial instruments are considered to have low credit risk, please refer to Note 4g the consolidated financial statements for the year ended December 31, 2023.)

As of September 30, 2024 and 2023, there was no allowance for other receivables.

b. Liquidity risk

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

	Carrying amount	Contractual cash flows	Within 1 year	1-3 years	3-5 years	More than 5 years
<b>September 30, 2024</b>						
Non derivative financial liabilities						
Loans	\$ 5,376,042	\$ 6,453,288	\$ 1,684,317	\$ 685,549	\$ 1,006,275	\$ 3,077,147
Short term notes and bills payable	49,738	50,000	50,000	-	-	-
Payables (current and non-current)	1,712,746	1,720,516	1,651,233	69,283	-	-
Lease liabilities (current and non-current)	6,508,658	8,044,396	1,158,155	2,001,461	839,540	4,045,240
Guarantee deposits received	2,341	2,341	-	2,341	-	-
	<u>\$ 13,649,525</u>	<u>\$ 16,270,541</u>	<u>\$ 4,543,705</u>	<u>\$ 2,758,634</u>	<u>\$ 1,845,815</u>	<u>\$ 7,122,387</u>
<b>December 31, 2023</b>						
Non derivative financial liabilities						
Loans	\$ 4,344,391	\$ 5,192,081	\$ 679,358	\$ 1,327,042	\$ 562,010	\$ 2,623,671
Short term notes and bills payable	99,779	100,000	100,000	-	-	-
Payables (current and non-current)	1,666,372	1,673,728	1,597,561	76,167	-	-
Lease liabilities (current and non-current)	7,128,547	8,796,603	1,241,925	2,117,006	1,139,193	4,298,479
Guarantee deposits received	4,612	4,612	-	4,612	-	-
	<u>\$ 13,243,701</u>	<u>\$ 15,767,024</u>	<u>\$ 3,618,844</u>	<u>\$ 3,524,827</u>	<u>\$ 1,701,203</u>	<u>\$ 6,922,150</u>
<b>September 30, 2023</b>						
Non derivative financial liabilities						
Loans	\$ 4,067,901	\$ 4,813,259	\$ 798,157	\$ 1,278,855	\$ 494,648	\$ 2,241,599
Short term notes and bills payable	249,737	250,000	250,000	-	-	-
Payables (current and non-current)	1,640,415	1,641,946	1,641,946	-	-	-
Lease liabilities (current and non-current)	5,650,940	7,247,980	835,886	1,256,247	796,419	4,359,428
Guarantee deposits received	4,465	4,465	-	4,465	-	-
	<u>\$ 11,613,458</u>	<u>\$ 13,957,650</u>	<u>\$ 3,525,989</u>	<u>\$ 2,539,567</u>	<u>\$ 1,291,067</u>	<u>\$ 6,601,027</u>

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

c. Exchange rate risk

(a) Exposure to exchange rate risk

The Group's financial assets and liabilities exposed to exchange rate risk were as follows:

	September 30, 2024			December 31, 2023			September 30, 2023			
	Foreign Currency	Exchange Rate	TWD	Foreign Currency	Exchange Rate	TWD	Foreign Currency	Exchange Rate	TWD	
<b>Financial assets</b>										
<b>Monetary items</b>										
USD:TWD	\$	1,814	31.65	\$	57,406	\$	1,315	30.705	\$	40,382
USD:HKD		815	7.7669		25,808		719	7.815		22,087
CNY:TWD		199	4.523		898		272	4.327		1,177
USD:CNY		42	6.9976		1,327		42	7.0961		1,288
HKD:TWD		77,518	4.075		315,887		28,813	3.929		113,205
<b>Non-monetary items</b>										
USD:TWD	\$	36,853	31.65	\$	1,157,843	\$	38,859	30.705	\$	1,193,174
HKD:TWD		-	4.075		-		73,990	3.929		290,763
CNY:HKD		1,288	1.1099		5,827		1,444	1.101		6,248
HKD:USD		294,035	0.1288		1,188,936		341,530	0.12796		1,341,872
<b>Financial liabilities</b>										
<b>Monetary items</b>										
USD:TWD	\$	3	31.65	\$	90	\$	-	30.705	\$	-
HKD:USD		-	0.1288		-		26,000	0.12796		102,154

(b) Sensitivity analysis

The Group's exposure to exchange rate risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, accounts receivable, other receivables, loans, accounts payable, and other payables that are denominated in foreign currency. If the TWD, when compared with each major foreign currency, had appreciated or depreciated 1% (with other factors remaining constant on the reporting date), net profit before tax would have respectively increased or decreased by \$(5,656), \$1,765, \$4,012 and \$3,316 for the three months and nine months ended September 30, 2024 and 2023, respectively. The analysis is performed on the same basis for both periods.

As the Group deals in diverse foreign currencies, gains or losses on foreign exchange are summarized as a single amount. For the three months and nine months ended September 30, 2024 and 2023, foreign currency exchange gains (losses) (including realized and unrealized) amounted \$(7,724), \$1,568, \$1,944 and \$3,119, respectively.

d. Interest rate analysis

The interest risk exposure of the Group's financial assets and liabilities is described in the note on market risk management.

The following sensitivity analysis is based on the exposure to interest rate risk of the derivative and non-derivative financial instruments on the reporting date. For variable rate instruments, the sensitivity analysis assumes the variable rate liabilities on the reporting date have been outstanding for the whole year. The Group's internal management reported the increases/decreases in interest rates, and changes in interest rates of one basis point are considered by management to be reasonably possible.

If the interest rate had increased or decreased by 1% and assuming all other variable factors remained constant, the Group's net profit after tax would have respectively increased or decreased by \$1,307, \$5,078, \$26,993 and \$22,841 for the three months and nine months ended September 30, 2024 and 2023. This is mainly due to the Group's variable rate deposit and borrowing.

e. Other market price risk

Sensitivity analyses for the changes in the securities price at the reporting date were performed using the same basis for the profit and loss as illustrated below:



Price of securities at reporting date	For the nine months ended September 30 2024		For the nine months ended September 30 2023	
	Other comprehensive income after tax	Net income	Other comprehensive income after tax	Net income
	Increasing 3%	\$ 375	\$ 12,845	\$ 225
Decreasing 3%	( 375)	( 12,845)	( 225)	( 37,360)

f. Fair value of financial instruments

(a) Fair value hierarchy

The carrying amount and fair value of the Group's financial assets and liabilities, including the information on fair value hierarchy were as follows; however, except as described in the following paragraphs, for financial instruments not measured at fair value whose carrying amount is reasonably close to the fair value, and for equity investments that has no quoted prices in the active markets and whose fair value cannot be reliably measured, disclosure of fair value information is not required:

September 30, 2024	Book Value	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss					
Non-derivative financial assets mandatorily measured at fair value through profit or loss	\$ 428,180	\$ 408,180	\$ 20,000	\$ -	\$ 428,180
Financial assets at fair value through other comprehensive income	12,500	-	5,000	7,500	12,500
Financial assets at fair value through profit or loss					
Cash and cash equivalents	2,173,271				
Notes and accounts receivable (including related parties)	401,585				
Other receivables (including related parties)	192,718				
Other current financial assets	158,767				
Long-term notes and accounts payable (including related parties)	78,951				
Refundable deposits	364,529				
Other non-current financial assets	209,053				
Financial liabilities measured at amortized cost					
Short-term loans	554,000				
Short term notes and bills payable	49,738				
Notes and accounts payable (including related parties)	316,327				
Other payables (including related parties)	1,157,057				
Long-term loans (including current portion of long-term loans)	4,822,042				
Lease liabilities (current and non-current)	6,508,658				
Long-term notes and accounts payable (including current portion of long-term notes and accounts payable)	239,362				
Guarantee deposits received	2,341				

December 31, 2023	Book Value	Fair value			
		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					
	\$ 1,081,754	\$ 1,081,754	\$ -	\$ -	\$ 1,081,754
Financial assets at fair value through other comprehensive income					
	7,500	-	-	7,500	7,500
Financial assets at fair value through profit or loss					
Cash and cash equivalents	1,682,873				
Notes and accounts receivable (including related parties)	464,932				
Other receivables (including related parties)	149,009				
Other current financial assets	132,011				
Long-term notes and accounts payable (including related parties)	80,318				
Refundable deposits	352,726				
Other non-current financial assets	186,163				
Financial liabilities measured at amortized cost					
Short-term loans	385,559				
Short term notes and bills payable	99,779				
Notes and accounts payable (including related parties)	411,518				
Other payables (including related parties)	1,034,165				
Long-term loans (including current portion of long-term loans)	3,958,832				
Lease liabilities (current and non-current)	7,128,547				
Long-term notes and accounts payable (including current portion of long-term notes and accounts payable)	220,689				
Guarantee deposits received	4,612				

September 30, 2023	Book Value	Fair value			
		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					
	\$ 1,245,323	\$ 1,245,323	\$ -	\$ -	\$ 1,245,323
Financial assets at fair value through other comprehensive income					
	7,500	-	-	7,500	7,500
Financial assets at fair value through profit or loss					
Cash and cash equivalents	1,619,453				
Notes and accounts receivable (including related parties)	441,051				

September 30, 2023	Book Value	Fair value			Total
		Level 1	Level 2	Level 3	
Other receivables (including related parties)	\$ 132,202				
Other current financial assets	93,058				
Long-term notes and accounts payable (including related parties)	62,987				
Refundable deposits	440,155				
Other non-current financial assets	174,659				
Financial liabilities measured at amortized cost					
Short-term loans	553,788				
Short term notes and bills payable	249,737				
Notes and accounts payable (including related parties)	367,672				
Other payables (including related parties)	1,212,743				
Long-term loans (including current portion of long-term loans)	3,514,113				
Lease liabilities (current and non-current)	5,650,940				
Long-term notes and accounts payable (including current portion of long-term notes and accounts payable)	60,000				
Guarantee deposits received	4,465				

(b) 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:

(b-1) Financial assets measured at amortized cost and financial liabilities measured at amortized cost

If the quoted prices in active markets are available, the market price is established as the fair value. However, if quoted prices in active markets are not available, the estimated valuation or prices used by competitors are adopted. 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 price are available, estimates shall be used. The estimates and assumptions used in the evaluation method shall be the discounted value of cash flows to estimate the fair value.

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

(c-1) Non-derivative financial instruments

If there is a quoted market price in an active market for a financial instrument, the fair value is based on the quoted market price in an active market. The fair value of listed (over-the-counter) equity instruments and debt instruments with quoted prices in active markets are based on quoted market prices on major exchanges and over-the-counter (OTC) central government bond marketplaces, which are judged to be popular securities.

A financial instrument is publicly quoted in an active market if quoted prices are readily and consistently available from exchanges, brokers, underwriters, industry associations, pricing services authorities, or

regulatory authorities, and if those prices represent prices that are representative of actual and regularly occurring fair market activity. If the above conditions are not met, the market is considered inactive. In general, large bid-ask spreads, significant increases in bid-ask spreads, or low trading volume are indicators of an inactive market.

The fair values of the Group’s financial assets and liabilities, such as shares, funds and bonds of listed companies, with standard terms and conditions and traded in active markets, are determined by reference to quoted market prices, respectively.

Except for the above-mentioned financial instruments for which there is an active market, the fair values of other financial instruments are based on valuation techniques or quoted prices with reference to counterparties.

(c-2) Derivative financial instruments

Derivative financial instruments are valued based on widely accepted valuation models, such as discounted and option pricing models. Structured interest rate derivative financial instruments are valued using an appropriate option pricing model (e.g., Black-Scholes model) or other valuation techniques, such as Monte Carlo simulation.

(d) Transfers between Level 1 and Level 2

There was no transfer between Level 1 and Level 2 For the nine months ended September 30, 2024 and 2023.

(e) Reconciliation of Level 3 fair values

There was no fair value through other comprehensive income recognized For the nine months ended September 30, 2024 and 2023.

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

The Group’s financial instruments that use Level 3 inputs to measure fair value are “Financial assets at fair value through other comprehensive income.”

Quantified information of significant unobservable inputs was as follows:

<u>Item</u>	<u>Valuation technique</u>	<u>Significant unobservable inputs</u>	<u>Interrelationship between significant unobservable inputs and fair value measurement</u>
Financial assets at fair value through other comprehensive income equity investments without an active market	Market comparable companies	<ul style="list-style-type: none"> <li>• Price to book ratio multiple (1.51, 1.58 and 1.59 as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively)</li> <li>• Discount for lack of marketability (20%)</li> </ul>	<ul style="list-style-type: none"> <li>• The higher the multiple, the higher the fair value</li> <li>• The higher the discount, the lower the fair value</li> </ul>
Financial assets at fair value through other comprehensive income equity investments without an active market	Net Asset Value Method	<ul style="list-style-type: none"> <li>• Net Asset Value</li> </ul>	<ul style="list-style-type: none"> <li>• Not applicable</li> </ul>

(g) Fair value measurements in Level 3 – sensitivity analysis of reasonably possible

alternative assumptions

The Group's fair value measurement of financial instruments is reasonable, but using different evaluation models or evaluation parameters may result in different evaluation results. For fair value measurements in Level 3, changing one or more of the assumptions to reflect reasonably possible alternative assumptions would have the following effects:

	Inputs	Rate increasing or decreasing	Other comprehensive income	
			Favourable	Unfavourable
<b>September 30, 2024</b>				
Financial assets at fair value through other comprehensive income				
Equity investments without an active market	Price to book ratio multiple	1%	\$ 141	(\$ 141)
Equity investments without an active market	Discount for lack of marketability	1%	141	( 141)
<b>December 31, 2023</b>				
Financial assets at fair value through other comprehensive income				
Equity investments without an active market	Price to book ratio multiple	1%	\$ 161	(\$ 161)
Equity investments without an active market	Discount for lack of marketability	1%	161	( 161)
<b>September 30, 2023</b>				
Financial assets at fair value through other comprehensive income				
Equity investments without an active market	Price to book ratio multiple	1%	\$ 157	(\$ 157)
Equity investments without an active market	Discount for lack of marketability	1%	157	( 157)

The favorable and unfavorable effects represent the changes 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.

### 33. Financial risk management

There were no significant changes in the Group's financial risk management objectives and policies as disclosed in Note 33 of the consolidated financial statements for the year ended December 31, 2023.

### 34. Capital management

Management believes that the objectives, policies and processes of capital management of the Group has been applied consistently with those described in the consolidated financial statements for the year ended December 31, 2023. Also, management believes that there were no significant changes in the Group's capital management information as disclosed for the year ended December 31, 2023. Please refer to Note 34 of the consolidated financial statements for the year ended December 31, 2023 for further details.

### 35. Investing and financing activities not affecting current cash flow

The Group's investing activities which did not affect the current cash flow September 30, 2024 and 2023, were as follows:

	For the nine months ended	
	September 30	
	2024	2023
Acquisition of property, plant and equipment	\$ 1,616,463	\$ 1,416,974
Add: Other payables January 1	274,923	162,265
Less: Interest and depreciation capitalization	( 87,418)	( 58,762)
Notes payable September 30	( 2,579)	-
Other payables September 30	( 510,664)	( 405,549)
Cash paid in this period	<b>\$ 1,290,725</b>	<b>\$ 1,114,928</b>
Acquisition of intangible assets	\$ 4,539	\$ 45,673
Add: Other payables January 1	3,415	3,430
Less: Other payables September 30	( 3,486)	( 204)
Cash paid in this period	<b>\$ 4,468</b>	<b>\$ 48,899</b>

For the details for obtaining right-of-use assets by leasing, please refer to Note 17.

The Group's financing activities which did not affect the current cash flow September 30, 2024 and 2023, were as follows:

	January 1, 2024	Cash flows	Non-cash changes		September 30, 2024
			Discount	Amortization of financing use commitment fees	
Short term notes and bills payable	\$ 99,779	(\$ 50,000)	(\$ 41)	\$ -	\$ 49,738
Long-term loans	3,958,832	863,769	-	( 559)	4,822,042
<b>Total</b>	<b>\$ 4,058,611</b>	<b>\$ 813,769</b>	<b>(\$ 41)</b>	<b>(\$ 559)</b>	<b>\$ 4,871,780</b>

  

	January 1, 2023	Cash flows	Non-cash changes		September 30, 2023
			Discount	Amortization of financing use commitment fees	
Short term notes and bills payable	\$ 349,427	(\$ 100,000)	\$ 310	\$ -	\$ 249,737
Long-term loans	2,473,784	1,044,644	-	( 4,315)	3,514,113
<b>Total</b>	<b>\$ 2,823,211</b>	<b>\$ 944,644</b>	<b>\$ 310</b>	<b>(\$ 4,315)</b>	<b>\$ 3,763,850</b>

### 36. Related party transactions

#### a. Names and relationship with related parties

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

Name of related party	Relationship with the Group
Eastern Home Shopping & Leisure Co., Ltd. (EHS)	An associate
Natural Beauty Bio-Technology Co., Ltd. (Natural Beauty)	An associate
Strawberry Cosmetics Holdings Limited	An associate
Eastern New Retail Department (EIM) Co., Ltd. (ET New Retail Department)	An associate

<u>Name of related party</u>	<u>Relationship with the Group</u>
Dongsen International Development Co., Ltd. (Dongsen International Development)	An associate (Note 3)
Dongsen Personal Insurance Agent Co., Ltd.	Other related parties
Eastern Realty Co., Ltd.	Other related parties (Note 2)
Eastern E-Commerce Co., Ltd. (Eastern E-Commerce)	Other related parties
Quantum Entertainment Production Co., Ltd. (Quantum Entertainment)	Other related parties
Chinese Non-Store Retailer Association (Non-Store)	Other related parties
EIP TV Co., Ltd. (EIP)	Other related parties
Xu Bon Development Co., Ltd. (Xu Bon)	Other related parties
Dongsen Social Welfare Foundation (Dongsen Social Welfare)	Other related parties
Sen Yue Chuan Bo Co., Ltd. (Sen Yue Chuan Bo)	Other related parties
Asia Animal Medical Association (AAMA)	Other related parties
Eastern Beauty Company Ltd.	Other related parties (Note 1)
Taiwan Information and Communication Association	Other related parties
E-Happy Travel Co., Ltd. (E-Happy Travel)	Other related parties
Dongsen Health Biomedical Co., Ltd. (Dongsen Health Biomedical)	Other related parties
YOUG CHENG Real Estate Management Co., Ltd. (YOUG CHENG Real Estate Management)	Other related parties
Dongsen Culture Foundation (Dongsen Culture)	Other related parties
FAR RICH INTERNATIONAL CORPORATION (FAR RICH)	Key management
All Directors, Supervisors, general manager and vice personnel general of the Group	Key management personnel

Note 1: The original Eastern Realty Co., Ltd. was renamed as Eastern Beauty Company Ltd. on April 7, 2023.

Note 2: The precursor of the new Eastern Realty Co., Ltd. was Xin Wang real estate agency Co., Ltd.. The registration of changing the name of the company was finished on April 10, 2023.

Note 3: The precursor of the Dongsen International Development Co., Ltd. was Yong Liang social E-commerce Co., Ltd.. The registration of changing the name of the company was finished on June 26, 2024.

b. Significant transactions with related parties

(a) Sales of goods and services

The amounts of significant sales transactions between the Group and related parties were as follows:

	<u>For the three months ended</u>		<u>For the nine months ended</u>	
	<u>September 30</u>		<u>September 30</u>	
	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Associates	\$ 19,494	\$ 21,290	\$ 63,560	\$ 62,166
Other related parties	5,944	5,375	13,093	12,734
Key management	2,657	3,024	7,971	7,310
	<u>\$ 28,095</u>	<u>\$ 29,689</u>	<u>\$ 84,624</u>	<u>\$ 82,210</u>

The above revenues consist of program production revenue and project planning service revenue.

Transaction terms for the above are the same as those for ordinary transactions.

(b) Purchase of goods

(b-1) The amounts of significant purchase transactions between the Group and related parties were as follows:

	For the three months ended		For the nine months ended	
	September 30		September 30	
	2024	2023	2024	2023
Associates	\$ 1,270	\$ 6,036	\$ 3,522	\$ 7,878
Other related parties	-	364	( 12)	364
	<b>\$ 1,270</b>	<b>\$ 6,400</b>	<b>\$ 3,510</b>	<b>\$ 8,242</b>

(b-2) The amount of programs production and other between the Group and related parties were as follows:

	For the three months ended		For the nine months ended	
	September 30		September 30	
	2024	2023	2024	2023
Associates	\$ 280	\$ 142	\$ 883	\$ 411
Other related parties	18,915	18,852	57,698	56,473
Key management	2,943	2,810	8,829	7,667
	<b>\$ 22,138</b>	<b>\$ 21,804</b>	<b>\$ 67,410</b>	<b>\$ 64,551</b>

Transaction terms for the above are the same as those for ordinary transactions.

(c) Receivables

Accounts	Related parties	September 30, 2024	December 31, 2022	September 30, 2023
Long-term accounts receivable	EIP	\$ 34,984	\$ 49,084	\$ 53,566
Accounts receivable	Associates	1,186	765	914
Accounts receivable	EHS	32,277	16,600	15,548
Accounts receivable	ET New Retail Department	8,371	364	517
Accounts receivable	Other related parties	842	1,519	821
Accounts receivable	EIP	18,784	18,231	18,156
Accounts receivable	Key management	1,030	-	-
Other receivables	Associates	192	192	108
Other receivables	EHS	287	1,100	552
Other receivables	Natural Beauty	514	731	520
Other receivables	Other related parties	-	367	10
		<b>\$ 98,467</b>	<b>\$ 88,953</b>	<b>\$ 90,712</b>

The Group took installment sale with EIP, and collecting installment notes receivable at an annual interest rate of 4.5% plus interest. In addition, the interest received by the Group was \$635, \$837, \$2,054 and \$2,550 for the three months and nine months ended September 30, 2024 and 2023, respectively.



(d) Payables

Accounts	Related parties	September 30, 2024	December 31, 2022	September 30, 2023
Accounts payable	Associates	\$ 2	\$ 5	\$ -
Accounts payable	EHS	3,768	12,135	6,215
Accounts payable	Other related parties	157	377	365
Accounts payable	EIP	31,740	27,633	21,798
Accounts payable	Xu Bon	23,861	37,233	29,139
Other payables	Associates	19	67	119
Other payables	EHS	12,371	7,112	3,054
Other payables	ET New Retail Department	2,853	193	55
Other payables	Other related parties	674	351	261
Other payables	E-Happy Travel	-	8	1,800
Other payables	Eastern E-Commerce	-	873	1,257
		<b>\$ 75,445</b>	<b>\$ 85,987</b>	<b>\$ 64,063</b>

(e) Prepayments, advance receipts and contract liabilities

Details of advance receipts / prepayments from related parties to the Group were as follows:

Accounts	Related parties	September 30, 2024	December 31, 2023	September 30, 2023
Prepayments	Associates	\$ 102	\$ 2	\$ -
Prepayments	Other related parties	7,291	6,612	6,653
		<b>\$ 7,393</b>	<b>\$ 6,614</b>	<b>\$ 6,653</b>
Contract liabilities	Associates	10	10	310
Contract liabilities	Other related parties	173	-	-
		<b>\$ 183</b>	<b>\$ 10</b>	<b>\$ 310</b>

(f) Endorsement / Guarantee provided

For the three months and nine months ended September 30, 2024 and 2023 the remuneration paid to related parties for providing guarantees on the loans taken out by the Group was amounted to \$682, \$524, \$1,955 and \$1,347, respectively. As of September 30, 2024, December 31, 2023 and September 30, 2023, the Group's remuneration payable was amounted to \$664, \$558 and \$515, respectively.

(g) Leases

(g-1) The Group rents out part of its office space and equipment to fulfill related parties' business requirements. The rental revenues for the three months and nine months ended September 30, 2024 and 2023 were amounted to \$294, \$295, \$883 and \$887, respectively.

(g-2) As the Group applied on the remission of short-term lease contract of IFRS 16, the rental expenses for the three months and nine months ended September 30, 2024 and 2023 were amounted to \$1,683, \$1,221, \$4,796 and \$4,136, respectively.

(g-3) The Group leased right-of-use of office spaces and pet stores from its related party in August and December 2022, respectively. The lease terms of the two contracts were 2 years and 10 years, respectively; the rental is based on similar asset's market rental rates. The contract values were \$39,142 listed under right-of-use assets and lease liabilities. In March 2023, the Group negotiated to shorten the duration of contracts in consideration of its operating conditions, thereby reducing right-of-use

assets and lease liabilities by \$17,633. For the three months and nine months ended September 30, 2024 and 2023, the interest expenses of lease liabilities were \$100, \$142, \$315 and \$505, respectively. As of September 30, 2024, December 31, 2023 and September 30, 2023, the ending balance of lease liabilities was \$11,928, \$16,218 and \$ 17,126, respectively.

(g-4) The Group subleased its leasehold office spaces partially in financial leasing to its related party in August 2024. The initial investment was \$3,164 and the duration of sublease was 17 months. The rental was based on similar asset's market rental rates. For the three months and nine months ended September 30, 2024 and 2023, the interest revenue of subleases was \$25, nil, \$25 and nil, respectively. As of September 30, 2024, December 31, 2023 and September 30, 2023, the ending balance of financial leasing (recorded as other receivables due from related parties and other non-current financial assets) was \$2,617, nil and nil, respectively.

(g-5) Transaction terms for the above are the same as those for ordinary transactions.

(h) Acquisition of intangible assets

Related parties	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
FAR RICH	\$ -	\$ -	\$ -	\$ 39,088

In February 2023, the consolidated subsidiary, MOOD purchased MOOD APP from FAR RICH. The value of the contract was \$39,088.

(i) Other

(i-1) For the three months and nine months ended September 30, 2024 and 2023, the Group paid operating fees to associates, key management (juridical person director), and other related parties to fulfill its business requirements were amounted \$2,290, \$4,048, \$16,746 and \$16,433, respectively.

(i-2) In order to follow its operating plan, the Group donated nil, nil, \$2,250 and \$4,350 to related parties in related industries for the three months and nine months ended September 30, 2024 and 2023, respectively. As of September 30, 2024, December 31, 2023 and September 30, 2023, the Group's donation payable was amounted to nil, \$1,850 and nil, respectively.

(i-3) For the three months and nine months ended September 30, 2024 and 2023, the Group received non-operating revenue from related parties amounted \$68, \$540, \$187 and \$644, respectively.

c. Key management personnel compensation

	For the three months ended September 30		For the nine months ended September 30	
	2024	2023	2024	2023
Short-term employee benefits	\$ 14,358	\$ 17,036	\$ 42,960	\$ 50,841

### 37. Pledged assets

Pledged assets of the Group were as follows:

Assets	Purpose of pledge	September 30, 2024	December 31, 2023	September 30, 2023
Property, plant and equipment	Short-term and long- term loans	\$ 902,613	\$ 918,690	\$ 767,542
Investments accounted for using equity method	Long- term loans	1,383,912	1,241,983	1,531,918
Other current financial assets-demand deposits	Reserve and its interest	13,319	23,390	23,369
Other current financial assets-demand deposits	Security for issuance of travel vouchers at travel fair	29,779	39,981	-
Refundable deposits	Bid bonds, performance bonds and security deposits	309,706	295,245	381,174
Other non-current financial assets – reserve account	Deposit in long-term loans	132,233	121,950	117,042
Investments accounted for using equity method for subsidiary (Note 1)	Long-term loans	-	-	-
Current financial assets at fair value through profit or loss	Short-term loans and short-term notes and bills payable	102,436	484,282	441,733
Right-of-use asstes	Long-term loans	1,122,869	1,137,372	1,143,351
Notes receivable and long-term notes and accounts receivable	Notes payable (Note 2)	22,080	37,007	-
Other non-current assets	Long-term loans	277,856	-	-
		<u>\$ 4,296,803</u>	<u>\$ 4,299,900</u>	<u>\$ 4,406,129</u>

Note 1: The investments accounted for using equity method for subsidiary's stocks have been written off in the preparation of consolidated financial statement.

Note 2: The assests were pledged to TKLF.

### 38. Significant commitments and contingencies

a. Major commitments were as follows:

(a) Unused standby letters of credit:

	September 30, 2024	December 31, 2023	September 30, 2023
Unused standby letters of credit	\$ 4,059	\$ 196,654	\$ 188,946

(b) The Company and its subsidiary-EHR had signed contracts relating to manage resorts in Yilan and Linkuo, and also had signed services agreements relating to the hotel's business and authorization with Formosa international hotels corporation. The Company and EHR should pay expenses proportionally while the services provided by Formosa international hotels corporation achieve the standards as the contracts recorded.

(c) Unrecognized contractual commitments:

The Group's unrecognized contractual commitments are as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Total contract price	\$ 7,998,187	\$ 5,673,343	\$ 5,427,781
Accounted amount	\$ 3,980,567	\$ 2,622,374	\$ 2,236,522

b. Contingent liabilities were as follows:

(a) On October 27, 2008, the Securities and Futures Investors Protection Center (the SFIPC) filed a lawsuit to the Taipei District Court against the ex-chairman and the general manager of the Company, together with all the previous directors and supervisors, alleging the offense of gaining an illegal benefit for Chia Hsin and Synthetic Fiber Co., Ltd. as well as for the family members of the ex-chairman. The prosecution is based on the alleged ill-gotten assets from the Company by means of false commodity transactions

and capital increment in the name of Eastern International Lease Finance Co., Ltd. and Tung Kai Lease Finance Co., Ltd. (both are subsidiaries of the Company). The SFIPC also demanded the compensation of \$41,038. The Taipei District Court ruled that the Company violated the Commercial Company Act. However, both the ex-chairman and the general manager were acquitted, and not only did the Company did not bear any losses from the said transaction above, but on the contrary, it gained a profit amounting to \$6,894, plus an additional 5% interest arising from the delayed payment amounting to \$6,884 with a total amount around \$13,000. In other words, the transaction did not do any damage to the Company and its shareholders. As a result, the appeal filed against the Company was denied by the Taipei District Court on December 5, 2012. However, the SFIPC was not satisfied with the decision made by the court. Therefore, it filed another appeal, this time with the Taiwan High Court, demanding compensation amounting to \$22,664. The appeal was denied on December 3, 2013. Nevertheless, the SFIPC filed an appeal once more with the Taiwan High Court on December 24, 2013. The case was transferred from the Supreme Court to the High Court on April 23, 2015, for further investigation. On May 10, 2017, the Taiwan High Court ruled against SFIPC. Therefore, SFIPC filed an appeal to the Supreme Court on June 6, 2017. On February 23, 2021. The Taiwan High Court has ruled on October 1, 2024, stating that the company and its board members should compensate investors who suffered damages due to inaccurate financial reports. However, throughout the case, the prosecutor has never charged anyone with falsifying financial reports. The final criminal judgment has not established that a financial fraud occurred, and it has even acknowledged that the transactions between the company and Chia Hsin and Synthetic Fiber Co., Ltd. regarding bulk materials not only did not result in any damages but actually generated profits, as previously mentioned. Therefore, the company filed an appeal on October 29, 2024, to protect its rights, and the case is not yet finalized.

(b) On March 17, 2017, the board of directors of EHR resolved to pass the resolutions of "Capital Reduction" and "Cash Capital Increase." Subsequently, on May 22, 2017, the board of directors resolved to convene the 2017 board meeting. During the board meeting held on June 28, 2017, the resolutions to approve the first proposal, "Capital Reduction," and the second proposal, "Cash Capital Increase," were passed. In accordance with the resolutions of the board and the shareholders' meeting, EHR completed the capital reduction and increase procedures and submitted the changes for registration with the Ministry of Economic Affairs.

However, shareholders Gao ○ Wen, Gao ○, Gao ○ Zhen, and Xiao ○ Ling filed a lawsuit with the Taipei District Court, requesting the annulment of the resolutions passed at the June 28, 2017, shareholders' meeting. The Taipei District Court ruled on December 20, 2021, that the first proposal ("Capital Reduction") and the second proposal ("Cash Capital Increase") were valid. However, the resolution concerning "the authorization of the Chairman to arrange for specific persons to purchase fractional shares resulting from the capital reduction at face value" within the first proposal was deemed invalid.

After both parties filed an appeal, the Taiwan High Court issued its ruling on July 5, 2024, under case number 111-Shang-Zi-355, stating: "The original judgment dismissing the primary and secondary claims of Gao ○, Xiao ○ Ling, Gao ○ Zhen, and Gao ○ Wen, as well as the ruling on litigation costs, is hereby set aside. It is confirmed that the resolutions passed in the shareholders' meeting of 2017, held on June 28, 2017, concerning the first proposal ("Capital Reduction") under 'Discussion Items'—with the exception of the resolution to 'authorize the Chairman to arrange for specific persons to purchase fractional shares resulting from the capital reduction at face value'—as well as the resolution on the second proposal ('Cash Capital Increase') are all invalid."

The Group has assessed the judgment, noting that the reasoning behind the ruling was largely based on the argument that after the capital reduction, only the Company held

more than one share, thereby monopolizing the company's shares and management, which resulted in other shareholders being forcibly deprived of their equity and voting rights, in violation of the principle of shareholder equality. However, there is no legal restriction against reducing capital to a single share, and the resolutions of capital reduction and increase have already been duly registered with the Ministry of Economic Affairs. Therefore, EHR believed that the judgment contains several errors in fact and law and has filed a third appeal on July 22, 2024. The case was currently pending final adjudication.

- (c) The Company established a legal affair department and hired external counselors to handle its legal affairs. As of September 30, 2024, December 31, 2023 and September 30, 2023, all unsettled lawsuits had no impact on its financial and business operation.

**39. Losses Due to Major Disasters: None.**

**40. Subsequent Events: None.**

- a. For operating purpose and constructing buildings, the board of directors of the consolidated subsidiary, Eastern Asset, resolved a capital injection by cash with an investment amount of \$200,000 on October 30, 2024. This capital injection would be participated by the Company and EHS in proportion to the shareholding ratio.
- b. To revitalize assets and strengthen operating capital, the Company intended to sell its office located in Taipei City. The Chairman was authorized to handle the subsequent sale matters, with the sale price set at no less than \$950 per ping and no less than \$3,000 per parking space.

**41. Other**

- a. A summary of current period employee benefits, depreciation, and amortization, by function, is as follows:

By nature	By function	For the three months ended September 30		
		2024		
		Operating cost	Operating expense	Total
<b>Employee benefits</b>				
Salary		\$ 146,937	\$ 190,485	\$ 337,422
Health and labor insurance		14,284	16,662	30,946
Pension		7,022	8,815	15,837
Others		1,909	2,420	4,329
<b>Depreciation expense</b>		240,528	74,918	315,446
<b>Amortization expense</b>		1,128	3,023	4,151

By nature	By function	For the three months ended September 30		
		2023		
		Operating cost	Operating expense	Total
<b>Employee benefits</b>				
Salary		\$ 165,665	\$ 225,671	\$ 391,336
Health and labor insurance		15,835	17,633	33,468
Pension		7,715	9,109	16,824
Others		3,020	3,729	6,749
<b>Depreciation expense</b>		247,213	84,107	331,320
<b>Amortization expense</b>		4,367	2,913	7,280

By nature	By function	For the nine months ended September 30		
		2024		
		Operating cost	Operating expense	Total
<b>Employee benefits</b>				
Salary		\$ 440,337	\$ 567,832	\$ 1,008,169
Health and labor insurance		45,502	52,268	97,770
Pension		21,605	26,799	48,404
Others		6,957	8,462	15,419
Depreciation expense		734,063	239,309	973,372
Amortization expense		3,468	7,159	10,627

By nature	By function	For the nine months ended September 30		
		2023		
		Operating cost	Operating expense	Total
<b>Employee benefits</b>				
Salary		\$ 493,710	\$ 656,935	\$ 1,150,645
Health and labor insurance		48,498	52,757	101,255
Pension		22,555	25,785	48,340
Others		8,914	11,982	20,896
Depreciation expense		742,615	257,759	1,000,374
Amortization expense		13,016	7,849	20,865

b. Seasonality of operation:

The Group's operations were not affected by seasonal fluctuations.

#### 42. Other disclosures

a. Information on significant transactions:

The following is the information on significant transactions required by the Regulations Governing the Preparation of Financial Reports by Securities Issuers for the Group For the nine months ended September 30, 2024.

- (a) Please refer to Table 1 for the loans to other parties.
- (b) Please refer to Table 2 for the guarantees and endorsements for other parties.
- (c) Please refer to Table 3 for the securities held as of September 30, 2024 (excluding investment in subsidiaries, associates and joint ventures).
- (d) Please refer to Table 4 for the individual securities acquired or disposed of at costs or prices of at least \$300 million or 20% of the paid-in capital.
- (e) Acquisition of individual real estate at costs of at least \$300 million or 20% of the paid-in capital: None.
- (f) Disposal of individual real estate at prices of at least \$300 million or 20% of the paid-in capital: None.
- (g) Total purchases from or sales to related parties of at least \$100 million or 20% of the paid-in capital: None.
- (h) Please refer to Table 5 for the receivables from related parties of at least \$100 million or 20% of the paid-in capital.
- (i) Trading in derivative instruments: None.
- (j) Please refer to Table 6 for the business relationships and significant intercompany transactions.

- b. Information on investees  
Please refer to Table 7 for the information on investees for the nine months ended September 30, 2024.
- c. Information on investment in Mainland China  
(a) Please refer to Table 8 for the relevant information such as the name and main business items of the investee company in Mainland China.  
(b) Please refer to Table 8 for the limitation on investment in Mainland China  
(c) Please refer to Table 8 for the significant transactions with investee companies in Mainland China.
- d. Major shareholders  
Please refer to Table 9 for the major shareholders for the nine months ended September 30, 2024.

#### 43. Segment information

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

	Warehousing	Trading	Media	Tourism	Others	Total
<b>For the three months ended September 30, 2024</b>						
<b>Revenue:</b>						
Revenue from external customers	\$ 388,181	\$ 533,128	\$ 467,908	-	\$ 2,619	\$1,391,836
<b>Reportable segment profit or loss before tax</b>	<b>\$ 137,895</b>	<b>(\$ 12,574)</b>	<b>(\$ 41,598)</b>	<b>(\$ 12,232)</b>	<b>(\$ 23,847)</b>	<b>\$ 47,644</b>
<b>For the three months ended September 30, 2023</b>						
<b>Revenue:</b>						
Revenue from external customers	\$ 386,841	\$ 590,677	\$ 509,498	-	\$ 2,301	\$1,489,317
<b>Reportable segment profit or loss before tax</b>	<b>\$ 110,742</b>	<b>(\$ 7,803)</b>	<b>(\$ 24,218)</b>	<b>(\$ 14,662)</b>	<b>(\$ 92,945)</b>	<b>(\$ 28,886)</b>
<b>For the nine months ended September 30, 2024</b>						
<b>Revenue:</b>						
Revenue from external customers	\$1,157,516	\$1,718,846	\$1,369,440	-	\$ 7,774	\$4,253,576
<b>Reportable segment profit or loss before tax</b>	<b>\$ 424,445</b>	<b>\$ 69,002</b>	<b>(\$ 163,111)</b>	<b>(\$ 42,218)</b>	<b>(\$ 122,319)</b>	<b>\$ 165,799</b>
<b>For the nine months ended September 30, 2023</b>						
<b>Revenue:</b>						
Revenue from external customers	\$1,066,384	\$1,794,479	\$1,448,983	-	\$ 6,812	\$4,316,658
<b>Reportable segment profit or loss before tax</b>	<b>\$ 309,235</b>	<b>\$ 16,276</b>	<b>(\$ 109,074)</b>	<b>(\$ 40,474)</b>	<b>(\$ 113,809)</b>	<b>\$ 62,154</b>

**EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES**

**Loans to other parties**

**For the nine months ended September 30, 2024**

**(Expressed in Thousands of New Taiwan Dollars, Except for the Noted Items)**

Table 1

No.	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period %	Purposes of fund financing for the borrower (Note 1)	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits	Maximum limit of fund financing	
													Item	Value			
0	The Company	ET New Media	Other receivables - related parties	Yes	\$ 700,000	\$ 700,000	\$ 470,000	3~3.5	2	-	Operation requirements	-	-	-	\$ 1,408,310 (Note 2)	\$ 2,112,465 (Note 2)	
0	"	Care Pet Bio-Tech	"	Yes	50,000	50,000	30,000	3.25~3.5	2	-	"	-	-	-	1,408,310 (Note 2)	2,112,465 (Note 2)	
1	EIC	ET New Media	"	Yes	215,000	215,000	215,000	3~3.5	2	-	"	-	-	-	257,826 (Note 3)	386,739 (Note 3)	
1	"	Mood	"	Yes	50,000	-	-	3.25~3.5	2	-	"	-	-	-	257,826 (Note 3)	386,739 (Note 3)	
2	TKLF	ET New Media	"	Yes	195,000	195,000	195,000	3~3.5	2	-	"	-	-	-	274,784 (Note 4)	412,175 (Note 4)	
2	"	Dung sen min diau yun	"	Yes	10,000	10,000	-	3.25~3.5	2	-	"	-	-	-	274,784 (Note 4)	412,175 (Note 4)	
2	"	A li shan dong fang ming shu	Other receivables	No	20,000	20,000	20,000	9	2	-	"	-	-	Longtan land mortgage	\$ 27,085	34,348 (Note 4)	412,175 (Note 4)
2	"	Lido International Managerment	"	No	29,000	29,000	29,000	8.5	2	-	"	-	-	Shiding land mortgage	31,716	34,348 (Note 4)	412,175 (Note 4)
3	EILF	ET New Media	Other receivables - related parties	Yes	170,000	170,000	170,000	3~3.5	2	-	"	-	-	-	248,061 (Note 5)	372,091 (Note 5)	
3	"	Lido International Managerment	Other receivables	No	20,000	20,000	20,000	8.5	2	-	"	-	-	Shiding land mortgage	34,911	31,008 (Note 5)	372,091 (Note 5)

(to be continued)



(continued)

No.	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period %	Purposes of fund financing for the borrower (Note 1)	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits	Maximum limit of fund financing
													Item	Value		
3	EILF	Sunflower leisure	Other receivables	No	\$ 20,000	-	-	9	2	-	Operation requirements	-			\$ 31,008 (Note 5)	\$ 372,091 (Note 5)
3	"	DE-NIAN INTERNATIONAL INC.	"	No	28,000	28,000	28,000	8	2	-	"	-	Gongliao land mortgage	\$ 31,169	31,008 (Note 5)	372,091 (Note 5)
3	"	JN AGRICULTURE CORPORATION	"	No	22,000	22,000	22,000	8	2	-	"	-	Gongliao land mortgage	24,490	31,008 (Note 5)	372,091 (Note 5)
4	GRAND SCENE TRADING (HONG KONG)	GSMC-Cayman	Other receivables - related parties	Yes	61,125	-	-	1	2	-	"	-			84,351 (Note 6)	168,703 (Note 6)
5	Eastern Media Communication (Hong Kong)	FESS-Pananma	"	Yes	44,825	-	-	1	2	-	"	-			48,754 (Note 7)	97,509 (Note 7)
6	GSMC-Cayman	FESS-Pananma	"	Yes	56,970	-	-	1.1	2	-	"	-			86,378 (Note 8)	172,756 (Note 8)

Note 1: Lending of capital has the following two types:

- (1) Those with business dealings.
- (2) The necessity for short-term financing.

Note 2: The Company's total amount available for lending shall not exceed 60% of its net worth. For subsidiaries where the Company holds more than 50% of the shares, the individual amount available for lending shall not exceed 40% of its net worth in the most recent financial statements. For subsidiaries where the Company holds less than 50% of the shares, the individual amount available for lending shall not exceed 5% of its net worth in the most recent financial statements.

Note 3: For EIC, the aggregate amount available for lending shall not exceed 60% of its net worth in the most recent financial statements. The individual amount available for lending to its parent company, subsidiaries or to its parent company's subsidiary company shall not exceed 40% of its net worth in the most recent financial statements.

Note 4: For TKLF, the aggregate amount available for lending shall not exceed 60% of its net worth in the most recent financial statements. The individual amount available for lending to its parent company or to its parent company's subsidiary company shall not exceed 40% of its net worth in the most recent financial statements. The individual amount available for lending shall not exceed 5% of its net worth in the most recent financial statements.

Note 5: For EILF, the aggregate amount available for lending shall not exceed 60% of its net worth in the most recent financial statements. The individual amount available for lending to its parent company or to its parent company's subsidiary company shall not exceed 40% of its net worth in the most recent financial statements. The individual amount available for lending to other companies short-term financing facility, if necessary, shall not exceed 5% of its net worth in the most recent financial statements.

Note 6: For GRAND SCENE TRADING (HONG KONG), the aggregate amount available for lending shall not exceed 200% of its net worth in the most recent financial statements. The individual amount available for lending to its parent company shall not exceed 100% of its net worth in the most recent financial statements.

Note 7: For Eastern Media Communication (Hong Kong), the aggregate amount available for lending shall not exceed 200% of its net worth in the most recent financial statements. The individual amount available for lending to its parent company shall not exceed 100% of its net worth in the most recent financial statements.

Note 8: For GSMC-Cayman, the aggregate amount available for lending shall not exceed 200% of its net worth in the most recent financial statements. The individual amount available for lending to its parent company shall not exceed 100% of its net worth in the most recent financial statements.

Note 9: The aforementioned intercompany transactions have been eliminated in the consolidated financial statements.

**EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES**

**Guarantees and endorsements for other parties**

**For the nine months ended September 30, 2024**

**(Expressed in Thousands of New Taiwan Dollars, Except for the Noted Items)**

**Table 2**

No.	Name of guarantor	Counter party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged for guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements	Parent company endorsements / guarantees to third parties on behalf of subsidiary	Subsidiary endorsements / guarantees to third parties on behalf of parent company	Endorsements/ guarantees to third parties on behalf of companies in Mainland China
		Name	Relationship with the Company (Note I)										
0	The Company	ET New Media	2	\$ 14,083,101 (Note 2)	\$ 648,840	\$ 548,840	\$ 372,284	\$ -	15.59%	\$ 14,083,101 (Note 2)	Y	N	N
0	The Company	EHR	2	14,083,101 (Note 2)	1,312,000	1,312,000	720,000	-	37.26%	14,083,101 (Note 2)	Y	N	N
0	The Company	Eastern Asset	2	14,083,101 (Note 2)	5,875,000	5,875,000	1,338,223	-	166.87%	14,083,101 (Note 2)	Y	N	N
0	The Company	ET Pet	2	14,083,101 (Note 2)	1,784,500	1,537,000	376,733	59,336	43.66%	14,083,101 (Note 2)	Y	N	N
0	The Company	Care Pet Bio-Tech	2	14,083,101 (Note 2)	93,000	93,000	72,453	-	2.64%	14,083,101 (Note 2)	Y	N	N
1	EIC	The Company	3	3,438,939 (Note 3)	925,000	925,000	416,250	167,163	143.51%	3,438,939 (Note 3)	N	Y	N
2	FESS-Panama	The Company	3	3,612,184 (Note 4)	1,000,000	1,000,000	780,000	1,157,413	86.37%	3,612,184 (Note 4)	N	Y	N

Note 1: The relationship between the one providing endorsements/guarantees and the one receiving endorsements/guarantees is classified into seven types:

- (1) The intercompany business transaction
- (2) Companies in which the Company directly and indirectly holds more than 50% of the voting rights.
- (3) Companies that directly and indirectly hold more than 50% of the voting shares of the Company.
- (4) The Company holds, directly or indirectly, 90% or more of the voting shares of the Company.
- (5) Company that is mutually protected under contractual requirements based on the needs of the contractor.
- (6) Company that is endorsed by its shareholders in accordance with its shareholding ratio because of the joint investment relationship.
- (7) Performance guarantees for pre-sale contracts under the Consumer Protection Act.

Note 2: The Company's aggregate amount allows endorsement or guarantee that does not exceed 400% of its net worth in the most recent financial statements. The individual amount allows endorsement or guarantee to subsidiaries where the Group holds more than 50% of the shares that does not exceed 400% of its net worth in the most recent financial statements.

Note 3: For EIC, the aggregate amount allows an endorsement or guarantee that does not exceed 500% of its total assets in the most recent financial statements. The individual amount allows endorsement or guarantee to the Company that does not exceed 500% of its total assets.

Note 4: FESS-Panama's aggregate amount allows endorsement or guarantee that does not exceed 300% of its net worth in the most recent financial statements. The individual amount allows endorsement or guarantee to the company which holds FESS-Panama more than 50% of the shares that does not exceed 300% of its net worth in the most recent financial statements.

**EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES**

**Securities held**

**September 30, 2024**

**(Expressed in Thousands of New Taiwan Dollars, Except for the Noted Items)**

**Table 3**

Name of holder	Category and name of security	Relationship with company	Account title	Ending balance				Note
				Shares/Units	Carrying value	Percentage of ownership	Fair value	
The Company	Formosa Plastics corporation	-	Financial assets at fair value through profit or loss	4,670,000	\$ 249,845	0.07 %	\$ 249,845	Note 1
"	Momo	-	"	109,200	43,025	0.04 %	43,025	
"	TA SHEE RESORT CO., LTD. (preferred stocks)	-	"	4	20,000	- %	20,000	Note 2
"	Kaohsiung Harbor Stevedoring Co., Ltd.	-	Non-current financial assets at fair value through other comprehensive income	750,000	7,500	15.00 %	7,500	
"	Leo Exploitation Co., Ltd.	-	"	165,663	-	11.43 %	-	
"	TA SHEE RESORT CO., LTD. (preferred stocks)	-	"	1	5,000	- %	5,000	
EILF	Taiwan Semiconductor Manufacturing Co., Ltd.	-	Financial assets at fair value through profit or loss	40,000	38,280	- %	38,280	
"	EVA AIRWAYS CORPORATION	-	"	400,000	15,000	0.01 %	15,000	
TKLF	Taiwan Semiconductor Manufacturing Co., Ltd.	-	"	30,000	28,710	- %	28,710	
"	Wistron Corporation	-	"	250,000	25,250	0.01 %	25,250	
"	UNITED MICROELECTRONICS CORP.	-	"	150,000	8,070	- %	8,070	

Note 1: Please refer to Note 7 and 37 for the details of the financial instruments pledged as collateral.

Note 2 : Parts of the stocks in TA SHEE RESORT CO., LTD. were held for sale; therefore, they were recognized as financial assets at fair value through profit or loss.

**EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES**

**The individual securities acquired or disposed of at costs or prices of at least \$300 million or 20% of the paid-in capital**

**For the nine months ended September 30, 2024**

**(Expressed in Thousands of New Taiwan Dollars, Except for the Noted Items)**

**Table 4**

Name of the company	Category and name of security	Account name	Name of counter party	Relationship with the company	Beginning Balance		Purchases		Sales				Ending balance	
					Shares/ Units	Amount (Note)	Shares/ Units	Amount (Note)	Shares/ Units	Price (Note 1)	Cost (Note)	Gain (loss) on disposal	Shares/ Units	Amount (Note)
The Company	TCC Group Holdings CO., LTD.	Financial assets at fair value through profit or loss	-	-	6,819,555	\$ 237,661	-	\$ -	6,819,555	\$ 233,041	\$ 237,661	(\$ 4,620)	-	\$ -
"	Eastern Asset	Investments accounted for using equity method	Eastern Asset	Subsidiary	126,500,000	1,254,057	55,000,000	550,000	-	-	-	-	181,500,000	1,801,506

Note: Including exchange differences on financial assets designated at fair value, investments accounted for using equity method, and translation.

**EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES**

**Receivables from related parties of at least \$100 million or 20% of the paid-in capital**

**September 30, 2024**

**(Expressed in Thousands of New Taiwan Dollars, Except for the Noted Items)**

**Table 5**

Name of company	Counter party	Nature of relationship	Ending balance	Turnover rate	Overdue		Amounts received in subsequent period	Allowance for bad debts
					Amount	Action taken		
The Company	ET New Media	Subsidiary	\$ 472,341	Not applicable	\$ -	-	\$ 2,341	\$ -
EIC	ET New Media	Subsidiary	215,598	Not applicable	-	-	598	-
EILF	ET New Media	Subsidiary	170,473	Not applicable	-	-	473	-
TKLF	ET New Media	Subsidiary	195,542	Not applicable	-	-	542	-

**EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES**  
**Business relationships and significant intercompany transactions**  
**September 30, 2024**  
**(Expressed in Thousands of New Taiwan Dollars, Except for the Noted Items)**

**Table 6**

No.	Name of company	Name of counter party	Nature of relationship	Intercompany transactions			Percentage of the consolidated net revenue or total assets
				Account name	Amount	Trading terms	
0	The Company	ET New Media	1	Other receivables - related parties	\$ 472,341	Refer to contract terms or market price	2.53%
1	EIC	ET New Media	3	Other receivables - related parties	215,598	Refer to contract terms or market price	1.16%
2	EILF	ET New Media	3	Other receivables - related parties	170,473	Refer to contract terms or market price	0.91%
3	TKLF	ET New Media	3	Other receivables - related parties	195,542	Refer to contract terms or market price	1.05%

Note 1 : For the inter-company business relationship and transaction condition in the “Number” column, the labeling method is as follows:

1. Parent company - 0.
2. Subsidiaries - in sequence from 1.

Note 2 : Relationship is classified into three types:

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

**EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES**

**Information on investees**

**For the nine months ended September 30, 2024**

**(Expressed in Thousands of New Taiwan Dollars, Except for the Noted Items)**

**Table 7**

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Ending balance			Net income (losses) of investee	Share of profits/ losses of investee	Note
				September 30, 2024	December 31, 2023	Shares/Units	Percentage of ownership	Carrying value			
The Company	FESS-Panama	Panama	Holding company	\$ 2,269,305	\$ 2,201,549	71,700	100.00%	1,157,843	( 65,028)	( 65,028)	Subsidiary
The Company	EIC	Taiwan	General investing	(\$USD 71,700)	(\$USD 71,700)	46,234,059	97.90%	631,029	159,956	156,597	Subsidiary
The Company	EILF	Taiwan	Leasing	342,117	342,117	40,690,330	53.77%	333,454	43,178	23,217	Subsidiary
The Company	TKLF	Taiwan	Leasing	391,195	391,195	40,847,294	53.76%	369,337	42,207	22,692	Subsidiary
The Company	ET Pet	Taiwan	Pet food and supplies and providing pet beauty service	391,613	391,613	43,920,883	62.74%	28,420	( 124,314)	( 77,511)	Subsidiary
The Company	EHS	Taiwan	Department stores, supermarkets, online stores	439,209	178,393	6,637,500	6.51%	61,809	802,458	52,262	Associate (Note 1)
The Company	ET New Media	Taiwan	Advertising, online newspaper, Produce a broadcast program	81,978	81,978	53,522,508	89.20%	( 1,016,229)	( 219,409)	( 195,722)	Subsidiary
The Company	EHR	Taiwan	Management & consultancy services, leisure site management, catering business, sports training business, catering business	535,225	535,225	35,993,086	60.40%	( 101,280)	( 33,583)	( 20,284)	Subsidiary (Note 1)
The Company	Eastern Asset	Taiwan	Real estate leasing	359,931	329,731	181,500,000	55.00%	1,801,506	( 4,638)	( 2,551)	Subsidiary
EIC	ET New Media	Taiwan	Advertising, online newspaper, Produce a broadcast program	1,815,000	1,265,000	627,492	1.05%	( 11,914)	( 219,409)	Exempt from disclosure	Subsidiary
EIC	EHS	Taiwan	Department stores, supermarkets, online stores	6,275	6,275	19,726,660	19.36%	183,695	802,458	"	Associate (Note 1)
EIC	TKLF	Taiwan	Leasing	243,794	243,794	7,597,500	10.00%	68,696	42,207	"	Subsidiary
EIC	EILF	Taiwan	Leasing	77,115	77,115	7,567,500	10.00%	62,015	43,178	"	Subsidiary
EIC	EHR	Taiwan	Management & consultancy services, leisure site management, catering business, sports training business, catering business	74,464	74,464	7,866,038	13.20%	( 22,134)	( 33,583)	"	Subsidiary
TKLF	EILF	Taiwan	Leasing	78,660	72,060	27,243,000	36.00%	223,254	43,178	"	Subsidiary
TKLF	EHR	Taiwan	Management & consultancy services, leisure site management, catering business, sports training business, catering business	269,766	269,766	7,866,038	13.20%	( 22,134)	( 33,583)	"	Subsidiary
EILF	TKLF	Taiwan	Leasing	78,660	72,060	27,351,000	36.00%	247,305	42,207	"	Subsidiary
EILF	EHR	Taiwan	Management & consultancy services, leisure site management, catering business, sports training business, catering business	278,342	278,342	7,866,038	13.20%	( 22,134)	( 33,583)	"	Subsidiary

(to be continued)

(continued)

Name of investor	Name of investee	Location	Main businesses and products	Original investment amount		Ending balance			Net income (losses) of investee	Share of profits/ losses of investee	Note
				September 30, 2024	December 31, 2023	Shares/Units	Percentage of ownership	Carrying value			
FESS-Panama	GSMC-Cayman	Cayman Islands	Holding company	\$ 85,455 (\$USD 2,700)	\$ 138,173 (\$USD 4,500)	270,000	100.00%	\$ 32,378	\$ 106	Exempt from disclosure	Subsidiary
FESS-Panama	Eastern Media Communication (Hong Kong)	Hong Kong	Holding company	1,116,931 (\$USD 35,291)	1,126,874 (\$USD 36,700)	27,469,840	100.00%	4,865	( 888)	"	Subsidiary
FESS-Panama	Natural Beauty	Cayman Islands	Holding company	2,208,319 (\$HKD 541,919)	2,129,198 (\$HKD 541,919)	600,630,280	30.00%	1,157,413	( 177,548)	"	Associate (Note 1)
GSMC-Cayman	GRAND SCENE TRADING (HONG KONG)	Hong Kong	Holding company	69,001 (\$USD 2,180)	125,891 (\$USD 4,100)	1,698,000	100.00%	26,658	271	"	Subsidiary
ET New Media	Dung sen shin guang yun	Taiwan	Audiovisual and singing, information leisure	3,000	3,000	300,000	100.00%	857	1	"	Subsidiary
ET New Media	Dung sen min diau yun	Taiwan	Consulting management, market research and opinion poll	5,000	5,000	500,000	100.00%	2,875	( 496)	"	Subsidiary
ET New Media	MOOD	Taiwan	Marketing, research and data collection	-	50,000	-	0.00%	-	( 1,256)	"	Note 2
ET New Media	ET Pet	Taiwan	Pet food and supplies and providing pet beauty service	174,429	79,286	17,442,850	24.92%	11,287	( 124,314)	"	Subsidiary
ET Pet	Care Pet Bio-Tech	Taiwan	Pet food and supplies and providing pet beauty service	7,000	7,000	700,000	70.00%	( 26,739)	( 37,727)	"	Subsidiary

Note 1: For the details of the investments accounted for using equity method pledged as collateral of the Group please refer to Note 12 and 37.

Note 2: MOOD was merged by ET New Media on February 29, 2024, and ET New Media was the surviving company.



**EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES**

**Information on investment in Mainland China**

**For the nine months ended September 30, 2024**

**(Expressed in Thousands of New Taiwan Dollars, Except for the Noted Items)**

**Table 8**

1. Relevant information such as the name and main business items of the investee company in Mainland China:

Name of investee	Main businesses and products	Total amount of paid in capital	Method of investment	Accumulated outflow of investment from Taiwan as of January 1, 2024	Investment flows		Accumulated outflow of investment from Taiwan as of September 30, 2024	Net income (losses) of the investee	Percentage of ownership	Investment income (losses)	Book Value	Accumulated remittance of earnings in current period
					Outflow	Inflow						
Eastern Enterprise Development (Shanghai) Ltd	Operating international circulation logistics business	\$ -	Note 2	\$ 1,034,955	\$ -	\$ -	\$ 1,034,955	\$ -	- %	\$ -	\$ -	\$ -
RICHNESS TRADING (SHANGHAI)	Retail of cosmetics, jewelry and groceries	1,134,251	Note 5	1,205,865	-	-	1,205,865	( 571)	100.00 %	( 571)	1,993	-
Nanjing Yun Fu	Wholesale trading	46,989	Note 6	94,950	-	-	94,950	( 120)	100.00 %	( 120)	3,834	-
Jiangsu Sen Fu Da	Research and development of film and television technology	45,230	Note 7	-	-	-	-	-	34.00 %	-	-	-
Shanghai Natural Beauty Fuli Cosmetics Company Limited	Production and sale of beauty care products and provision of beauty and body care services	451,933	Note 5	-	-	-	-	( 10,596)	30.00 %	( 3,179)	194,611	-
Shanghai Natural Beauty Bio-Med Company Limited	Sales of health care products	97,338	Note 5	-	-	-	-	1,351	30.00 %	405	33,470	-
Shanghai Natural Beauty Fuli Cosmetics Company Limited	Production and sale of beauty care products and provision of beauty and body care services	1,096,692	Note 5	-	-	-	-	( 2,231)	30.00 %	( 669)	353,733	-

Note 1: The investment gain (loss) was recognized based on the investees' audited financial statements.

Note 2: The Group indirectly made the investment through FESS-Panama, and was complete disposal of all shares on April 23, 2018.

Note 3: The Group indirectly invested through FESS-Panama.

Note 4: The Group indirectly invested through FESS-Panama, and the investment was handling capital reduction and returning shares of CNY \$9,467 on February 1, 2018, the amount of the share is remitted back to the GRAND SCENE TRADING (HONG KONG).

Note 5: The Group indirectly invested through Nanjing Ji Cheng on August 30, 2012.

Note 6: The amount in the table is translated by the spot rate on the financial reporting date and the average rate throughout the year.

2. Limitation on investment in Mainland China:

Company Name	Accumulated Investment in Mainland China as of September 30, 2024	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment
The Company	\$ 2,335,770	\$ 4,138,436	\$ 2,936,624

Note: The limit on investment was determined by 60% of the individual or consolidated total net worth whichever is higher.

3. Significant transactions with investee companies in Mainland China:

For the Group's significant direct or indirect transactions (eliminated when compiling the consolidated financial statements) with investee companies in Mainland China for the nine months ended September 30, 2024, please refer to "Information on significant transactions" above.

**EASTERN MEDIA INTERNATIONAL CORPORATION AND SUBSIDIARIES**

**Major shareholders**

**September 30, 2024**

**(Expressed in Units)**

**Table 9**

Shareholding Shareholders name	Shares	Percentage
Jinxin Trading Co., Ltd.	28,932,001	9.63%