

# Wowprime Corporation and Subsidiaries

Consolidated Financial Statements for the Six  
Months Ended June 30, 2024 and 2023 and  
Independent Auditors' Review Report

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## §Table of Contents§

	<u>Item</u>	<u>Page</u>	<u>No. of notes to financial statements</u>
1.	Cover	1	-
2.	Table of Contents	2	-
3.	Independent Auditors' Review Report	3	-
4.	Consolidated Balance Sheet	4	-
5.	Consolidated Statement of Comprehensive Income	5~6	-
6.	Consolidated Statement of Changes in Equity	7	-
7.	Consolidated Statements of Cash Flows	8~9	-
8.	Notes to Consolidated Financial Statements		
(1)	Company History	10	1
(2)	Date and Procedure of Adoption of Financial Statements	11	2
(3)	Application of New and Revised Standards and Interpretations	11~14	3
(4)	Summary of Significant Accounting Policies	14~16	4
(5)	Main Sources of Uncertainty in Significant Accounting Judgments, Estimates and Assumptions	16~17	5
(6)	Description of Material Accounting Items	17~52	6 - 35
(7)	Related Party Transactions	52~53	36
(8)	Pledged Assets	53	37
(9)	Significant Contingent Liabilities and Unrecognized Contractual Commitments	53~54	38
(10)	Significant Subsequent Events	54	39
(11)	Others	54~55	40
(12)	Other Disclosures	56~57	41
	a. Information on material transactions		
	b. Information on invested businesses		
	c. Information on investments in Mainland China		
	d. Information on Major Shareholders		
(13)	Segment Information	57~59	42

## **Independent Auditors' Review Report**

The Board and shareholders of Wowprime Corporation,

### **Introduction**

We have reviewed the consolidated balance sheet of Wowprime Corporation and its subsidiaries (both referred to as Wowprime Corporation) as of June 30, 2024 and 2023, the related consolidated statements of comprehensive income for the three months ended June 30, 2024 and 2023 and for the six months ended June 30, 2024 and 2023, the consolidated statements of changes in equity and cash flows for the six months ended June 30, 2024 and 2023, and the related notes to the consolidated financial statements, including a summary of significant accounting policies. The management shall be responsible for preparing the financial statements fairly presented based on the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Accounting Standards No. 34 "Interim Financial Reporting," endorsed and issued into effect by the Financial Supervisory Commission. We are only responsible for concluding the consolidated financial statements based on the result of the review.

### **Scope**

We conducted the review in accordance with the "Review of Financial Statements" of the Auditing Standards Bulletin No. 2410. The procedures to review the consolidated financial statements include inquiry (mainly with the person in charge of financial and accounting affairs), analytical procedures, and other review procedures. The scope of the review work is significantly smaller than that of the audit work, so we may not be able to detect all significant matters that can be identified through the audit work. Therefore, we cannot express an audit opinion.

### **Conclusion**

According to our review results, the abovementioned consolidated financial statements appropriately present the consolidated financial position of the Wowprime Corporation as of June 30, 2024 and 2023, its consolidated financial performance for the three months ended June 30, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the six months ended June 30, 2024 and 2023 in all material aspects in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and the International Accounting Standards No. 34 "Interim Financial Reporting," endorsed and issued into effects by the Financial Supervisory Commission.

Deloitte & Touche Taiwan  
CPA Nai-Hua Kuo

CPA Cheng-Chuan Yu

Financial Supervisory Commission  
Approval No.

Securities and Futures Bureau Approval No.  
Tai-Cai-Zheng-Liu-Zi No. 0930128050

Jin-Guan-Zheng-Shen-Zi No.  
1070323246

August 9, 2024

Wowprime Corporation and Subsidiaries  
Consolidated Balance Sheet  
June30, 2024 and December 31 and June30, 2023

Unit: NT\$ thousand

Code	Assets	June 30, 2024		December 31, 2023		June 30, 2023	
		Amount	%	Amount	%	Amount	%
	Current assets						
1100	Cash and cash equivalents (Note 6)	\$ 3,048,978	19	\$ 2,649,674	17	\$ 2,576,898	17
1136	Financial assets at amortized cost - current (Notes 8, 9, and 37)	3,307,127	21	3,132,469	20	3,074,551	20
1150	Notes receivable (Notes 10 and 28)	6,717	-	2,321	-	2,763	-
1170	Net accounts receivable (Notes 10, 28, and 36)	487,032	3	578,235	4	297,955	2
130X	Inventories (Notes 5 and 11)	1,415,570	9	1,617,642	10	1,828,314	12
1410	Prepayments (Note 18)	222,379	2	249,760	1	290,701	2
1476	Other financial assets - current (Notes 19 and 37)	49,000	-	37,612	-	45,179	-
1479	Other current assets - others (Notes 20 and 36)	39,223	-	41,312	-	54,565	-
11XX	Total current assets	<u>8,576,026</u>	<u>54</u>	<u>8,309,025</u>	<u>52</u>	<u>8,170,926</u>	<u>53</u>
	Non-current assets						
1550	Investments accounted for using the equity method (Note 13)	78,538	1	80,103	1	82,088	-
1600	Property, plant and equipment (Note 14)	2,252,555	14	2,297,770	14	2,079,887	14
1755	Right-of-use assets (Note 15)	3,624,615	23	3,758,545	24	3,454,612	23
1760	Investment property (Notes 16 and 37)	543,468	3	536,422	3	608,788	4
1780	Other intangible assets (Note 17)	41,774	-	40,438	-	40,768	-
1840	Deferred income tax assets (Note 30)	397,069	3	435,649	3	422,796	3
1915	Prepayments for equipment	13,468	-	63,609	-	19,081	-
1990	Other non-current assets - others (Notes 20)	390,391	2	400,334	3	407,443	3
15XX	Total non-current assets	<u>7,341,878</u>	<u>46</u>	<u>7,612,870</u>	<u>48</u>	<u>7,115,463</u>	<u>47</u>
1XXX	Total assets	<u>\$ 15,917,904</u>	<u>100</u>	<u>\$ 15,921,895</u>	<u>100</u>	<u>\$ 15,286,389</u>	<u>100</u>
	Liabilities and equity						
	Current liabilities						
2100	Short-term borrowings (Notes 21)	\$ -	-	\$ -	-	\$ 449,697	3
2120	Financial liabilities at fair value through profit or loss - current (Notes 7 and 35)	6,579	-	4,129	-	1,960	-
2130	Contract liabilities - current (Notes 28 and 36)	2,912,629	18	3,096,961	19	3,012,187	20
2150	Notes payable (Note 23)	64,434	-	77,194	-	69,782	-
2170	Accounts payable (Note 23)	641,282	4	763,057	5	636,825	4
2200	Other payables (Notes 24,26 and 36)	2,836,227	18	1,730,020	11	1,943,898	13
2230	Current income tax liabilities (Notes 4 and 30)	159,146	1	275,004	2	197,925	1
2250	Debt allowance - current (Note 25)	1,276	-	-	-	-	-
2280	Lease liabilities - current (Note 15)	1,062,270	7	1,246,852	8	1,170,949	8
2399	Other non-current liabilities - others (Notes 24)	16,910	-	20,199	-	49,539	-
21XX	Total current liabilities	<u>7,700,753</u>	<u>48</u>	<u>7,213,416</u>	<u>45</u>	<u>7,532,762</u>	<u>49</u>
	Non-current liabilities						
2530	Corporate bonds payable (Note 22)	649,289	4	642,824	4	636,514	4
2550	Debt allowance - non-current (Note 25)	152,585	1	154,974	1	145,059	1
2570	Deferred income tax liabilities (Notes 4 and 30)	280,446	2	300,166	2	296,733	2
2580	Lease liabilities - non-current (Note 15)	2,615,926	17	2,572,483	16	2,357,855	16
2640	Net defined benefit liabilities - non-current (Note 26)	51,916	-	52,041	1	61,253	-
2645	Guarantee deposits received	222,337	1	205,293	1	168,969	1
25XX	Total non-current liabilities	<u>3,972,499</u>	<u>25</u>	<u>3,927,781</u>	<u>25</u>	<u>3,666,383</u>	<u>24</u>
2XXX	Total liabilities	<u>11,673,252</u>	<u>73</u>	<u>11,141,197</u>	<u>70</u>	<u>11,199,145</u>	<u>73</u>
	Equity attributable to owners of the Company (Note 27)						
3110	Common capital stock	844,511	5	844,511	6	769,879	5
3150	Common stock dividend distributable	-	-	-	-	74,629	-
3100	Total capital stock	<u>844,511</u>	<u>5</u>	<u>844,511</u>	<u>6</u>	<u>844,508</u>	<u>5</u>
3200	Capital surplus	<u>1,888,008</u>	<u>12</u>	<u>1,888,008</u>	<u>12</u>	<u>1,855,315</u>	<u>12</u>
	Retained earnings						
3310	Legal reserve	747,027	5	607,588	4	607,588	4
3320	Special reserve	128,024	1	105,230	-	105,230	1
3350	Undistributed earnings	660,383	4	1,394,388	9	750,422	5
3300	Total retained earnings	<u>1,535,434</u>	<u>10</u>	<u>2,107,206</u>	<u>13</u>	<u>1,463,240</u>	<u>10</u>
3400	Other equity	( 95,105 )	( 1 )	( 128,024 )	( 1 )	( 140,820 )	( 1 )
3500	Treasury stock	( 309,066 )	( 2 )	( 309,066 )	( 2 )	( 352,801 )	( 2 )
31XX	Total equity attributable to owners of the Company	<u>3,863,782</u>	<u>24</u>	<u>4,402,635</u>	<u>28</u>	<u>3,669,452</u>	<u>24</u>
36XX	Non-controlling interests (Note 27)	<u>380,870</u>	<u>3</u>	<u>378,063</u>	<u>2</u>	<u>417,792</u>	<u>3</u>
3XXX	Total equity	<u>4,244,652</u>	<u>27</u>	<u>4,780,698</u>	<u>30</u>	<u>4,087,244</u>	<u>27</u>
	Total liabilities and equity	<u>\$ 15,917,904</u>	<u>100</u>	<u>\$ 15,921,895</u>	<u>100</u>	<u>\$ 15,286,389</u>	<u>100</u>

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

Chairman: Cheng-Hui Chen

Manager: Cheng-Hui Chen

Chief Accountant: Tsung-Hao Liang

Wowprime Corporation and Subsidiaries  
Consolidated Statement of Comprehensive Income  
For the three months and six months ended June 30, 2024 and 2023

Unit: NT\$ thousand; EPS in NT\$

Code		For the three months ended June 30, 2024		For the three months ended June 30, 2023		For the six months ended June 30, 2024		For the six months ended June 30, 2023	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	Operating income (Note 28)	\$ 5,359,670	100	\$ 5,381,728	100	\$ 11,011,773	100	\$ 10,991,750	100
5000	Operating cost (Notes 11 and 29)	( 2,803,006 )	( 52 )	( 2,816,720 )	( 52 )	( 5,778,917 )	( 52 )	( 5,795,464 )	( 52 )
5900	Operating gross profit	2,556,664	48	2,565,008	48	5,232,856	48	5,196,286	48
	Operating expenses (Note 29)								
6100	Marketing expenses	( 1,816,272 )	( 34 )	( 1,788,078 )	( 33 )	( 3,757,451 )	( 34 )	( 3,590,412 )	( 33 )
6200	Management expenses	( 290,073 )	( 6 )	( 343,779 )	( 7 )	( 654,465 )	( 6 )	( 668,482 )	( 6 )
6300	R&D expenses	( 7,712 )	-	( 7,385 )	-	( 12,432 )	-	( 13,913 )	-
6000	Total operating expenses	( 2,114,057 )	( 40 )	( 2,139,242 )	( 40 )	( 4,424,348 )	( 40 )	( 4,272,807 )	( 39 )
6900	Net profit	442,607	8	425,766	8	808,508	8	923,479	9
	Non-operating income and expenses (Note 29)								
7100	Interest income	26,479	-	20,262	-	44,881	-	29,452	-
7010	Other income	21,128	-	45,418	1	56,529	-	63,412	1
7020	Other gains and losses	( 16,953 )	-	( 12,393 )	-	( 27,375 )	-	( 22,502 )	-
7050	Financial cost	( 25,236 )	-	( 30,230 )	-	( 51,384 )	-	( 57,822 )	( 1 )
7070	Share of profit or loss of subsidiaries, affiliates, and joint ventures recognized by using the equity method	( 1,945 )	-	( 200 )	-	( 1,686 )	-	227	-
7000	Total non-operating income and expenses	3,473	-	22,857	1	20,965	-	12,767	-
7900	Net profits before tax	446,080	8	448,623	9	829,473	8	936,246	9
7950	Income tax expenses (Note 30)	( 89,828 )	( 1 )	( 89,610 )	( 2 )	( 176,330 )	( 2 )	( 186,786 )	( 2 )
8000	Net profit of the period	356,252	7	359,013	7	653,143	6	749,460	7
8360	Items that may be reclassified to profit or loss subsequently								
8361	Exchange difference for the translation of financial statements of foreign operations	16,531	-	( 70,275 )	( 1 )	53,586	-	( 60,021 )	( 1 )
8370	Share of other comprehensive income of affiliates and joint ventures recognized by using the equity method	( 253 )	-	14	-	121	-	( 43 )	-
8399	Income tax related to items that may be reclassified to profit or loss subsequently (Note 30)	( 3,255 )	-	14,052	-	( 10,741 )	-	12,006	-
8300	Total other comprehensive income (net after tax)	13,023	-	( 56,209 )	( 1 )	42,966	-	( 48,058 )	( 1 )
8500	Total comprehensive income for the period	\$ 369,275	7	\$ 302,804	6	\$ 696,109	6	\$ 701,402	6
8600	Net profit attributable to								
8610	Owners of the Company	\$ 349,946	7	\$ 361,346	7	\$ 660,383	6	\$ 735,264	7
8620	Non-controlling interests	6,306	-	( 2,333 )	-	( 7,240 )	-	14,196	-
		\$ 356,252	7	\$ 359,013	7	\$ 653,143	6	\$ 749,460	7
8700	Total comprehensive income attributable to								
8710	Owners of the Company	\$ 359,869	7	\$ 319,705	6	\$ 693,302	6	\$ 699,640	6
8720	Non-controlling interests	9,406	-	( 16,901 )	-	2,807	-	1,762	-
		\$ 369,275	7	\$ 302,804	6	\$ 696,109	6	\$ 701,402	6

(Cont'd)

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Code		For the six months ended June 30, 2024		For the six months ended June 30, 2023		For the six months ended June 30, 2024		For the six months ended June 30, 2023	
		Amount	%	Amount	%	Amount	%	Amount	%
Earnings per share (EPS) (Note 31)									
9710	Basic	\$ 4.24		\$ 4.40		\$ 8.01		\$ 8.96	
9810	Diluted	\$ 4.16		\$ 4.37		\$ 7.85		\$ 8.85	

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

Chairman:  
Cheng-Hui Chen

Manager:  
Cheng-Hui Chen

Chief Accountant:  
Tsung-Hao Liang

Wowprime Corporation and Subsidiaries  
Consolidated Statement of Changes in Equity  
For the six months ended June 30, 2024 and 2023

Unit: NT\$ thousand

		Equity attributable to owners of the Company											
		Capital stock		Common stock dividend distributable	Retained earnings			Other equity		Treasury stocks (Note 27)	Total	Non-controlling interests (Note 27)	Total equity
Code		Number of shares (thousand shares)	Amount		Capital surplus	Legal reserve	Legal reserve	Undistributed earnings	Exchange difference for the translation of financial statements of foreign operations				
A1	Balance on January 1, 2023	76,988	\$ 769,879	\$ -	\$ 1,789,924	\$ 568,290	\$ 114,717	\$ 392,985	( \$ 105,230 )	( \$ 352,801)	\$ 3,177,764	\$ 414,461	\$ 3,592,225
A3	Effect of retrospective application and retrospective restatement	-	-	-	-	-	-	15,158	34	-	15,192	1,404	16,596
A5	Balance on January 1, 2023 after restatement	76,988	769,879	-	1,789,924	568,290	114,717	408,143	( 105,196 )	( 352,801)	3,192,956	415,865	3,608,821
	Earnings appropriation and distribution for 2022												
B1	Legal reserve					39,298	-	( 39,298 )	-	-	-	-	-
B5	Cash dividends of the Company's shareholders	-	-		-	-	-	( 288,545 )	-	-	( 288,545 )	-	( 288,545 )
B9	Stock dividends of the Company's shareholders			74,629		-	-	( 74,629 )	-	-	-	-	-
B17	Reversal of special reserve			-		-	( 9,487 )	9,487	-	-	-	-	-
D1	Net profit for the six months ended June 30, 2023	-	-	-	-	-	-	735,264	-	-	735,264	14,196	749,460
D3	Other comprehensive income after tax for the six months ended June 30, 2023	-	-	-	-	-	-	-	( 35,624 )	-	( 35,624 )	( 12,434 )	( 48,058 )
D5	Total comprehensive income for the six months ended June 30, 2023	-	-	-	-	-	-	735,264	( 35,624 )	-	699,640	1,762	701,402
C5	Components of equity recognized for the issuance of convertible corporate bonds	-	-	-	65,391	-	-	-	-	-	65,391	-	65,391
M7	Changes in percentage of ownership interests in subsidiaries (Note32)	-	-	-	10	-	-	-	-	-	10	( 10)	-
O1	Non-controlling interests (Note32)	-	-	-	-	-	-	-	-	-	-	175	175
Z1	Balance on June 30, 2023	76,988	\$ 769,879	\$ 74,629	\$ 1,855,325	\$ 607,588	\$ 105,230	\$ 750,422	( \$ 140,820 )	( \$ 352,801)	\$ 3,669,452	\$ 417,792	\$ 4,087,244
A1	Balance on January 1, 2024	84,451	\$ 844,511	\$ -	\$ 1,888,008	\$ 607,588	\$ 105,230	\$ 1,394,388	( \$ 128,024 )	( \$ 309,066)	\$ 4,402,635	\$ 378,063	\$ 4,780,698
	Earnings appropriation and distribution for 2023												
B1	Legal reserve	-	-	-	-	139,439	-	( 139,439 )	-	-	-	-	-
B5	Cash dividends of the Company	-	-	-	-	-	-	( 1,232,155 )	-	-	( 1,232,155 )	-	( 1,232,155 )
B3	Special reserve	-	-	-	-	-	22,794	( 22,794 )	-	-	-	-	-
D1	Net profit for the six months ended June 30, 2024	-	-	-	-	-	-	660,383	-	-	660,383	( 7,240)	653,143
D3	Other comprehensive income after tax for the six months ended June 30, 2024	-	-	-	-	-	-	-	32,919	-	32,919	10,047	42,966
D5	Total comprehensive income for the six months ended June 30, 2024	-	-	-	-	-	-	660,383	32,919	-	693,302	2,807	696,109
Z1	Balance on June 30, 2024	84,451	\$ 844,511	\$ -	\$ 1,888,008	\$ 747,027	\$ 128,024	\$ 660,383	( \$ 95,105 )	( \$ 309,066)	\$ 3,863,782	\$ 380,870	\$ 4,244,652

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

Chairman: Cheng-Hui Chen

Manager: Cheng-Hui Chen

Chief Accountant: Tsung-Hao Liang

Wowprime Corporation and Subsidiaries  
Consolidated Statements of Cash Flows  
For the six months ended June 30, 2024 and 2023

		Unit: NT\$ thousand	
Code		For the six months ended June 30, 2024	For the six months ended June 30, 2023
	Cash flow from operating activities		
A10000	Net profit before tax of the period	\$ 829,473	\$ 936,246
A20010	Income and expenses		
A20100	Depreciation expenses	1,091,336	1,055,830
A20200	Amortization expenses	8,737	8,075
A20900	Financial cost	51,384	57,822
A21200	Interest income	( 44,881 )	( 29,452 )
A20400	Net loss of financial assets and liabilities at fair value through profit or loss	2,450	( 1,190 )
A22500	Losses on the disposal of property, plant and equipment	45,574	14,191
A22300	Share of losses of affiliates and joint ventures recognized by using the equity method	1,686	( 227 )
A23700	Impairment loss recognized on non-financial assets	2,229	6,943
A23800	Gain from price recovery of inventory	( 8,830 )	( 11,283 )
A29900	Gain on lease modification	( 17,320 )	( 9,055 )
A30000	Net changes in operating assets and liabilities		
A31130	Notes receivable	( 4,396 )	335
A31150	Accounts receivable	91,203	151,875
A31200	Inventory	210,902	570,765
A31230	Prepayments	27,381	27,671
A31240	Other current assets	5,171	( 27,177 )
A32125	Contract liabilities	( 184,332 )	( 271,924 )
A32130	Notes payable	( 12,760 )	( 106,084 )
A32150	Accounts payable	( 121,775 )	( 7,892 )
A32180	Other payables	( 20,621 )	51,786
A32200	Increase in debt allowance	1,276	-
A32230	Other current liabilities	( 3,289 )	28,176
A32240	Net defined benefit liability	( 125 )	2
A33000	Cash generated from operations	1,950,473	2,445,433
A33300	Interest paid	( 44,919 )	( 54,937 )
A33500	Income tax paid	( 282,768 )	( 166,656 )
AAAA	Net cash inflow from operating activities	<u>1,622,786</u>	<u>2,223,840</u>
(Cont'd)			



(Cont'd)

Code		For the six months ended June 30, 2024	For the six months ended June 30, 2023
	Cash flow from investing activities		
B00040	Acquisition of financial assets at amortized cost	(\$ 174,658)	(\$ 1,326,556)
B02700	Acquisition of property, plant and equipment	( 470,130)	( 374,134)
B03800	Decrease in refundable deposits	9,943	5,562
B04500	Acquisition of intangible assets	( 9,663)	( 8,588)
B05350	Acquisition of right-of-use assets	( 7,237)	( 29,250)
B06500	Increase in other financial assets	( 11,388)	( 5,536)
B07100	Increase in prepayments for equipment	( 8,754)	( 18,003)
B07500	Interest received	<u>41,906</u>	<u>27,953</u>
BBBB	Net cash outflow from investing activities	( <u>629,981</u> )	( <u>1,728,552</u> )
	Cash flow from financing activities		
C00200	Decrease in short-term borrowings	-	( 326,344)
C01200	Issuance of corporate bonds	-	701,877
C03000	Receipt of guarantee deposits received	17,044	31,228
C04020	Repayment of principal of lease liabilities	( 641,348)	( 646,209)
C05800	Changes in non-controlling interests	<u>-</u>	<u>175</u>
CCCC	Net cash (outflow) inflow from financing activities	( <u>624,304</u> )	( <u>239,273</u> )
DDDD	Effects of changes in exchange rate on cash and cash equivalents	<u>30,803</u>	( <u>33,102</u> )
EEEE	Increase in cash and cash equivalents	399,304	222,913
E00100	Opening balance of cash and cash equivalents	<u>2,649,674</u>	<u>2,353,985</u>
E00200	Closing balance of cash and cash equivalents	<u>\$ 3,048,978</u>	<u>\$ 2,576,898</u>

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

Chairman:  
Cheng-Hui Chen

Manager:  
Cheng-Hui Chen

Chief Accountant:  
Tsung-Hao Liang

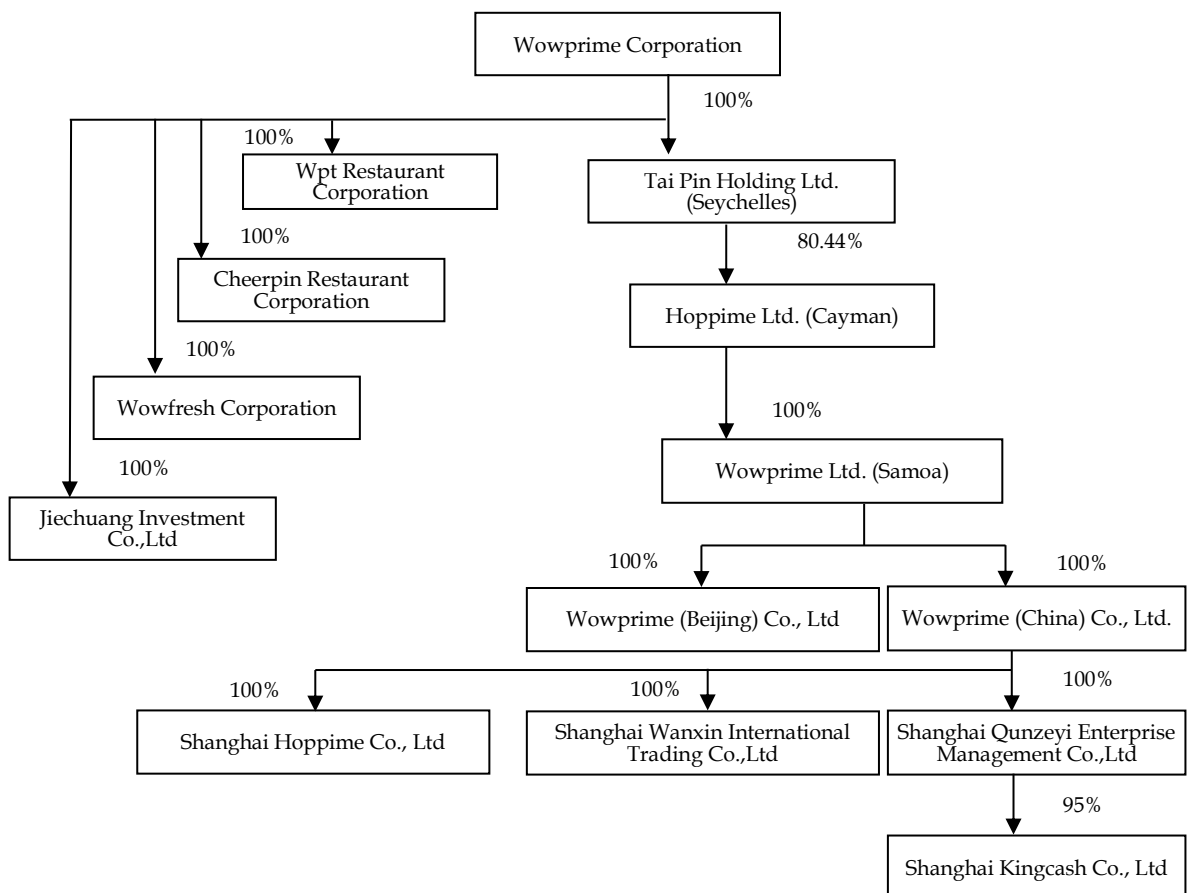
Wowprime Corporation and Subsidiaries  
Notes to Consolidated Financial Statements  
For the six months ended June 30, 2024 and 2023  
(except for otherwise stated, in NT\$ thousand)

1. Company History

Wowprime Corporation (the “Company”) was formerly known as Wangsteak Co., Ltd. Established in December 1993, the Company was renamed on January 23, 2008. It primarily engages in the industries of restaurants, agricultural and livestock products, food and daily supplies retail, international trade, beverage shops and baked food and steamed food manufacturing.

The stocks of the Company were listed on the Taiwan Stock Exchange for trading on March 6, 2012.

Investment Structure Chart



The consolidated financial statements are presented in the New Taiwan Dollar, which is the Company’s functional currency.

## 2. Date and Procedure of Adoption of Financial Statements

These consolidated financial statements were approved by the Board on August 9, 2024.

## 3. Application of New and Revised Standards and Interpretations

- (1) The International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), Interpretations (IFRIC) and Interpretations (SIC) (hereinafter referred to as “IFRS Accounting Standards”) recognized and issued by the Financial Supervisory Commission (hereinafter referred to as the “FSC”) are applied for the first time.

The application of revised IFRS Accounting Standards approved and issued by the FSC will not result in significant changes in the accounting policies of the consolidated company.

- (2) IFRS accounting standards approved by the FSC for 2025

<u>New/amended/revised criteria and interpretation</u>	<u>Effective date of IASB release</u>
Amendments to IAS 21 “Lack of Exchangeability”	January 1, 2025 ( note 1 )

Note 1: Applicable to annual reporting periods beginning on or after January 1, 2025.

Upon initial application of the amendment, prior periods shall not be restated; instead, the impact should be recognized in retained earnings or the cumulative translation differences of foreign operations (as applicable) and in the related affected assets and liabilities as of the initial application date.

- (3) IFRS Accounting Standards issued by IASB but not approved and effective by the FSC

<u>New/amended/revised criteria and interpretation</u>	<u>Effective date of IASB release (note 1)</u>
「 Annual Im-prove-ments to IFRS Accounting Standards — Volume 11 」	January 1, 2026
Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”	January 1, 2026
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	Undetermined
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendment to IFRS 17 “Initial application of IFRS 17 and IFRS 9 - comparative information”	January 1, 2023

<u>New/amended/revised criteria and interpretation</u>	<u>Effective date of IASB release (note 1)</u>
IFRS 18 “Presentation and Disclosures of Financial Statements”	January 1, 2027
IFRS 19 “Subsidiaries without Public Accountability: Disclosures”	January 1, 2027

Note 1: Unless otherwise noted, the above-mentioned new/ amended/ revised standards or interpretations shall come into effect during the annual reporting period starting after that date.

- a. Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”

According to the amendments, if the consolidated company sells or invests assets in an affiliate (or joint venture), or the consolidated company loses control of a subsidiary but retains material influence (or joint control) over the subsidiary, the consolidated company recognizes all gains or losses arising from the transaction when the abovementioned assets or subsidiary comply with the definition of “business” in IFRS 3 “Business Combinations.”

In addition, if the consolidated company sells or invests assets in an affiliate (or joint venture), or the consolidated company loses control of a subsidiary in a transaction with an affiliate (or joint venture), If the aforementioned assets or the former subsidiary but retains material influence (or joint control) over the subsidiary, the consolidated company only recognizes the gains or losses arising from the transaction to the extent of the investor’s equity irrelevant to the affiliate (or joint venture) when the abovementioned assets or subsidiary do not comply with the definition of “business” in IFRS 3 “Business Combinations”; that is, the consolidated company’s share of the gain or loss shall be eliminated.

- b. IFRS 18 “Presentation and Disclosures of Financial Statements”

IFRS 18 will supersede IAS 1 “Presentation of Financial Statements,” and the main changes of the standard include:

- The income statement shall divide items of income and expenses into operating, investing, fundraising, income tax, and suspended operation categories.
- The income statements shall report the subtotal and total of operating profit or loss, fundraising, profit or loss before tax, and profit or loss.

- Provide guidelines to enhance the summarizing and separation requirements: The consolidated company shall identify assets, liabilities, equity, gains, expenses, and cash flow from individual transactions or other matters and carry out the classification and summary based on the common characteristics to allow the single line items reported in the major financial statements have at least one similar characteristic. Items with different characteristics shall be separated in the major financial statements and notes. The consolidated company may only mark such items as “others” when it is unable to find a more informative name.
  - Addition of disclosures of performance measurement defined by the management: When the consolidated company is carrying out public communications other than financial statements and when users of financial statements are communicating with the management from the perspective of a certain aspect of the overall financial performance of the consolidated company, relevant information on the performance measurement defined by the management shall be disclosed in a single note in the financial statements, including the description of the measurement, the calculation method, the reconciliation of it and the subtotal or total stipulated in the IFRSs, and the effects of relevant reconciliation items on income tax and non-controlling interest.
- c. Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”

This amendment mainly modifies the classification rules for financial assets. If a financial asset includes a contingency that may alter the timing or amount of contractual cash flows, and the nature of the contingency is not directly related to changes in fundamental lending risks and costs (such as whether the borrower achieves a specific carbon emission reduction), such financial assets will still have contractual cash flows that consist solely of payments of principal and interest on the outstanding principal, provided the following two conditions are met:

- All possible scenarios (both before and after the occurrence of the contingency) generate contractual cash flows that solely represent payments of principal and interest on the outstanding principal; and

- The contractual cash flows generated under all possible scenarios do not significantly differ from those of a financial instrument with the same contractual terms but without the contingent feature.

The amendment also allows entities to derecognize a financial liability before the settlement date when using an electronic payment system to settle the liability in cash, provided the following conditions are met:

- The entity does not have the practical ability to revoke, stop, or cancel the payment instruction;
- The entity is unable to access the cash that will be used for settlement because of the payment instruction; and
- The settlement risk associated with the electronic payment system is not significant

Except for the abovementioned effects, if the consolidated Company continues to evaluate the impact of other standards and amendments to the interpretation of the financial status and financial performance as of the date of approval of the consolidated financial statements for publication, the relevant impacts shall be disclosed when the evaluation is completed.

#### 4. Summary of Significant Accounting Policies

##### (1) Declaration of Compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 “Interim Financial Reporting” approved and issued by the FSC. The consolidated financial statements do not contain all IFRS Accounting Standards disclosures required by the entire annual financial statements.

##### (2) Basis of Preparation

In addition to financial instruments measured at fair value and net defined benefit liabilities recognized at the present value of defined benefit obligations less the fair value of planned assets, the consolidated financial statements are prepared based on historical cost.

Fair value measurement is divided into levels 1 to 3 according to the observability and importance of relevant input values:

- a. Level 1 input value: refers to the quoted price (unadjusted) of the same assets or liabilities available in the active market on the measurement date.

- b. Level 2 input value: refers to the directly (i.e., price) or indirectly (i.e., derived from price) observable input value of assets or liabilities other than the quotation of level 1.
- c. Level 3 input value: refers to the unobservable input value of assets or liabilities.

(3) Basis of Consolidation

The consolidated financial statements include the financial statements of the Company and the entities (subsidiaries) controlled by the Company. In the consolidated statement of comprehensive income, the operating income of the acquired or affiliated subsidiaries since the acquisition date or until the disposal date has been included. The financial statements of the subsidiaries have been adjusted so that their accounting policies are consistent with those of the consolidated Company. In the preparation of the consolidated financial statements, all transactions, account balances, gains and expense losses among the entities have been eliminated. The total comprehensive income of the subsidiaries is attributable to the owners and is the non-controlling interest of the Company, even if the non-controlling interest becomes a loss.

For details of subsidiaries, shareholding ratio and business items, please refer to Note 12, Table 6 and Table 7.

(4) Other Significant Accounting Policies

Except for the following notes, please refer to the Summary of Significant Accounting Policies in the consolidated financial report of 2023.

- a. Criteria for distinguishing between current and non-current assets and liabilities

Current assets include:

- (a) Assets held primarily for trading purposes;
- (b) Assets expected to be realized within 12 months of the balance sheet date; and
- (c) Cash and cash equivalents (other than those restricted from being exchanged or settled more than 12 months after the balance sheet date).

Current liabilities include:

- (a) Liabilities held primarily for trading purposes;
- (b) Liabilities to be settled within 12 months after the balance sheet date (even if a long-term refinancing or rearranged payment agreement is completed

after the balance sheet date, and before the approval for the publication of the financial, they are classified as current liabilities); and

- (c) Liabilities for which the Company has no substantive right to defer the settlement period to at least 12 months after the balance sheet date on the balance sheet date.

Current assets or liabilities that are not classified as current assets or liabilities are classified as non-current assets or non-current liabilities. When the terms of liabilities may be settled by transferring the equity instruments of the consolidated company based on the option of the counterparty of the transaction, if the consolidated company classifies the option as equity instruments, such terms have no effects on the classification of current or non-current liabilities.

- b. Defined benefits and post-retirement benefits

The pension cost of the interim period is calculated based on the pension cost rate determined by actuarial calculation from the end of the previous year to the end of the current period and adjusted for major market fluctuations of the current period, as well as major plan amendments, repayments or other major one-off events.

- c. Income tax expenses

Income tax expenses are the sum of current income tax and deferred income tax. The income tax of the interim period is assessed on an annual basis, and the profit before tax of the interim period is calculated at the tax rate applicable to the expected annual total earnings.

## 5. Main Sources of Uncertainty in Significant Accounting Judgments, Estimates and Assumptions

When adopting accounting policies, the consolidated company's management must make judgments, estimates and assumptions that are based on historical experience and other factors that are not readily apparent from other sources. Actual results may differ from estimates.

When the consolidated company develops significant accounting estimates, the possible impact of inflation and market interest rate fluctuations is included in consideration of cash flow estimates, growth rates, discount rates, profitability, and other relevant significant estimates. The management will continue to examine estimates and basic assumptions.

### Main Sources of Uncertainty in Estimates and Assumptions



Impairment Loss of inventories

The net realizable value of inventories is the estimated selling price in the normal business process less the estimated cost of completion and the estimated cost of sales. These estimates are evaluated based on the current market conditions and historical sales of similar products; changes in market conditions may materially affect the estimated results.

6. Cash and cash equivalents

	June 30, 2024	December 31, 2023	June 30, 2023
Cash on hand and working capital	\$ 87,290	\$ 99,965	\$ 63,838
Bank checks and demand deposits	2,498,303	2,190,568	2,044,291
Cash equivalents			
Time deposits in banks	463,385	359,141	468,769
	<u>\$ 3,048,978</u>	<u>\$ 2,649,674</u>	<u>\$ 2,576,898</u>

7. Financial instruments at fair value through profit or loss

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Financial assets - current</u>			
Mandatory adoption of fair value through profit or loss measured at			
Non-derivative financial assets			
- Call rights of convertible corporate bonds	<u>\$ 6,579</u>	<u>\$ 4,129</u>	<u>\$ 1,960</u>

8. Financial assets at amortized cost

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Current</u>			
Time deposits with an original maturity date of more than 3 months	<u>\$ 3,307,127</u>	<u>\$ 3,132,469</u>	<u>\$ 3,074,551</u>

- (1) As of June 30, 2024 and December 31 and June 30, 2023, the interest rate range of deposits with an original maturity date of more than 3 months was 0.66% ~ 5.12%, 0.535% - 5.12%, and 0.54% ~ 4.73%.

- (2) For information on credit risk management and impairment loss assessment related to financial assets at amortized costs, please refer to Note 9.
- (3) For information on pledged financial assets at amortized cost, please refer to Note 37.

9. Credit risk management of investments in debt instruments

Debt instruments invested by the consolidated company are financial assets at amortized cost:

	Measured at amortized cost		
	June 30, 2024	December 31, 2023	June 30, 2023
Total carrying amount	\$ 3,307,127	\$ 3,132,469	\$ 3,074,551
Loss allowance	-	-	-
Amortized cost	<u>\$3,307,127</u>	<u>\$ 3,132,469</u>	<u>\$ 3,074,551</u>

The credit risk of bank deposits and other financial instruments is measured and monitored by the respective financial departments of the consolidated company. As the counterparties of the consolidated company are banks with good credit and financial institutions and companies/organizations of investment grade or above, there is no major concern of default, and there is no significant credit risk. The consolidated company's current credit risk rating system and the total carrying amount of debt instrument investment of different credit ratings are as follows:

Credit rating	Definition	Recognition basis of expected credit losses (ECL)	ECL rate	Total carrying amount as of June 30, 2024	Total carrying amount as of December 31, 2023	Total carrying amount as of June 30, 2023
Normal	The debtors' credit risk is low, and they have sufficient ability to settle the contractual cash flows	12-month ECL	0 %	<u>\$3,307,127</u>	<u>\$3,132,469</u>	<u>\$3,074,551</u>

10. Notes receivable and accounts receivable

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Notes receivable</u>			
Measured at amortized cost			
Total carrying amount	\$ 6,717	\$ 2,321	\$ 2,763
Less: Loss allowance	-	-	-
	<u>\$ 6,717</u>	<u>\$ 2,321</u>	<u>\$ 2,763</u>
<u>Accounts receivable</u>			
Measured at amortized cost			
Total carrying amount	\$ 487,365	\$ 578,568	\$ 297,955
Less: Loss allowance	( 333 )	( 333 )	-
	<u>\$ 487,032</u>	<u>\$ 578,235</u>	<u>\$ 297,955</u>

The consolidated company mostly collects cash (or credit card) for sales customers, except for accounts receivable from partial locations in stores or department stores and cooperation with other industries; in such cases, the credit period is based on the negotiation between both parties, and the credit period is 30 to 90 days. When determining the recoverability of accounts receivable, the consolidated company considers any changes in the credit quality of the accounts receivable from the original credit grant date to the balance sheet date.

The consolidated company shall recognize the loss allowance of accounts receivable according to lifetime ECL. The lifetime ECL is calculated by the preparation matrix, which considers the past default records of customers and their current financial situation, the industrial economic situation, as well as the GDP forecast and industrial outlook. As the historical experience of credit loss of the consolidated company shows that there is no significant difference in the loss pattern of different customer groups, the preparation matrix does not further distinguish customer groups and only uses the overdue days of accounts receivable to determine the ECL rate.

The consolidated company measures the loss allowance of notes receivable and accounts receivable according to the preparation matrix as follows:

#### June 30, 2024

	Not overdue	Overdue 1 to 30 days	Overdue 31 to 60 days	Overdue 61 to 90 days	Overdue over 90 days	Total
ECL rate	-	-	-	-	-	-
Total carrying amount	\$ 489,796	\$ 2,339	\$ 538	\$ 93	\$ 1,316	\$ 494,082
Loss allowance (lifetime ECL)	-	-	-	-	( 333)	( 333)
Amortized cost	<u>\$ 489,796</u>	<u>\$ 2,339</u>	<u>\$ 538</u>	<u>\$ 93</u>	<u>\$ 983</u>	<u>\$ 493,749</u>

#### December 31, 2023

	Not overdue	Overdue 1 to 30 days	Overdue 31 to 60 days	Overdue 61 to 90 days	Overdue over 90 days	Total
ECL rate	-	-	-	-	-	-
Total carrying amount	\$ 574,183	\$ 5,301	\$ 472	\$ 392	\$ 541	\$ 580,889
Loss allowance (lifetime ECL)	-	-	-	-	( 333)	( 333)
Amortized cost	<u>\$ 574,183</u>	<u>\$ 5,301</u>	<u>\$ 472</u>	<u>\$ 392</u>	<u>\$ 208</u>	<u>\$ 580,556</u>

### June 30, 2023

	Not overdue	Overdue 1 to 30 days	Overdue 31 to 60 days	Overdue 61 to 90 days	Overdue over 90 days	Total
ECL rate	-	-	-	-	-	-
Total carrying amount	\$ 297,031	\$ 2,010	\$ 590	\$ 15	\$ 1,072	\$ 300,718
Loss allowance (lifetime ECL)	-	-	-	-	-	-
Amortized cost	<u>\$ 297,031</u>	<u>\$ 2,010</u>	<u>\$ 590</u>	<u>\$ 15</u>	<u>\$ 1,072</u>	<u>\$ 300,718</u>

### For the six months ended June 30, 2024

	Group assessment	Individual assessment	Total
Opening balance	\$ -	\$ 333	\$ 333
Add: Impairment loss recognized for the current year	-	-	-
Closing balance	<u>\$ -</u>	<u>\$ 333</u>	<u>\$ 333</u>

### 11. Inventory

	June 30, 2024	December 31, 2023	June 30, 2023
Raw materials	\$ 1,288,851	\$ 1,542,575	\$ 1,669,118
Products	1,755	5,330	129
Inventory in transit	<u>124,964</u>	<u>69,737</u>	<u>159,067</u>
	<u>\$ 1,415,570</u>	<u>\$ 1,617,642</u>	<u>\$ 1,828,314</u>

The nature of the cost of sales is as follows:

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Cost of inventory sold	\$ 2,801,724	\$ 2,825,935	\$ 5,787,747	\$ 5,806,747
Inventory losses (reversal of write-down of inventories) (1)	<u>1,282</u>	<u>( 9,215 )</u>	<u>( 8,830 )</u>	<u>( 11,283 )</u>
	<u>\$ 2,803,006</u>	<u>\$ 2,816,720</u>	<u>\$ 5,778,917</u>	<u>\$ 5,795,464</u>

- (1) Inventory write-downs were reversal as a result of the increase in selling prices of the inventory in specific markets .

### 12. Subsidiary

- (1) Subsidiaries included in the consolidated financial statements

The entities in the consolidated financial statements are as follows:

Name of investee	Name of subsidiary	Nature of business	Percentage of equity held			Description
			June 30, 2024	December 31, 2023	June 30, 2023	
Wowprime Corporation	Tai Pin Holding Ltd.	Investment	100%	100%	100%	-
Wowprime Corporation	WPT Restaurant Corporation	F&B, F&B management, and relevant consultation	100%	100%	100%	-
Wowprime Corporation	Wowfresh Corporation	Fresh food trading	100%	100%	100%	-
Wowprime Corporation	Cheerpin Restaurant Corporation	F&B, F&B management, and relevant consultation	100%	100%	100%	-
Wowprime Corporation	Jiechuang Investment Co.,Ltd	Investment	100%	100%	100%	-
Wowprime Corporation	Wowprime USA Holding Corp.	Investment	-	-	-	(3)
Tai Pin Holding Ltd.	Hoppime Ltd.	Investment	80.44%	80.44%	78.45%	(1) 、(2)
Hoppime Ltd.	Wowprime Ltd.	Investment	100%	100%	100%	-
Wowprime Ltd.	Wowprime (China) Co., Ltd.	F&B, F&B management, and relevant consultation	100%	100%	100%	-
Wowprime Ltd.	Wowprime (Beijing) CO., LTD	F&B, F&B management, and relevant consultation	100%	100%	100%	-
Wowprime (China) Co., Ltd.	Shanghai Qunzeyi Enterprise Management Co., Ltd.	Management consultant	100%	100%	100%	-
Wowprime (China) Co., Ltd.	Shanghai Wanxin International Trading Co., Ltd.	Fresh food trading	100%	100%	100%	-
Wowprime (China) Co., Ltd.	Shanghai Hoppime Co., Ltd	F&B, F&B management, and relevant consultation	100%	100%	100%	-
Shanghai Qunzeyi Enterprise Management Co., Ltd.	Shanghai Kingcash Co., Ltd	F&B, F&B management, and relevant consultation	95%	95%	95%	-

Description (1): Subsidiaries with significant non-controlling interests.

(2): Refer to Note 32 for information on considerate and Hoppime Ltd. for the transaction of non-controlling interests.

(3): As of June 2024, no capital injection has been made.

(2) Subsidiaries not included in the consolidated financial statements: None.

(3) Information on subsidiaries with significant non-controlling interests

Name of subsidiary	Percentage of equity and voting rights held by non-controlling interests		
	December 31,		
	June 30, 2024	2023	June 30, 2023
Hoppime Ltd.	19.56%	19.56%	21.55%

For information on principal places of business and countries of incorporation, please refer to Table 6 and Table 7.

Name of subsidiary	Net (loss) profit allocated to non-controlling interests				Non - controlling interests		
	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023	June 30, 2024	December 31, 2023	June 30, 2023
Hoppime Ltd. (excluding non-controlling interests of subsidiaries)	<u>\$ 6,296</u>	<u>( \$ 2,261 )</u>	<u>( \$ 7,249 )</u>	<u>\$ 14,271</u>	<u>\$ 380,705</u>	<u>\$ 377,911</u>	<u>\$ 417,683</u>

The summarized financial information of the respective subsidiaries below is prepared based on the amounts before writing off the intercompany transactions:

#### Hoppime Ltd. and Subsidiaries

	June 30, 2024	December 31, 2023	June 30, 2023
Current assets	\$ 1,497,675	\$ 1,419,429	\$ 1,491,200
Non-current assets	2,450,867	2,649,091	2,698,610
Current liabilities	( 998,735 )	( 1,080,278 )	( 1,221,712 )
Non-current liabilities	( 1,003,299 )	( 1,056,029 )	( 1,029,781 )
Equity	<u>\$ 1,946,508</u>	<u>\$ 1,932,213</u>	<u>\$ 1,938,317</u>
Equity attributable to:			
Owners of the Company	\$ 1,565,638	\$ 1,554,150	\$ 1,520,524
Non-controlling interests of Hoppime Ltd.	380,705	377,911	417,683
Non-controlling interests of Hoppime Ltd.'s subsidiaries	<u>165</u>	<u>152</u>	<u>109</u>
	<u>\$ 1,946,508</u>	<u>\$ 1,932,213</u>	<u>\$ 1,938,317</u>

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Operating revenue	<u>\$ 1,045,741</u>	<u>\$ 1,221,134</u>	<u>\$ 2,088,507</u>	<u>\$ 2,605,124</u>
Net (loss) profit of the period	\$ 32,200	( \$ 10,459 )	( \$ 37,051 )	\$ 65,094
Other comprehensive income	<u>15,842</u>	<u>( 67,214 )</u>	<u>51,346</u>	<u>( 57,470 )</u>
Total comprehensive income	<u>\$ 48,042</u>	<u>( \$ 77,673 )</u>	<u>\$ 14,295</u>	<u>\$ 7,624</u>
Net (loss) profit attributable to:				
Owners of the Company	\$ 25,894	( \$ 8,126 )	( \$ 29,811 )	\$ 50,898
Non-controlling interests of Hoppime Ltd.	6,296	( 2,261 )	( 7,249 )	14,271
Non-controlling interests of Hoppime Ltd.'s subsidiaries	<u>10</u>	<u>( 72 )</u>	<u>9</u>	<u>( 75 )</u>
	<u>\$ 32,200</u>	<u>( \$ 10,459 )</u>	<u>( \$ 37,051 )</u>	<u>\$ 65,094</u>

(Cont'd)

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Total comprehensive income attributable to:				
Owners of the Company	\$ 38,636	( \$ 60,772 )	\$ 11,488	\$ 5,862
Non-controlling interests of Hoppime Ltd.	9,395	( 16,824 )	2,794	1,841
Non-controlling interests of Hoppime Ltd.'s subsidiaries	<u>11</u>	<u>( 77 )</u>	<u>13</u>	<u>( 79 )</u>
	<u>\$ 48,042</u>	<u>( \$ 77,673 )</u>	<u>\$ 14,295</u>	<u>\$ 7,624</u>
			For the six months ended June 30, 2024	For the six months ended June 30, 2023
Cash flows				
Operating activities			\$ 675,009	\$ 502,454
Investing activities			( 224,560 )	( 119,107 )
Financing activities			( 312,774 )	( 347,103 )
Net cash inflow			<u>\$ 137,675</u>	<u>\$ 36,244</u>

### 13. Investments accounted for using the equity method

#### Investment in affiliates

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Aggregate information of individually non- significant affiliates</u>			
Wei Dao Ltd.	\$ -	\$ -	\$ 3,290
DUDOO LTD. (Cayman)	<u>78,538</u>	<u>80,103</u>	<u>78,798</u>
	<u>\$ 78,538</u>	<u>\$ 80,103</u>	<u>\$ 82,088</u>

The consolidated company's percentage of ownership interest and voting rights in the affiliates as of the balance sheet date are as follows:

Name of company	June 30, 2024	December 31, 2023	June 30, 2023
Wei Dao Ltd.	20%	20%	20%
DUDOO LTD. (Cayman)	14.98%	14.98%	14.98%

For information on the nature of business, principal places of business and countries of incorporation of the abovementioned affiliates, please refer to Table 6.

For Wei Dao Ltd. and Dudoo Ltd. (Cayman), the calculation was based on financial statements not reviewed by CPAs. However, the management of the consolidated company considered that there will not be material adjustments after the financial statements of the abovementioned affiliates are audited by CPAs.

#### 14. Property, plant and equipment

	Self-owned land	Houses and buildings	Water, electricity, fire-fighting equipment	Office equipment	Kitchen and restaurant equipment	Lease improvements	Other equipment	Total
<u>Cost</u>								
Balance on January 1, 2024	\$ 122,505	\$ 132,408	\$ 1,152,992	\$ 193,539	\$ 1,309,438	\$ 2,309,326	\$ 295,554	\$ 5,515,762
Addition	-	-	82,225	12,259	92,896	162,856	12,178	362,414
Reclassification	-	-	2,753	-	4,272	48,307	3,563	58,895
Disposal	-	-	( 35,630)	( 15,141)	( 69,283)	( 201,854)	( 12,647)	( 334,555)
Net exchange difference	-	-	1,055	1,205	5,357	11,812	2,477	21,906
Balance on June 30, 2024	<u>\$ 122,505</u>	<u>\$ 132,408</u>	<u>\$ 1,203,395</u>	<u>\$ 191,862</u>	<u>\$ 1,342,680</u>	<u>\$ 2,330,447</u>	<u>\$ 301,125</u>	<u>\$ 5,624,422</u>
<u>Accumulated depreciation and impairment</u>								
Balance on January 1, 2024	\$ -	\$ 58,697	\$ 669,255	\$ 132,535	\$ 863,030	\$ 1,311,177	\$ 183,298	\$ 3,217,992
Depreciation expenses	-	2,054	88,469	13,254	105,231	192,028	26,708	427,744
Disposal	-	-	( 30,224)	( 14,667)	( 58,849)	( 175,912)	( 9,329)	( 288,981)
Impairment losses recognized	-	-	-	-	-	2,229	-	2,229
Net exchange difference	-	-	382	1,045	3,852	5,878	1,726	12,883
Balance on June 30, 2024	<u>\$ -</u>	<u>\$ 60,751</u>	<u>\$ 727,882</u>	<u>\$ 132,167</u>	<u>\$ 913,264</u>	<u>\$ 1,335,400</u>	<u>\$ 202,403</u>	<u>\$ 3,371,867</u>
Net amount on June 30, 2024	<u>\$ 122,505</u>	<u>\$ 71,657</u>	<u>\$ 475,513</u>	<u>\$ 59,695</u>	<u>\$ 429,416</u>	<u>\$ 995,047</u>	<u>\$ 98,722</u>	<u>\$ 2,252,555</u>
Net amount on December 31, 2023 and January 1, 2024	<u>\$ 122,505</u>	<u>\$ 73,711</u>	<u>\$ 483,737</u>	<u>\$ 61,004</u>	<u>\$ 446,408</u>	<u>\$ 998,149</u>	<u>\$ 112,256</u>	<u>\$ 2,297,770</u>
<u>Cost</u>								
Balance on January 1, 2023	\$ 122,505	\$ 132,408	\$ 1,033,385	\$ 201,136	\$ 1,186,927	\$ 2,176,453	\$ 246,679	\$ 5,099,493
Addition	-	-	88,486	13,118	113,528	175,475	31,133	421,740
Reclassification	-	-	3,418	-	8,664	19,999	10,689	42,770
Disposal	-	-	( 71,918)	( 24,155)	( 88,963)	( 179,482)	( 15,284)	( 379,802)
Net exchange difference	-	-	( 1,439)	( 1,653)	( 6,402)	( 14,565)	( 2,702)	( 26,761)
Balance on June 30, 2023	<u>\$ 122,505</u>	<u>\$ 132,408</u>	<u>\$ 1,051,932</u>	<u>\$ 188,446</u>	<u>\$ 1,213,754</u>	<u>\$ 2,177,880</u>	<u>\$ 270,515</u>	<u>\$ 5,157,440</u>
<u>Accumulated depreciation and impairment</u>								
Balance on January 1, 2023	\$ -	\$ 54,588	\$ 625,894	\$ 143,905	\$ 808,460	\$ 1,272,741	\$ 159,961	\$ 3,065,549
Depreciation expenses	-	2,054	76,445	13,105	92,057	182,782	22,078	388,521
Disposal	-	-	( 67,632)	( 23,718)	( 86,341)	( 174,405)	( 13,515)	( 365,611)
Impairment losses recognized	-	-	-	-	-	5,225	-	5,225
Net exchange difference	-	-	( 624)	( 1,465)	( 4,478)	( 7,665)	( 1,899)	( 16,131)
Balance on June 30, 2023	<u>\$ -</u>	<u>\$ 56,642</u>	<u>\$ 634,083</u>	<u>\$ 131,827</u>	<u>\$ 809,698</u>	<u>\$ 1,278,678</u>	<u>\$ 166,625</u>	<u>\$ 3,077,553</u>
Net amount on June 30, 2023	<u>\$ 122,505</u>	<u>\$ 75,766</u>	<u>\$ 417,849</u>	<u>\$ 56,619</u>	<u>\$ 404,056</u>	<u>\$ 899,202</u>	<u>\$ 103,890</u>	<u>\$ 2,079,887</u>

The consolidated company expects that certain lease improvements no longer have any value in use. Accordingly, impairment losses of \$2,229 thousand, \$5,225 thousand, \$2,229 thousand, and \$5,225 thousand were recognized in the related consolidated statements of comprehensive income for the three months ended June 30, 2024 and 2023, and for the six months ended June 30, 2024 and 2023. The impairment loss was stated under other profits and losses in the consolidated statements of comprehensive income.

Wowprime Corporation adopted value-in-use as the recoverable amount of leasehold improvement. The discount rates were 3.95% and 4.3%, respectively, for the years ended June 30, 2024 and 2023.

Depreciation expenses are accrued on a straight-line basis over the following useful lives:



Houses and buildings	
Main buildings of houses	20 to 33 years
Decoration equipment	2 to 6 years
Water, electricity, fire-fighting equipment	1 to 10 years
Office equipment	1 to 6 years
Kitchen and restaurant equipment	1 to 10 years
Lease improvements	1 to 10 years
Other equipment	1 to 6 years

15. Lease agreement

(1) Acquisition of right-of-use assets

	June 30, 2024	December 31, 2023	June 30, 2023
Carrying amount of right-of-use assets			
Buildings	<u>\$ 3,624,615</u>	<u>\$ 3,758,545</u>	<u>\$ 3,454,612</u>
	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024
Acquisition of right-of-use assets	<u>\$ 226,258</u>	<u>\$ 375,552</u>	<u>\$ 343,554</u>
Disposal of right-of-use assets	<u>( \$ 34,159 )</u>	<u>( \$ 24,599 )</u>	<u>( \$ 148,635 )</u>
Depreciation expenses of right-of-use assets			
Buildings	<u>\$ 324,498</u>	<u>\$ 325,569</u>	<u>\$ 656,065</u>
			<u>\$ 658,803</u>

Except for the additions and depreciation expenses recognized listed above, the consolidated company's right-of-use assets had no material sublease for the six months ended June 30, 2024 and 2023.

(2) Lease liabilities

	June 30, 2024	December 31, 2023	June 30, 2023
Carrying amount of lease liabilities			
Current	\$ 1,062,270	\$ 1,246,852	\$ 1,170,949
Non-current	<u>2,615,926</u>	<u>2,572,483</u>	<u>2,357,855</u>
	<u>\$ 3,678,196</u>	<u>\$ 3,819,335</u>	<u>\$ 3,528,804</u>

The range of discount rates for lease liabilities is as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Buildings	0.765%~4.75%	0.765%~4.75%	0.765%~4.75%

(3) Important lease-in activities and terms

The consolidated company rented certain buildings for offices and retail stores with a lease period ranging from 2 to 8 years. The consolidated company has no preferential right to acquire the leased buildings upon the termination of the lease term.

The consolidated company has rented a large amount of properties to set up stores due to the retail business. The lease terms are negotiated by the management of business departments, including various lease payment terms. To reduce the fixed costs of the newly established stores or to control the flexibility of profit and operations, the consolidated company has included variable payments in the lease terms. The variable lease payment terms of the consolidated company vary significantly:

- a. The majority of the variable payments are based on a specific percentage of store turnover;
- b. Certain variable payment terms include minimum or maximum limit terms.

The variable payment terms may incur higher rental costs for the stores with higher turnover; however, such terms are helpful to the consolidated company's profit management.

The consolidated company expects that the proportion of future variable rental expenses to store sales will be equivalent to the current period.

(4) Other lease information

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Variable lease payments and short-term lease expenses not included in the measurement of lease liabilities	<u>\$ 104,113</u>	<u>\$ 111,539</u>	<u>\$ 225,756</u>	<u>\$ 224,261</u>
Total cash (outflow) for leases			<u>( \$ 919,248 )</u>	<u>( \$ 946,832 )</u>

The consolidated company has selected to apply the recognition exemption to certain leases of dormitories, warehouses, and office equipment that qualify as short-term leases and computer equipment leases that qualify as low-value asset leases to not recognize right-of-use assets and lease liabilities for such leases.

16. Investment properties

	<u>Houses and buildings</u>
<u>Cost</u>	
Balance on January 1, 2024	\$ 757,520
Net exchange difference	<u>20,658</u>
Balance on June 30, 2024	<u>\$ 778,178</u>
<u>Accumulated depreciation and impairment</u>	
Balance on January 1, 2024	\$ 221,098
Depreciation expenses	7,527
Net exchange difference	<u>6,085</u>
Balance on June 30, 2024	<u>\$ 234,710</u>
Net amount on June 30, 2024	<u>\$ 543,468</u>
Net amount on December 31, 2023 and January 1, 2024	<u>\$ 536,422</u>
	<u>Houses and buildings</u>
<u>Cost</u>	
Balance on January 1, 2023	\$ 771,701
Net exchange difference	<u>( 22,059)</u>
Balance on June 30, 2023	<u>\$ 749,642</u>
<u>Accumulated depreciation and impairment</u>	
Balance on January 1, 2023	\$ 136,492
Depreciation expenses	8,506
Net exchange difference	<u>( 4,144)</u>
Balance on June 30, 2023	<u>\$ 140,854</u>
Net amount on June 30, 2023	<u>\$ 608,788</u>

The total amount of lease payments to be collected in the future for leased investment properties under operating leases is as follows:

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
1st year	\$ 17,649	\$ 20,157	\$ 16,400
2nd year	8,615	12,451	20,212
3rd year	6,587	6,964	12,234
Over 3rd year	<u>5,371</u>	<u>8,631</u>	<u>10,096</u>
	<u>\$ 38,222</u>	<u>\$ 48,203</u>	<u>\$ 58,942</u>

Depreciation expenses are accrued on a straight-line basis over the following useful lives:

Buildings	42 years
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The fair value of investment properties as of December 31, 2023 was appraised by Prudential Cross-strait Real Estate Appraisers Firm on the balance sheet date. The fair value as of June 30, 2024 and 2023 was not appraised by an independent appraiser; however, the consolidated company's management adopted the evaluation model commonly used by market participants for measurement based on the Level 3 input value. The evaluation is based on market evidence of transaction prices of similar real estate, and the fair values of the evaluation are as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Fair value	<u>\$ 551,051</u>	<u>\$ 536,422</u>	<u>\$ 617,052</u>

For the amount of investment property pledged for borrowings, please refer to Note 37.

17. Other intangible assets

	Computer software	Trademark rights	Total
<u>Cost</u>			
Balance on January 1, 2024	\$ 127,950	\$ 7,012	\$ 134,962
Acquired separately	9,663	-	9,663
Net exchange difference	<u>1,842</u>	<u>-</u>	<u>1,842</u>
Balance on June 30, 2024	<u>\$ 139,455</u>	<u>\$ 7,012</u>	<u>\$ 146,467</u>
<u>Accumulated amortization</u>			
Balance on January 1, 2024	\$ 90,747	\$ 3,777	\$ 94,524
Amortization expenses	8,503	234	8,737
Net exchange difference	<u>1,432</u>	<u>-</u>	<u>1,432</u>
Balance on June 30, 2024	<u>\$ 100,682</u>	<u>\$ 4,011</u>	<u>\$ 104,693</u>
Net amount on June 30, 2024	<u>\$ 38,773</u>	<u>\$ 3,001</u>	<u>\$ 41,774</u>
Net amount on December 31, 2023 and January 1, 2024	<u>\$ 37,203</u>	<u>\$ 3,235</u>	<u>\$ 40,438</u>

	Computer software	Trademark rights	Total
<u>Cost</u>			
Balance on January 1, 2023	\$ 112,815	\$ 7,012	\$ 119,827
Acquired separately	8,588	-	8,588
Net exchange difference	( 1,909)	-	( 1,909)
Balance on June 30, 2023	<u>\$ 119,494</u>	<u>\$ 7,012</u>	<u>\$ 126,506</u>
<u>Accumulated amortization</u>			
Balance on January 1, 2023	\$ 75,759	\$ 3,310	\$ 79,069
Amortization expenses	7,841	234	8,075
Net exchange difference	( 1,406)	-	( 1,406)
Balance on June 30, 2023	<u>\$ 82,194</u>	<u>\$ 3,544</u>	<u>\$ 85,738</u>
Net amount on June 30, 2023	<u>\$ 37,300</u>	<u>\$ 3,468</u>	<u>\$ 40,768</u>

Amortization expenses are accrued on a straight-line basis over the following useful lives:

Computer software	1 to 6 years
Trademark rights	15 years

Summary of amortization expenses by function:

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Operating expenses	<u>\$ 4,522</u>	<u>\$ 4,117</u>	<u>\$ 8,737</u>	<u>\$ 8,075</u>

18. Prepayments

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Current</u>			
Prepaid rental	\$ 22,967	\$ 25,994	\$ 27,997
Inventory of supplies	19,482	22,619	24,424
Prepayment for goods	42,826	33,734	48,968
Input/offset against tax payable	93,957	99,276	92,489
Other prepaid expenses	<u>43,147</u>	<u>68,137</u>	<u>96,823</u>
	<u>\$ 222,379</u>	<u>\$ 249,760</u>	<u>\$ 290,701</u>

19. Other financial assets - current

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Current</u>			
Trust account deposit	\$ 12,119	\$ 1,746	\$ 9,721
Allowance deposit	<u>36,881</u>	<u>35,866</u>	<u>35,458</u>
	<u>\$ 49,000</u>	<u>\$ 37,612</u>	<u>\$ 45,179</u>

The interest rate range of other financial assets on the balance sheet date is as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Current</u>			
Trust account deposit	0.610% ~ 0.635%	0.51%	0.51%
Allowance deposit	0.30%	0.30%	0.30%

For information on pledged other financial assets, please refer to Note 37.

20. Other assets

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Current</u>			
Other receivables	\$ 27,504	\$ 29,328	\$ 21,072
Other receivables - related parties	-	1,029	-
Current income tax assets	150	43	25
Others	<u>11,569</u>	<u>10,912</u>	<u>33,468</u>
	<u>\$ 39,223</u>	<u>\$ 41,312</u>	<u>\$ 54,565</u>
<u>Non-current</u>			
Refundable deposits	<u>\$ 390,391</u>	<u>\$ 400,334</u>	<u>\$ 407,443</u>

The Group recognized impairment losses of \$1,718 thousand, which were recognized in consolidated statements of comprehensive income-other gains and losses for the three months ended June 30, 2023, and for the six months ended June 30, 2023, for expects that closing the store to early termination of contract, making the deposit non-refundable

21. Borrowings

Short-term borrowings

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Unsecured borrowings</u>			
Credit borrowings	\$ -	\$ -	\$ 449,697

As of June 30, 2023, the interest rate of credit borrowings was ranging from 1.50% to 3.65%.

22. Corporate bonds payable

	June 30, 2024	December 31, 2023	June 30, 2023
Domestic unsecured corporate bonds	\$ 649,289	\$ 642,824	\$ 636,514
Less: Portion due within 1 year	-	-	-
	<u>\$ 649,289</u>	<u>\$ 642,824</u>	<u>\$ 636,514</u>

On March 29, 2023, the Company issued 7 thousand units of NTD-denominated unsecured convertible corporate bonds with an interest rate of 0% at the price of 101% par value; the total principal was NT\$700,000 thousand.

The holder has the right to convert each unit of corporate bond into a common share of the Company at NT\$264.7 per share. The conversion period is from June 30, 2023 to March 29, 2028.

For the convertible corporate bonds, if the closing price of the Company's common share exceeds the then conversion price of convertible corporate bonds by 30% for 30 consecutive days from June 30, 2023 to March 29, 2028, or if the balance of the outstanding convertible corporate bonds is less than 10% of the total par value initially issued, the Company may recover the bonds within 30 days afterward.

For the convertible bonds, March 29, 2026 is the sell-back base day for bondholders to sell back the convertible corporate bonds in advance. Bondholders may require the Company to redeem the convertible corporate bonds in cash based on the par value of bonds plus the interest compensation.

The convertible corporate bonds include liability and equity components, and the equity component is presented as capital surplus - stock options under equity. The effective interest rate of the initial recognition of liability components is 2%.

	<u>Amount</u>
Issuance consideration (less transaction costs of NT\$5,146 thousand)	\$701,877
Equity components (less transaction costs that are allocated to equity of NT\$479 thousand)	( 65,391 )
Liability components	( <u>3,150</u> )
Liability components on the issuance date (less transaction costs that are allocated to liabilities of NT\$4,667 thousand)	633,336
Interest rate calculated at the effective interest rate	<u>3,178</u>
Liability components as of June 30, 2023	<u>\$636,514</u>
Liability components as of January 1, 2024	642,824
Interest rate calculated at the effective interest rate	<u>6,465</u>
Liability components as of June 30, 2024	<u>\$649,289</u>

23. Notes payable and accounts payable

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
<u>Notes payable</u>			
Occur due to operations	<u>\$ 64,434</u>	<u>\$ 77,194</u>	<u>\$ 69,782</u>
<u>Accounts payable</u>			
Occur due to operations	<u>\$ 641,282</u>	<u>\$ 763,057</u>	<u>\$ 636,825</u>

The consolidated company's average credit period for the purchase of food ingredients is 30 to 60 days.

24. Other liabilities

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
<u>Current</u>			
Other payables			
Equipment payments payable	\$ 172,442	\$ 277,769	\$ 210,755
Salaries and bonuses payable	755,195	849,426	663,286
Rental payable	52,031	58,307	65,694
Pension payable	32,956	32,254	29,329
Premium payable	88,840	85,424	80,279
Leave payments payable	56,799	60,260	55,778
Business tax payable	63,593	61,082	72,032
Dividends payable	1,232,155	-	288,545
Others	<u>381,782</u>	<u>305,498</u>	<u>478,134</u>
	2,835,793	1,730,020	1,943,832
Other payables - related parties	<u>434</u>	<u>-</u>	<u>66</u>
	<u>\$ 2,836,227</u>	<u>\$ 1,730,020</u>	<u>\$ 1,943,898</u>



	June 30, 2024	December 31, 2023	June 30, 2023
Other liabilities			
Temporary/payment collection	\$ 16,894	\$ 20,089	\$ 49,436
Others	<u>16</u>	<u>110</u>	<u>103</u>
	<u>\$ 16,910</u>	<u>\$ 20,199</u>	<u>\$ 49,539</u>

25. Debt allowance

	June 30, 2024	December 31, 2023	June 30, 2023
<u>Current</u>			
Debt allowance for sales returns	<u>\$ 1,276</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Non-current</u>			
Obligations for restoration	<u>\$ 152,585</u>	<u>\$ 154,974</u>	<u>\$ 145,059</u>

	Debt allowance for sales returns	Obligations for restoration
Balance on January 1, 2024	\$ -	\$ 154,974
Provided during the period	1,276	4,743
Disposed of during the period	-	( 8,725)
Net exchange difference	<u>-</u>	<u>1,593</u>
Balance on June 30, 2024	<u>\$ 1,276</u>	<u>\$ 152,585</u>
Balance on January 1, 2023	\$ -	\$ 134,903
Provided during the period	-	17,733
Disposed of during the period	-	( 6,121)
Net exchange difference	<u>-</u>	<u>( 1,456)</u>
Balance on June 30, 2023	<u>\$ -</u>	<u>\$ 145,059</u>

According to the lease contract, the consolidated company shall restore the rented stores to the initial condition at the time of the lease on the lease expiry date. When the management of the consolidated company has obligations for restoration under the performance of the lease contracts, the present value of the best estimate of the future economic outflow is recognized as debt allowance. The estimate will be examined and adjusted regularly.

26. Post-employment benefit plan

(1) Defined contribution plan

The pension system under the “Labor Pension Act” is applicable to the Company, WPT, Cheerpin, and Wowfresh within the combined company and is a defined contribution pension plan managed by the government; the Company appropriates 6% of the monthly salaries of employees as pension to the individual accounts with the Bureau of Labor Insurance.

The pension expenses related to the defined contribution plan are included in the following items:

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Operating cost	\$ 17,362	\$ 14,797	\$ 34,801	\$ 28,658
Marketing expenses	34,679	30,294	69,601	58,800
Management expenses	<u>4,733</u>	<u>4,155</u>	<u>9,357</u>	<u>8,246</u>
	<u>\$ 56,774</u>	<u>\$ 49,246</u>	<u>\$ 113,759</u>	<u>\$ 95,704</u>

Wowprime (China) Co., Ltd., Wowprime (Beijing) CO., LTD, Shanghai Kingcash Co., Ltd., and Shanghai Hoppime Co., Ltd. within the consolidated company pay the pension according to the Basic Pension Insurance for Enterprise Employees, which is a defined contribution pension approach, stipulated by local governments; the Company appropriates a certain ratio of the monthly salaries of employees to designated accounts.

The pension expenses related to the defined contribution plan are included in the following items:

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Operating cost	\$ 7,943	\$ 7,962	\$ 15,853	\$ 16,148
Marketing expenses	3,404	3,413	6,794	6,921
Management expenses	<u>5,219</u>	<u>5,475</u>	<u>10,577</u>	<u>11,128</u>
	<u>\$ 16,566</u>	<u>\$ 16,850</u>	<u>\$ 33,224</u>	<u>\$ 34,197</u>

(2) Defined benefit plan

The pension expenses related to defined benefit plans recognized for the six months ended June 30, 2024 and 2023 are based on the actuarial pension cost rate as of December 31, 2023 and 2022, and the amounts were as follows:

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Management expenses	<u>\$ 189</u>	<u>\$ 3,999</u>	<u>\$ 5,898</u>	<u>\$ 11,265</u>

27. Equity

(1) Capital stock

Common shares

	June 30, 2024	December 31, 2023	June 30, 2023
Authorized number of shares (thousand shares)	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>
Authorized capital stock	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>	<u>\$ 1,000,000</u>
Number of issued and paid-up shares(thousand shares)	<u>84,451</u>	<u>84,451</u>	<u>76,988</u>
Issued capital stock	<u>\$ 844,511</u>	<u>\$ 844,511</u>	<u>\$ 769,879</u>

The ordinary shares issued have a par value of NT\$10 per share, and each share is entitled to one voting right and the right to receive dividends.

From June 30 to July 25, 2023, holders of convertible corporate bonds converted common capital stock of NT\$3 thousand of the Company. The Board of the Company resolved to set August 21, 2023 as the base day for the capital increase through the conversion of convertible corporate bonds to common shares on August 3, 2023. The alteration registration for the paid-in capital stock of NT\$769,882 thousand was completed on September 13, 2023.

On June 15, 2023, the Company's shareholders' meeting resolved the proposal for the 2022 earnings distribution to distribute share dividends of NT\$74,629 thousand. The alteration registration was completed on September 26, 2023, and the paid-in capital was NT\$844,511 thousand.

(2) Capital surplus

	June 30, 2024	December 31, 2023	June 30, 2023
<u>May be used to offset</u> <u>losses, distribute cash or</u> <u>capitalize on capital</u> <u>stock (a)</u>			
Stock issuance premium	\$ 1,785,173	\$ 1,785,173	\$ 1,785,075
Treasury stock transactions	31,985	31,985	-
The difference between the price and the carrying amount of the subsidiary's equity acquired or disposed of	5,469	5,469	4,859
<u>May not be used for any</u> <u>purpose</u>			
Stock options	<u>65,381</u>	<u>65,381</u>	<u>65,391</u>
	<u>\$ 1,888,008</u>	<u>\$ 1,888,008</u>	<u>\$ 1,855,325</u>

- (a) Such capital surplus may be used to make up for deficits and may be used to distribute cash or capitalize on capital stock when the Company has no losses. However, the capitalization shall be limited to a certain percentage of the Company's paid-in capital each year.
- (3) Retained earnings and dividend policy

According to the earning distribution policy in the Articles of Incorporation, if the Company records earnings from the final account, after paying taxes and compensating cumulative losses according to the law, the Company shall appropriate 10% as the statutory surplus reserve; however, this shall not apply when the statutory surplus reserve has reached the paid-in capital of the Company. For the remaining earnings, the Company shall appropriate or reverse special surplus reserve according to the requirements of laws and regulations. Shall there be remaining balances, the Company shall combine such balances with the cumulated undistributed earnings, and the Board shall prepare the proposal for earning distribution and submit it to the shareholders' meeting for the resolution of distributing dividends and bonuses to shareholders when by way of new share issuance. The Company distributes dividends and bonuses or the entire or partial legal reserve and capital surplus. If by way of cash distribution, the Board is authorized to obtain the consent of over half of the attending Director at a Board meeting attended by over two-thirds of Directors and report it to the shareholders' meeting. For the remuneration distribution policy for employees and Directors stipulated in the Articles of Incorporation of the Company, please refer to Note 29(8) remuneration of employees and remuneration of Directors.

The Company provides a special reserve for the net amount of the deduction of other equity accumulated in the previous period. If the undistributed earnings of the previous period are insufficient for appropriation, items other than the net profit of the period plus net profit after tax shall be included in the undistributed earnings of the period.

The Company is in the F&B service industry and in the growth period within the life cycle of an enterprise. The Company has stable profits and a healthy financial structure; therefore, apart from the requirements of the Company Act and the Articles of Incorporation of the Company, the Company will determine the dividend distribution method each year for earning distribution based on the Company's capital planning and operating achievements. However, the principle is to adopt the policy of stable and balanced dividends, and the Board shall formulate the earning distribution

method (cash dividend or stock dividend) and amount before the annual shareholders' meeting each year based on the business achievements, financial conditions, and capital planning; the ratio of cash dividend shall not be lower than 20% of the total dividend. However, the ratio of cash dividends to shareholders may be adjusted through a resolution made by the shareholders' meeting based on the actual profits and capital requirements of the year.

The legal reserve shall be appropriated until the balance reaches the paid-in capital stock of the Company. The legal reserve may be used to offset losses. If the legal reserve exceeds 25% of the paid-in capital, when the Company has no losses, the portion can be capitalized or distributed in cash.

The appropriations of earnings for 2023 that had been approved in the shareholders' meeting on June 6, 2024, were as follows:

	2023
Legal reserve	\$ 139,439
Legal reserve	\$ 22,794
Cash dividends	\$ 1,232,155
Cash dividend per share (NT\$)	\$ 14.94

The appropriations of earnings for 2022 that had been approved in the shareholders' meeting on June 15, 2023, were as follows:

	2022
Legal reserve	\$ 39,298
Legal reserve	(\$ 9,487)
Cash dividends	\$ 288,545
Stock dividends	\$ 74,629
Cash dividend per share (NT\$)	\$ 3.87
Stock dividend per share (NT\$)	\$ 1

(4) Other equity

Exchange difference for the translation of financial statements of foreign operations

	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Opening balance	(\$ 128,024)	(\$ 105,230)
Effect of retrospective application and retrospective restatement	-	34
Balance after restatement	( 128,024)	( 105,196)
Occurred in the current period		
Translation difference of foreign operations	41,028	( 44,479)
Relevant income tax	( 8,206)	8,889

	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Share of affiliates accounted for using the equity method	121	( 43 )
Relevant income tax	( <u>24</u> )	<u>9</u>
Closing balance	( <u>\$ 95,105</u> )	( <u>\$ 140,820</u> )
(5) Non-controlling interests		
	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Opening balance	\$ 378,063	\$ 414,461
Effect of retrospective application and retrospective restatement	<u>-</u>	<u>1,404</u>
Balance after restatement	378,063	415,865
Net (loss) profit of the period	( 7,240 )	14,196
Other comprehensive income for the period		
Exchange difference for the translation of financial statements of foreign operations	12,558	( 15,542 )
Relevant income tax	( 2,511 )	3,108
Acquisition of non-controlling interests in Hoppime Ltd. (Note 32)	<u>-</u>	<u>165</u>
Closing balance	<u>\$ 380,870</u>	<u>\$ 417,792</u>
(6) Treasury stock		
Reason for recovery	Share transfer to employees (thousand shares)	
Number of shares on January 1, 2024	<u>1,998</u>	
Number of shares on June 30, 2024	<u>1,998</u>	
Number of shares on January 1, 2023	<u>2,359</u>	
Number of shares on June 30, 2023	<u>2,359</u>	

According to the Securities and Exchange Act, the number of shares repurchased by a company shall not exceed 10% of the total issued shares, and the total amount for the repurchased shares shall not exceed the amount of retained earnings plus share issuance premium and realized capital surplus. The Company shall transfer the repurchased shares within five years from the date of repurchase as mentioned above.

If the shares are not transferred within the time limit, the shares shall be deemed as unissued shares of the Company and the alteration registration shall be processed.

The treasury stocks held by the Company may not be pledged in accordance with the Securities and Exchange Act and shall not be entitled to the right to dividend distribution or voting rights. The stocks of the Company held by subsidiaries shall be handled as treasury stocks. Apart from not being able to participate in the capital increase in cash of the Company and the absence of voting rights, the remaining rights are equivalent to those of general shareholders.

28. Income

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
<u>Income from customer contracts</u>				
Income from F&B sales	\$ 5,123,242	\$ 5,178,591	\$10,432,169	\$10,482,456
Revenue from sales of goods	<u>236,428</u>	<u>203,137</u>	<u>579,604</u>	<u>509,294</u>
	<u>\$ 5,359,670</u>	<u>\$ 5,381,728</u>	<u>\$11,011,773</u>	<u>\$10,991,750</u>

(1) Contract balance

	June 30, 2024	December 31, 2023	June 30, 2023	January 1, 2023
Notes receivable and accounts receivable (Note 10)	<u>\$ 493,749</u>	<u>\$ 580,556</u>	<u>\$ 300,718</u>	<u>\$ 452,928</u>
Contract liabilities				
Collection of dining vouchers in advance	\$ 2,764,203	\$ 2,943,030	\$ 2,891,845	\$ 3,153,933
Customer loyalty program	140,692	131,133	117,009	98,093
Good income	<u>7,734</u>	<u>22,798</u>	<u>3,333</u>	<u>32,085</u>
	<u>\$ 2,912,629</u>	<u>\$ 3,096,961</u>	<u>\$ 3,012,187</u>	<u>\$ 3,284,111</u>

(2) Details of income from customer contracts

	For the six months ended June 30, 2024	For the six months ended June 30, 2023
<u>Type of commodity or service</u>		
Fine Dining Business Group	\$ 4,455,059	\$ 4,874,794
Chinese Food Business Group	625,732	580,774
Fast Gourmet Business Group	1,494,329	1,351,243
Hot Pot Business Group	1,709,401	1,558,365
Casual Dining Business Group	1,466,799	1,418,619
Yakiniku Business Group	745,658	701,115
Retail Trade Business Group	<u>514,795</u>	<u>506,840</u>
	<u>\$11,011,773</u>	<u>\$10,991,750</u>

29. Net profits from continuing operations

(1) Interest income

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Bank deposits	\$ 26,354	\$ 20,142	\$ 44,231	\$ 29,002
Imputed interest on deposits	125	120	650	450
	<u>\$ 26,479</u>	<u>\$ 20,262</u>	<u>\$ 44,881</u>	<u>\$ 29,452</u>

(2) Other income

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Lease income	\$ 5,191	\$ 4,002	\$ 10,276	\$ 8,376
Others	15,937	41,416	46,253	55,036
	<u>\$ 21,128</u>	<u>\$ 45,418</u>	<u>\$ 56,529</u>	<u>\$ 63,412</u>

(3) Other gains and losses

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Losses on the disposal of property, plant and equipment	( \$ 13,108 )	( \$ 8,745 )	( \$ 45,574 )	( \$ 14,191 )
Impairment losses	( 2,229 )	( 6,943 )	( 2,229 )	( 6,943 )
Gain (loss) on lease modification	( 661 )	2,689	17,320	9,055
Net foreign currency exchange gain	10,245	9,337	27,610	6,201
Financial liabilities measured at fair value through profit or loss	( 1,330 )	1,400	( 2,450 )	1,190
Others	( 9,870 )	( 10,131 )	( 22,052 )	( 17,814 )
	<u>( \$ 16,953 )</u>	<u>( \$ 12,393 )</u>	<u>( \$ 27,375 )</u>	<u>( \$ 22,502 )</u>

The abovementioned losses on the disposal of property, plant and equipment recognized during the six months ended June 30, 2024 and 2023 were primarily due to the retirement of lease improvements and equipment that have not reached the useful lives resulting from the relocation or closing of partial stores.

(4) Financial cost

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Interest on bank borrowings	\$ 1	\$ 3,208	\$ 8	\$ 7,528
Interest on lease liabilities	21,993	23,945	44,907	47,112
Interest on convertible corporate bonds	3,240	3,075	6,465	3,178
Others	2	2	4	4
	<u>\$ 25,236</u>	<u>\$ 30,230</u>	<u>\$ 51,384</u>	<u>\$ 57,822</u>



(5) Impairment losses of non-financial assets

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Property, plant and equipment (included in other gains and losses)	( \$ 2,229 )	( \$ 5,225 )	( \$ 2,229 )	( \$ 5,225 )
Refundable deposits (included in other gains and losses)	-	( 1,718 )	-	( 1,718 )
	( \$ 2,229 )	( \$ 6,943 )	( \$ 2,229 )	( \$ 6,943 )

(6) Depreciation and amortization

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Summary of depreciation expenses by function				
Operating cost	\$ 179,898	\$ 170,203	\$ 362,477	\$ 336,108
Operating expenses	360,165	354,561	728,859	719,722
	<u>\$ 540,063</u>	<u>\$ 524,764</u>	<u>\$ 1,091,336</u>	<u>\$ 1,055,830</u>
Summary of amortization expenses by function				
Operating expenses	<u>\$ 4,522</u>	<u>\$ 4,117</u>	<u>\$ 8,737</u>	<u>\$ 8,075</u>

(7) Employee benefit expenses

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Short-term employee benefits	\$ 1,545,532	\$ 1,547,526	\$ 3,232,628	\$ 3,153,123
Post-employment benefits (Note 26)				
Defined contribution plan	73,340	66,096	146,983	129,901
Defined benefit plan	189	3,999	5,898	11,265
	73,529	70,095	152,881	141,166
Other employee benefits	<u>273,795</u>	<u>261,643</u>	<u>561,985</u>	<u>502,848</u>
Total employee benefit expenses	<u>\$ 1,892,856</u>	<u>\$ 1,879,264</u>	<u>\$ 3,947,494</u>	<u>\$ 3,797,137</u>
Summary by function				
Operating cost	\$ 803,474	\$ 787,168	\$ 1,638,071	\$ 1,592,114
Operating expenses	1,089,382	1,092,096	2,309,423	2,205,023
	<u>\$ 1,892,856</u>	<u>\$ 1,879,264</u>	<u>\$ 3,947,494</u>	<u>\$ 3,797,137</u>

(8) Remuneration of employees and remuneration of Directors and supervisors

According to the Articles of Incorporation, if the Company records earnings, it shall appropriate 0.1% to 10% as the employee remuneration and no more than 1% of Director remunerations; however, if the Company still has cumulative losses, it shall preserve the amount for compensation. The proposal for employee remuneration and Director remuneration shall be resolved by the Board regarding whether to distribute in stock or cash. The distribution targets may include employees of subsidiaries who fulfill certain conditions, and the results shall be reported to the shareholders' meeting.

The estimated remuneration of employees and remuneration of Directors for the six months ended June 30, 2024 and 2023 are as follows:

Estimation percentage

	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Remuneration of employees	0.1%	0.1%
Remuneration of Directors and supervisors	-	-

Amount

	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Remuneration of employees	\$ 797	\$ 888
Remuneration of Directors and supervisors	-	-

If there is any change in the amount of the annual consolidated financial statements after the publication date, it will be treated as a change in accounting estimates and will be adjusted and accounted for in the following year.

The remuneration of employees and remuneration of Directors for 2023 and 2022 were resolved by the Board on March 7, 2024 and March 23, 2023, respectively, as follows:

Estimation percentage

	2023	2022
Remuneration of employees	0.1%	0.1%
Directors' remuneration	-	-

Amount

	<u>2023</u>	<u>2022</u>
Remuneration of employees	\$ 1,659	\$ 480
Directors' remuneration	-	-

There is no difference between the actual amount of remuneration of employees and remuneration of Directors and supervisors paid for 2023 and 2022 and the amount recognized in the consolidated financial statements for 2023 and 2022.

For information on remuneration of employees and remuneration of Directors resolved by the Board, please visit the "Market Observation Post System (MOPS)" of the Taiwan Stock Exchange for inquiries.

30. Income tax for continuing operations

(1) Income tax recognized in profit or loss

The main components of income tax expense are as follows:

	<u>For the three months ended June 30, 2024</u>	<u>For the three months ended June 30, 2023</u>	<u>For the six months ended June 30, 2024</u>	<u>For the six months ended June 30, 2023</u>
Current income tax				
Occurred in the current period	\$ 80,128	\$ 83,676	\$ 164,866	\$ 167,121
Adjustments for previous years	1,919	-	1,937	-
Deferred income tax				
Occurred in the current period	<u>7,781</u>	<u>5,934</u>	<u>9,527</u>	<u>19,665</u>
Income tax expenses recognized in profit or loss	<u>\$ 89,828</u>	<u>\$ 89,610</u>	<u>\$ 176,330</u>	<u>\$ 186,786</u>

(2) Income tax recognized in other comprehensive income

	<u>For the three months ended June 30, 2024</u>	<u>For the three months ended June 30, 2023</u>	<u>For the six months ended June 30, 2024</u>	<u>For the six months ended June 30, 2023</u>
<u>Deferred income tax</u>				
Occurred in the current period				
- Translation of foreign operations	( \$ <u>3,255</u> )	\$ <u>14,052</u>	( \$ <u>10,741</u> )	\$ <u>12,006</u>
Income tax recognized in other comprehensive income	( \$ <u>3,255</u> )	\$ <u>14,052</u>	( \$ <u>10,741</u> )	\$ <u>12,006</u>

(3) Approval of income tax

The profit-seeking business income tax returns of the Company, WPT, Cheerpin, Wowfresh, and Jiechuang (subsidiaries) up to 2022 have been approved by the tax authorities. Tai Pin Holding Ltd., Hoppime Ltd., and Wowprime Ltd. are registered in Seychelles, Cayman Islands, and Samoa, respectively, and are not subject to income tax. Therefore, they are not subject to profit-seeking business income tax upon approval by the authority. As of June 30, 2024, the subsidiaries in Mainland China have estimated the tax payable liability and income tax expense subject to local laws and regulations.

31. Earnings per share

Unit: NT\$ per share

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Basic earnings per share	<u>\$ 4.24</u>	<u>\$ 4.40</u>	<u>\$ 8.01</u>	<u>\$ 8.96</u>
Diluted earnings per share	<u>\$ 4.16</u>	<u>\$ 4.37</u>	<u>\$ 7.85</u>	<u>\$ 8.85</u>

In the calculation of earnings per share, the impact of the stock grant has been adjusted retrospectively. The base day for the stock grant was set on September 15, 2023. Changes in basic and diluted earnings per share during the three and the six months ended June 30, 2023 due to retrospective adjustment are as follows:

	<u>Before retrospective adjustment</u>		<u>After retrospective adjustment</u>	
	For the three months ended June 30, 2023	For the six months ended June 30, 2023	For the three months ended June 30, 2023	For the six months ended June 30, 2023
Basic earnings per share	<u>\$ 4.84</u>	<u>\$ 9.85</u>	<u>\$ 4.40</u>	<u>\$ 8.96</u>
Diluted earnings per share	<u>\$ 4.80</u>	<u>\$ 9.73</u>	<u>\$ 4.37</u>	<u>\$ 8.85</u>

The earnings and the weighted average number of common shares used in the calculation of earnings per share are as follows:

### Net profit of the period

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Net profit used in the calculation of basic earnings per share	\$ 349,946	\$ 361,346	\$ 660,383	\$ 735,264
Effect of dilutive potential ordinary shares:				
Interest on convertible corporate bonds after tax	2,592	2,460	5,172	2,542
Net valuation loss on financial liabilities measured at fair value through profit or loss	<u>1,330</u>	<u>-</u>	<u>2,450</u>	<u>-</u>
Net profit used in the calculation of diluted earnings per share	<u>\$ 353,868</u>	<u>\$ 363,806</u>	<u>\$ 668,005</u>	<u>\$ 737,806</u>

### Shares

Unit: thousand shares

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Weighted average number of common shares used in the calculation of basic earnings per share	82,453	82,092	82,453	82,092
Effect of dilutive potential ordinary shares:				
Convertible corporate bonds	2,644	1,153	2,644	1,232
Remuneration of employees	<u>3</u>	<u>1</u>	<u>6</u>	<u>4</u>
Weighted average number of common shares used in the calculation of diluted earnings per share	<u>85,100</u>	<u>83,246</u>	<u>85,103</u>	<u>83,328</u>

If the consolidated company may choose to pay employees' remuneration in stock or cash, when calculating the diluted earnings per share, it is assumed that the employee's remuneration will be paid in stock, and the weighted average number of outstanding shares is included when the potential common shares have dilutive effects to calculate diluted earnings per share. The dilutive effect of these potential common shares will also be taken into account when calculating the diluted earnings per share before the resolution of the number of shares to be distributed as the remuneration of employees in the following year.

32. Equity transactions with non-controlling interests

The consolidated company raised capital at a percentage different from its existing ownership percentage on May 30, 2023. Hoppime Ltd. set up and invested in its percentage of ownership, which increased from 78.12% to 78.45%.

The above transactions were accounted for as equity transactions since the consolidated company did not cease to have control over these subsidiaries.

	<u>May 30, 2023</u>
	<u>Hoppime Ltd.</u>
Cash consideration receive (paid)	\$ 175
The proportionate share of the carrying amount of subsidiary's the net assets of the subsidiary transferred from non-controlling interests	( <u>165</u> )
Differences recognized from equity transactions	<u>\$ 10</u>
<u>Line items adjusted for equity transactions</u>	
Capital surplus - difference recognized from subsidiary's equity transactions	<u>\$ 10</u>

33. Information on cash flow

(1) Non-cash transactions

- a. In addition to those disclosed in other notes, the consolidated company conducted the following investing activities with only partial cash receipts and payments for the six months ended June 30, 2024 and 2023:

	<u>For the six months ended June 30, 2024</u>	<u>For the six months ended June 30, 2023</u>
Acquisition of property, plant and equipment		
Increase in property, plant and equipment	\$ 362,414	\$ 421,740
Add: Equipment payments payable at the beginning of the period	277,769	173,305
Decommission liabilities at the beginning of the period	154,974	134,903
Add: Equipment payments payable at the end of the period	( 172,442 )	( 210,755 )
Decommission liabilities at the beginning of the period	( <u>152,585</u> )	( <u>145,059</u> )
Cash paid	<u>\$ 470,130</u>	<u>\$ 374,134</u>

- b. The consolidated company reclassified the prepayments for equipment to property, plant and equipment for the six months ended June 30, 2024 and 2023 in the amount of NT\$58,895 thousand and NT\$42,770 thousand, respectively (see Note 14).

(2) Changes in liabilities from financing activities

For the six months ended June 30, 2024

	January 1, 2024	Cash flows		Non-cash changes			
			New leases	Lease contract remeasurement	Store closing remeasurement	Exchange difference	June 30, 2024
Lease liabilities	<u>\$ 3,819,335</u>	<u>(\$ 641,348)</u>	<u>\$ 336,317</u>	<u>\$ 298,993</u>	<u>(\$ 165,955)</u>	<u>\$ 30,854</u>	<u>\$ 3,678,196</u>

For the six months ended June 30, 2023

	January 1, 2023	Cash flows		Non-cash changes			
			New leases	Lease contract remeasurement	Store closing remeasurement	Exchange difference	June 30, 2023
Lease liabilities	<u>\$ 3,535,893</u>	<u>(\$ 646,209)</u>	<u>\$ 565,287</u>	<u>\$ 175,948</u>	<u>(\$ 72,832)</u>	<u>(\$ 29,283)</u>	<u>\$ 3,528,804</u>

34. Capital risk management

The consolidated company performs capital management to ensure that the enterprises within the Group can maximize shareholder returns by optimizing the balance of debt and equity under the premise of continuing operations. There is no significant change in the consolidated company's overall strategy.

The consolidated company's capital structure consists of the consolidated company's net liabilities (i.e., borrowings less cash and cash equivalents) and equity attributable to the owners of the Company (i.e., capital stock, capital surplus, retained earnings, and other equity).

The consolidated company is not subject to other external capital requirements.

35. Financial instruments

(1) Information on fair value - financial instruments measured at fair value

a. Fair value hierarchy

June 30, 2024

	Level 1	Level 2	Level 3	Total
<u>Financial liabilities measured at fair value through profit or loss</u>				
Interest on options of convertible corporate bonds	<u>\$ -</u>	<u>\$ 6,579</u>	<u>\$ -</u>	<u>\$ 6,579</u>

December 31, 2023

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial liabilities measured at fair value through profit or loss</u>				
Interest on options of convertible corporate bonds	\$ <u>-</u>	\$ <u>4,129</u>	\$ <u>-</u>	\$ <u>4,129</u>

June 30, 2023

	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>	<u>Total</u>
<u>Financial liabilities measured at fair value through profit or loss</u>				
Interest on options of convertible corporate bonds	\$ <u>-</u>	\$ <u>1,960</u>	\$ <u>-</u>	\$ <u>1,960</u>

There were no transfers between Level 1 and Level 2 fair value measurements for the six months ended June 30, 2024 and 2023.

b. Valuation techniques and inputs for Level 2 fair value measurement

<u>Type of financial instrument</u>	<u>Valuation technique and inputs</u>
Interest on options of convertible corporate bonds	Binomial tree convertible bond valuation model: Based on the observable parameters at the end of the period (i.e., duration, conversion price, risk-free interest rate, and risk discount rate), the binomial tree is used for the calculation and valuation.

(2) Type of financial instruments

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
<u>Financial assets</u>			
Financial assets at amortized cost (Note 1)	\$ 7,316,749	\$ 6,831,002	\$ 6,425,861
<u>Financial liabilities</u>			
Measured at fair value through profit or loss			
Interest on options of convertible corporate bonds	6,579	4,129	1,960
Measured at amortized cost (Note 2)	4,413,569	3,418,388	3,905,685



Note 1: The balance includes cash and cash equivalents, financial assets at amortized cost, notes receivable, accounts receivable, other receivables, other financial assets, refundable deposits, and other financial assets at amortized cost.

Note 2: The balance includes short-term borrowings, notes payable, accounts payable, other payables, corporate bonds payable, guarantee deposits received, and other financial liabilities at amortized cost.

(3) Financial risk management objectives and policies

The consolidated company's major financial instruments include cash and cash equivalents, accounts receivable, accounts payable, and lease liabilities. The consolidated company's financial management department provides services for different business departments, coordinates the operations in the domestic and international financial markets, and monitors and manages the financial risks related to the consolidated company's operations through internal risk reporting that analyzes exposures based on the level and breadth of risks. Such risks include market risk (including exchange rate risk and interest rate risk), credit risk and liquidity risk.

a. Market risk

The main financial risks assumed by the consolidated company' due to its operating activities are the risk of changes in foreign currency exchange rates (see (a) below) and the risk of changes in interest rates (see (b) below).

(a) Exchange rate risk

The consolidated company engages in purchases denominated in foreign currencies, which in turn generate monetary assets (bank deposits) and monetary liabilities denominated in non-functional currencies, giving rise to the exchange rate change exposure of the consolidated company.

Please refer to Note 40 for the carrying amount of monetary assets and monetary liabilities denominated in non-functional currencies of the consolidated company (including monetary items denominated in non-functional currencies written off in the consolidated financial statements) on the balance sheet date.

Sensitivity analysis

The consolidated company is mainly affected by fluctuations in the exchange rate of USD.

The following table details the sensitivity analysis of the consolidated company when the exchange rate of NTD (functional currency) increases

and decreases by 1% against the respective relevant foreign currencies. The 1% sensitivity rate is used in the Group's internal reporting of exchange rate risk to key management personnel and represents management's assessment of the reasonable and possible range of changes in foreign currency exchange rates. The positive amount in the following table represents the increase in net profit before tax when NTD depreciates by 1% against the respective relevant currencies; when NTD strengthens by 1% against the respective relevant currencies, the impact on net profit before tax will be the equivalent negative amounts.

	Impact of USD	
	For the six months ended June 30,	For the six months ended June 30,
	2024	2023
Profit or loss	\$ 5,733	\$ 4,683

The consolidated company's sensitivity to exchange rates increased during the current period, mainly due to the appreciation of the U.S. dollar and an increase in bank deposits denominated in USD.

(b) Interest rate risk

As the entities in the consolidated company borrow funds at fixed and floating interest rates at the same time, interest rate risk exposure arises. Regarding the consolidated company's bank deposits, the interest rate of bank deposits has insignificant fluctuation; therefore, the consolidated company's income and operating cash flows are less affected by changes in market interest rates.

The carrying amounts of the consolidated company's financial assets and financial liabilities with exposure to the interest rate risk on the balance sheet date are as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Fair value interest rate risk			
Financial assets	\$ 3,770,512	\$ 3,491,610	\$ 3,543,320
Financial liabilities	4,327,485	4,462,159	4,615,015
Cash flow interest rate risk			
Financial assets	2,547,303	2,228,180	2,089,470

### Sensitivity analysis

The following sensitivity analysis is based on the interest rate risk exposure of non-derivatives on the balance sheet date.

The consolidated company reports an increase or decrease of 0.1% to its management on reasonable risk assessment of changes in interest rate. If other conditions remain unchanged without considering interest capitalization and the interest rate increases by 0.1%, the consolidated company's net profit before tax for the six months ended June 30, 2024 and 2023 will increase by NT\$1,274 thousand and NT\$1,045 thousand, respectively.

#### b. Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations, resulting in a financial loss of the consolidated company. As of the balance sheet date, the consolidated company's maximum credit risk exposure that may arise from a financial loss due to a counterparty's failure to perform its obligations and the consolidated company's provision of financial guarantees is mainly derived from the carrying amount of the financial assets recognized in the consolidated balance sheet.

Counterparties of accounts receivable cover extensive customers in different industries and geographical areas. The Company continuously evaluates the financial condition of customers with accounts receivable.

#### c. Liquidity risk

The consolidated company manages and maintains a sufficient position of cash and cash equivalents to support Group operations and mitigate the impact of cash flow fluctuations. The consolidated company's management supervises the use of bank financing limits and ensures compliance with contract terms.

Bank borrowings are an important source of liquidity for the consolidated company. For the unused financing limit of the consolidated company, please refer to the description of the financing limit below:

### Financing limit

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Unsecured bank overdraft limit (re-examined annually)			
- Used amount	\$ -	\$ 11,550	\$ 449,697
- Unused amount	<u>3,200,025</u>	<u>3,269,705</u>	<u>2,535,423</u>
	<u>\$ 3,200,025</u>	<u>\$ 3,281,255</u>	<u>\$ 2,985,120</u>

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Secured bank overdraft facility			
- Used amount	\$ -	\$ -	\$ -
- Unused amount	<u>222,250</u>	<u>519,240</u>	<u>214,100</u>
	<u>\$ 222,250</u>	<u>\$ 519,240</u>	<u>\$ 214,100</u>

### 36. Related Party Transactions

Transactions, account balances, and income and expenses between the Company and its subsidiaries (affiliates of the Company) have been eliminated on consolidation and are not disclosed in the note. Except for the disclosures in other notes, the transactions between the consolidated company and other related parties are as follows:

#### (1) Name of related party and its relationship

<u>Name of related party</u>	<u>Relationship with the consolidated company</u>
uniEat Co., Ltd.	Subsidiary of affiliates

#### (2) Contract liabilities

<u>Presentation item</u>	<u>Category of related party</u>	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Contract liabilities	uniEat Co., Ltd.	<u>\$ 9,684</u>	<u>\$ 7,273</u>	<u>\$ -</u>

#### (3) Amount due from related parties

<u>Presentation item</u>	<u>Category of related party</u>	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Other receivables	uniEat Co., Ltd.	<u>\$ -</u>	<u>\$ 1,029</u>	<u>\$ -</u>
Accounts receivable	uniEat Co., Ltd.	<u>\$ 9,684</u>	<u>\$ 7,273</u>	<u>\$ -</u>

(4) Amount due to related parties (excluding borrowings from related parties)

Presentation item	Category of related party	June 30, 2024	December 31, 2023	June 30, 2023
Other payables	uniEat Co., Ltd.	<u>\$ 434</u>	<u>\$ -</u>	<u>\$ 66</u>

The balance of the outstanding amount due to related parties is not guaranteed.

(5) Remuneration of key management personnel

	For the three months ended June 30, 2024	For the three months ended June 30, 2023	For the six months ended June 30, 2024	For the six months ended June 30, 2023
Short-term employee benefits	\$ 35,328	\$ 39,612	\$ 74,754	\$ 81,523
Post-employment benefit	<u>246</u>	<u>204</u>	<u>475</u>	<u>436</u>
	<u>\$ 35,574</u>	<u>\$ 39,816</u>	<u>\$ 75,229</u>	<u>\$ 81,959</u>

The remuneration of Directors and other key management personnel is determined by the Remuneration Committee in accordance with individual performance and market trends.

37. Pledged Assets

The following assets have been provided as guarantee deposits to apply for the letter of credit limit from banks and gift voucher performance guarantee:

	June 30, 2024	December 31, 2023	June 30, 2023
Pledged certificate of deposit	\$ 211,940	\$ 204,415	\$ 203,482
Balance of restricted time deposits	755,496	886,727	530,990
Allowance deposit	36,881	35,866	35,458
Investment properties	<u>543,468</u>	<u>536,422</u>	<u>608,788</u>
	<u>\$ 1,547,785</u>	<u>\$ 1,663,430</u>	<u>\$ 1,378,718</u>

38. Significant Contingent Liabilities and Unrecognized Contractual Commitments

In addition to those described in other notes, the material commitments and contingencies of the consolidated company as of the balance sheet date are as follows:

Material commitments

- (1) As of June 30, 2023, the consolidated company had an issued but unused letter of credit of US\$1,195 thousand for the purchase of raw materials.
- (2) The consolidated company's unrecognized contractual commitments are as follows:

	June 30, 2024	December 31, 2023	June 30, 2023
Acquisition of property, plant and equipment	<u>\$ 44,831</u>	<u>\$ 75,082</u>	<u>\$ 23,637</u>

- (3) For the credit limit that the consolidated company applied to banks for selling gift vouchers, as of June 30, 2024 and December 31 and June 30, 2023, the consolidated company had drawn NT\$1,569,276 thousand, NT\$1,770,404 thousand, and NT\$1,575,275 thousand, respectively.

39. Significant subsequent events

To meet operational needs and strengthen international competitiveness, the Company made a capital injection of USD 3.5 million into its U.S. subsidiary, Wowprime USA Holding Corp., in August 2024.

Furthermore, the Company established a new subsidiary, Wowprime Restaurant Concept LLC, in the United States in July 2024 to support its operational requirements.

40. Significant assets and liabilities denominated in foreign currencies

The information below is aggregated and expressed in foreign currencies other than the functional currencies of each entity in the consolidated company. The exchange rates disclosed refer to the exchange rates at which these foreign currencies are converted into functional currency. Significant assets and liabilities denominated in foreign currencies are as follows:

Unit: dollar in foreign currency

June 30, 2024

	Foreign currency	Exchange rate	Carrying amount
Assets denominated in foreign currencies			
<u>Monetary items</u>			
USD	\$ 16,833,416	32.45(USD: NTD)	\$ 546,244
JPY	56,076,248	0.2017(JPY: NTD)	11,311
AUD	796,663	21.52(AUD: NTD)	17,144
RMB	5,997	4.445(RMB: NTD)	27
USD	835,248	7.1268(USD: RMB)	27,104
NTD	3,493,474	0.2250(NTD: RMB)	<u>3,493</u>
			<u>\$ 605,323</u>

December 31, 2023

	<u>Foreign currency</u>	<u>Exchange rate</u>	<u>Carrying amount</u>
Assets denominated in foreign currencies			
<u>Monetary items</u>			
USD	\$ 15,556,145	30.705(USD: NTD)	\$ 477,652
JPY	30,825,865	0.2172(JPY: NTD)	6,695
AUD	494,050	20.98(AUD: NTD)	10,365
RMB	235,636	4.327(RMB: NTD)	1,020
USD	966,636	7.0827(USD: RMB)	29,681
NTD	2,294,273	0.2311(NTD: RMB)	2,294
			<u>\$ 527,707</u>

June 30, 2023

	<u>Foreign currency</u>	<u>Exchange rate</u>	<u>Carrying amount</u>
Assets denominated in foreign currencies			
<u>Monetary items</u>			
USD	\$ 13,851,612	31.14(USD: NTD)	\$ 431,340
USD	1,187,671	7.2258(USD: RMB)	36,984
NTD	7,024,036	0.2335(NTD: RMB)	7,024
JPY	10,848,636	0.215(JPY: NTD)	2,332
			<u>\$ 477,680</u>

The consolidated company is mainly exposed to the exchange rate risk of foreign currencies other than USD. The information below is aggregated and expressed in the functional currencies of entities that hold foreign currencies. The exchange rates disclosed refer to the exchange rates at which these functional currencies are converted into the presentation currency. The significant foreign currency exchange gains and losses (realized and unrealized) are as follows:

Functional currency	For the three months ended June 30, 2024		For the three months ended June 30, 2023	
	Functional currency against presentation currency	Net exchange (loss) gain	Functional currency against presentation currency	Net exchange (loss) gain
NTD	(NTD: NTD)	\$ 10,251	1(NTD: NTD)	\$ 8,250
RMB	(RMB: NTD)	( 6 )	4.282(RMB: NTD)	1,087
		<u>\$ 10,245</u>		<u>\$ 9,337</u>
Functional currency	For the six months ended June 30, 2024		For the six months ended June 30, 2023	
	Functional currency against presentation currency	Net exchange (loss) gain	Functional currency against presentation currency	Net exchange (loss) gain
NTD	(NTD: NTD)	\$ 27,702	1(NTD: NTD)	\$ 5,155
RMB	(RMB: NTD)	( 92 )	4.282(RMB: NTD)	1,046
		<u>\$ 27,610</u>		<u>\$ 6,201</u>

41. Other Disclosures

(1) Material transactions:

- a. Loaning of funds to others. (Table 1)
- b. Providing endorsements/ guarantees to others. (Table 2)
- c. Marketable securities held at the end of the period. (Excluding investments in equity of subsidiaries, affiliates and joint ventures). None
- d. The cumulative amount of the same securities purchased or sold reaches NT\$300 million or 20% of the paid-in capital. None
- e. Acquisition of property at costs of at least NT\$300 million or 20% of the paid-in capital. None
- f. Disposal of property at costs of at least NT\$300 million or 20% of the paid-in capital. None
- g. Purchases from or sales to related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (Table 3)
- h. Amount due from related parties amounting to at least NT\$100 million or 20% of the paid-in capital. (Table 4)
- i. Trading of derivatives. None
- j. Others: Business relationships, significant transactions, and amounts between the parent company and its subsidiaries and between the subsidiaries. (Table 5)

(2) Information on investees. (Table 6)

(3) Information on investments in Mainland China:

- a. Name of investees in Mainland China, principal business, paid-in capital, investment method, capital remittances, shareholding ratio, investment gain or loss, carrying amount of the investment at the end of the period, repatriation of investment gain or loss, and investment limit in Mainland China. (Table 7)
- b. Any of the following significant transactions with investees in Mainland China, either directly or indirectly through third regions, and their prices, payment terms, and unrealized gains or losses: (Table 2)
  - (1) The amount and percentage of purchases and the closing balance and percentage of relevant amounts payable.
  - (2) The amount and percentage of sales and the closing balance and percentage of relevant amounts receivable.
  - (3) The amount of property transactions and the amount of gain or loss arising therefrom.



- (4) Closing balance and purpose of endorsements/ guarantees or collateral provided.
  - (5) The highest balance, closing balance, interest rate range, and total interest for the current period of the capital financing.
  - (6) Other transactions that have a significant impact on the current profit or loss or financial position (i.e., the provision or receipt of services).
- (4) Information on major shareholders: Names of shareholders with a shareholding ratio of more than 5%, the number of shares held, and the ratio. (Table 8)

42. Segment Information

The information is provided to the chief operating decision-maker for allocating resources and evaluating segment performance, with emphasis on each type of product or service delivered or provided. The consolidated company's reporting segments are as follows:

- |                 |  |
|-----------------|--|
| Taiwan          | <ul style="list-style-type: none"> <li>- Wangsteak Western steak</li> <li>- Chamonix French Teppanyaki</li> <li>- ikikKaiseki creative cuisine</li> <li>- Yakiyan Roast meat with original flavors</li> <li>- TASTy Western steak</li> <li>- Tokyia Creative Japanese cuisine</li> <li>- PUTIENSingaporean cuisine</li> <li>- Giguo Hokkaido kombu hot pot</li> <li>- Pinnada Japanese pork chop</li> <li>- 12hotpotShabu-shabu</li> <li>- Others New Teppanyaki cuisine, mala hot pot, roast duck, and Chinese cuisine</li> </ul> |
| Mainland China- | <ul style="list-style-type: none"> <li>- Wangsteak Western steak</li> <li>- TASTy Western steak</li> <li>- Others Creative Kaiseki, Szechuan cuisine, Cantonese dim sum and Japanese cuisine</li> </ul>  |

(1) Segment income and operating results

The following is an analysis of the consolidated company's income and operating results by the reporting segment:

	For the six months ended June 30, 2024		For the six months ended June 30, 2023	
	Segment income	Segment profit or loss	Segment income	Segment profit or loss
Taiwan	\$ 8,923,266	\$ 814,630	\$ 8,386,626	\$ 853,825
Mainland China	<u>2,088,507</u>	( <u>6,122</u> )	<u>2,605,124</u>	<u>69,654</u>
Total amount of continuing operations	<u>\$11,011,773</u>	808,508	<u>\$10,991,750</u>	923,479
Share of profit or loss of affiliates and joint ventures recognized by using the equity method		( 1,686 )		227
Interest income		44,881		29,452
Rental income		10,276		8,376
Losses on the disposal of property, plant and equipment		( 45,574 )		( 14,191 )
Exchange gain or loss		27,610		6,201
Impairment loss		( 2,229 )		( 6,943 )
Financial cost		( 51,384 )		( 57,822 )
(Loss)gains of financial assets and liabilities at fair value through profit or loss		( 2,450 )		1,190
General corporate income		46,253		55,036
General corporate expenses		( <u>4,732</u> )		( <u>8,759</u> )
Net profits before tax		<u>\$ 829,473</u>		<u>\$ 936,246</u>

The segment income reported above is generated from transactions with external customers. There were no inter-segment sales for the six months ended June 30, 2024 and 2023.

Segment gains refer to the profit earned by each segment, excluding the apportionment of administrative costs of the headquarters and Directors' remuneration, the share of profit or loss of affiliates accounted for using the equity method, lease income, interest income, gain or loss from the disposal of property, plant and equipment, net foreign currency exchange gain or loss, financing cost and income tax expenses; the measured amount is provided to the chief operating decision-maker for allocating resources to segments and evaluating their performance.

(2) Total assets of segments

	<u>June 30, 2024</u>	<u>December 31, 2023</u>	<u>June 30, 2023</u>
Taiwan	\$ 11,803,492	\$ 11,682,050	\$ 10,925,021
Mainland China	3,638,805	3,724,093	3,856,484
Unallocated assets	<u>475,607</u>	<u>515,752</u>	<u>504,884</u>
Total assets of segments	<u>\$ 15,917,904</u>	<u>\$ 15,921,895</u>	<u>\$ 15,286,389</u>

All assets other than affiliates are accounted for using the equity method, and deferred income tax assets are allocated to the reporting segments.

Wowprime Corporation and Subsidiaries  
Loaning of Funds to Others  
For the six months ended June 30, 2024

Table 1

Unit: NT\$ thousand

No. (Note 1)	Lender	Borrower	Transaction Items (Note 2)	Related party	Highest amount during the period (Note 3)	Closing balance	Amount drawn down	Interest rate range	Nature of loan (Note 4)	Business transaction amount (Note 5)	Reasons for the necessity of short-term financing (Note 6)	Allowance for bad debt provided	Collateral		Limit of loans to individual borrowers	Total limit of loans	Remarks
													Name	Value			
0	Wowprime Corporation	Wowfresh Corporation	Other receivables	Yes	\$ 100,000	\$ 100,000	\$ -	-	Necessity of short-term financing	\$ 3,165,771	Business transactions	\$ -	-	\$ -	\$ 1,545,512	\$ 1,545,512	7
0	Wowprime Corporation	WPT Restaurant Corporation	Other receivables	Yes	25,000	25,000	-	-	Necessity of short-term financing	-	Operational development	-	-	-	1,545,512	1,545,512	7
1	Wowprime (Beijing) CO., LTD	Wowprime (China) Co., Ltd.	Other receivables	Yes	44,643	44,511	-	-	Necessity of short-term financing	-	Operational development	-	-	-	70,001	70,001	8
2	Wowprime (China) Co., Ltd.	Shanghai Wanxin International Trading Co., Ltd.	Other receivables	Yes	223,215	222,555	-	-	Necessity of short-term financing	-	Operational development	-	-	-	698,068	698,068	9
2	Wowprime (China) Co., Ltd.	Shanghai Hoppime Co., Ltd.	Other receivables	Yes	133,929	133,533	-	-	Necessity of short-term financing	-	Operational development	-	-	-	698,068	698,068	9
2	Wowprime (China) Co., Ltd.	Shanghai Kingcash Co., Ltd.	Other receivables	Yes	44,643	44,511	-	-	Necessity of short-term financing	-	Operational development	-	-	-	698,068	698,068	9

Note 1: The description of the No. column is as follows:

- (1) Fill in “0” for the issuer.
- (2) The investees are numbered sequentially, starting from 1 by each company.

Note 2: If the amounts due from affiliates, amounts due from related parties, transactions with shareholders, prepayments, and provisional payments are in the nature of loans, the column shall be completed.

Note 3: The highest balance of loans to others during the year.

Note 4: Business transactions or the necessity of short-term financing shall be filled in for the nature of loans.

Note 5: If the nature of loans is for business transactions, the business transaction amount shall be specified. The business transaction amount refers to the business transaction amount between the lender and the borrower in the most recent year.

Note 6: If there is a necessity for short-term financing in the nature of loans, the reason for the necessity of loans and the use of the funds by the borrower shall be specified (i.e., repayment of borrowings, purchase of equipment, and working capital).

Note 7: The limit of the loaning of funds to others shall be subject to the Procedures for Loan to Others and Endorsement/Guarantee established by the Company in accordance with Article 36-1 of the Securities and Exchange Act and requirements of the Securities and Futures Bureau of the Ministry of Finance that were approved by the shareholders’ meeting: The Company’s cap of the loaning of funds to others is NT\$3,863,782 thousand (net equity) x 40% = NT\$1,545,512 thousand; in addition, the limit of loans to individual borrowers is NT\$3,863,782 thousand (net equity) x 40% = NT\$1,545,512 thousand.

Note 8: The limit of the loaning of funds to others shall be subject to the Procedures for Loan to Others and Endorsement/Guarantee established by the Company in accordance with Article 36-1 of the Securities and Exchange Act and requirements of the Securities and Futures Bureau of the Ministry of Finance that were approved by the shareholders’ meeting: Wowprime (Beijing) CO., LTD’s cap of the loaning of funds to others is NT\$175,004 thousand (net equity) x 40% = NT\$70,001 thousand; in addition, the limit of loans to individual borrowers is NT\$175,004 thousand (net equity) x 40% = NT\$70,001 thousand.

Note 9: The limit of the loaning of funds to others shall be subject to the Procedures for Loan to Others and Endorsement/Guarantee established by the Company in accordance with Article 36-1 of the Securities and Exchange Act and requirements of the Securities and Futures Bureau of the Ministry of Finance that were approved by the shareholders’ meeting: Wowprime (China) Co., Ltd.’s cap of the loaning of funds to others is NT\$1,745,172 thousand (net equity) x 40% = NT\$698,068 thousand; in addition, the limit of loans to individual borrowers is NT\$1,745,172 thousand (net equity) x 40% = NT\$698,068 thousand.

Wowprime Corporation and Subsidiaries  
Providing Endorsements/ Guarantees to Others  
For the six months ended June 30, 2024

Table 2

Unit: NT\$ thousand, unless otherwise specified

No. (Note 1)	Endorsement/ guarantee provider	Counterparty of endorsements/ guarantees		Endorsement and guarantee limit for a single enterprise (Note 3)	Maximum endorsement/ guarantee balance for the period	Maximum endorsement/ guarantee balance at the end of the period	Amount drawn down	Endorsement/ guarantee amount secured by property	Ratio of accumulated endorsement/ guarantee amount to net worth in the most recent financial statements (%)	Limit of endorsements/ guarantees (Note 3)	Endorsements / guarantees provided by the parent company to subsidiaries	Endorsement / guarantee provided by the subsidiary to the parent company	Endorsements and guarantees provided in Mainland China	Remarks
		Name of company	Relationship (Note 2)											
0	Wowprime Corporation	Wowprime (China) Co., Ltd.	2	\$ 1,545,512	\$ 323,842	\$ 323,842	\$ -	\$ -	8.38%	\$ 1,545,512	Y	N	Y	

Note 1: The description of the No. column is as follows:

(1) Fill in “0” for the issuer.

Note 2: There are seven types of relationships between the endorsement/ guarantee provider and the counterparty of endorsements/ guarantees. Please indicate the type:

- (1) A company with business dealings.
- (2) A company in which the Company directly or indirectly holds more than 50% of the voting shares.
- (3) A company that directly or indirectly holds more than 50% of the voting shares of the Company.
- (4) Between companies in which the Company directly or indirectly holds more than 90% of the voting shares.
- (5) A company that provides mutual insurance between companies in the same industry or co-builders in accordance with the contract for the needs of contracting projects.
- (6) A company that is endorsed and guaranteed by all contributing shareholders in proportion to their shareholding due to a joint investment relationship.
- (7) The peers in the same trade are engaged in joint guarantees for the performance of the pre-sale house sales contract in accordance with the regulations of the Consumer Protection Act.

Note 3: The limit of endorsements/ guarantees provided is NT\$3,863,782 thousand (net equity)  $\times$  40% = NT\$1,545,512 thousand; in addition, the limit of endorsements/ guarantees provided to a single enterprise is NT\$3,863,782 thousand (net equity)  $\times$  40% = NT\$1,545,512 thousand.

Wowprime Corporation and Subsidiaries  
Purchases from or Sales to Related Parties Amounting to at least NT\$100 Million or 20% of the Paid-in Capital  
For the six months ended June 30, 2024

Table 3

Unit: NT\$ thousand, unless otherwise specified

Purchase (sale) company	Counterparty	Relationship	Transaction status				Transaction conditions different from general transactions and reasons (Note 1)		Notes and accounts receivable (payable)		Remarks
			Purchases (sales)	Amount	Percentage to total purchases (sales)	Credit period	Unit price	Credit period	Balance	Percentage to total notes and accounts receivable (payable)	
Wowprime Corporation	Wowfresh Corporation	Subsidiary	Purchases	\$ 354,675	13.90%	Based on the Company's credit period offered to related parties	According to Company's policy	-	Accounts payable (\$ 48,694)	9.87%	Based on the Company's credit period offered to related parties.
Cheerpin Restaurant Corporation	Wowfresh Corporation	Brother	Purchases	141,636	25.54%	Based on the Company's credit period offered to related parties	According to Company's policy	-	Accounts payable (\$ 23,898)	22.30%	Based on the Company's credit period offered to related parties.
Cheerpin Restaurant Corporation	Wowprime Corporation	Subsidiary	Purchases	402,556	72.60%	Based on the Company's credit period offered to related parties	According to Company's policy	-	Accounts payable (\$ 74,096)	69.14%	Based on the Company's credit period offered to related parties.
Wowfresh Corporation	Wowprime Corporation	Subsidiary	Purchases	120,934	17.68%	Based on the Company's credit period offered to related parties	According to Company's policy	-	Accounts payable (\$ 24,083)	18.33%	Based on the Company's credit period offered to related parties.

Note 1: If the related party transaction conditions are different from the general transaction conditions, the difference and the reasons for the difference shall be stated in the unit price and credit period columns.

Note 2: The above transactions with related parties have been written off in the consolidated financial statements.

Wowprime Corporation and Subsidiaries  
Amount Due from Related Parties Amounting to at least NT\$100 Million or 20% of the Paid-in Capital.  
June 30, 2024

Table 4Unit: NT\$ thousand, unless otherwise specified

Companies with amounts receivable accounted for	Counterparty	Relationship	Balance of amount due from related parties	Turnover rate	Overdue amount due from related parties		Subsequent recovery of the amount due from related parties	Loss allowance provided
					Amount	Treating method		
Wowprime (China) Co., Ltd.	Shanghai Hoppime Co., Ltd..	Subsidiary	Other receivables \$ 101,588	(Note 1)	\$ -	—	\$ -	\$ -

Note 1: These are advance payments, and turnover ratio analysis is not applicable.

Wowprime Corporation and Subsidiaries  
Business Relationships, Significant Transactions, and Amounts Between the Parent Company and Its Subsidiaries and Between the Subsidiaries  
For the six months ended June 30, 2024

Table 5 Unit: NT\$ thousand

No. (Note 1)	Trader	Counterparty	Relationship with the trader (Note 2)	Transaction status			
				Item	Amount	Transaction conditions	Percentage to consolidated operating income or total assets (Note 3)
0	Wowprime Corporation	Wowfresh Corporation	1	Purchases	\$ 354,675	—	3.22%
1	Cheerpin Restaurant Corporation	Wowfresh Corporation	3	Purchases	141,636	—	1.29%
1	Cheerpin Restaurant Corporation	Wowprime Corporation	2	Purchases	402,556	—	3.66%
2	Wowfresh Corporation	Wowprime Corporation	2	Purchases	120,934	—	1.10%

Note 1: Information on business transactions between the parent company and its subsidiaries shall be indicated in the No. column. The No. shall be filled in as follows:

- 1. Fill in “0” for the parent company.
- 2. The subsidiaries are numbered sequentially, starting from 1 by each company.

Note 2: There are three types of relationships with traders. Please indicate the type:

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

Note 3: For the calculation of the percentage of the transaction amount to the total consolidated operating income or total assets, in the case of assets and liabilities, it is calculated based on the percentage of closing balance to consolidated total assets; in the case of income, it is calculated based on the percentage of the interim cumulative amount to consolidated total operating income.



Wowprime Corporation and Subsidiaries  
Investees, Location, and Relevant Information  
For the six months ended June 30, 2024

Table 6

Unit: NT\$ thousand, unless otherwise specified; dollar in foreign currencies

Name of investee	Investee	Location	Principal business	Initial investment amount		Held at the end of the period			(Loss) profit of investee for the period	Investment (loss) gain recognized during the period	Remarks
				End of the current period	End of last year	Shares	Percentage (%)	Carrying amount			
Wowprime Corporation	Tai Pin Holding Ltd. (Seychelles)	Seychelles	Investment	\$ 1,679,751	\$ 1,679,751	21,117,134	100%	\$ 1,555,440	( \$ 29,793 )	( \$ 29,793 )	Note 1
	WPT Restaurant Corporation	Taiwan	F&B, F&B management, and relevant consultation	100,000	100,000	10,000,000	100%	84,357	4,678	4,678	Note 1
	Cheerpin Restaurant Corporation	Taiwan	F&B, F&B management, and relevant consultation	300,000	300,000	30,000,000	100%	440,725	85,106	85,106	Note 1
	Wowfresh Corporation	Taiwan	Fresh food trading	500,000	500,000	50,000,000	100%	542,609	31,958	31,958	Note 1
	Jiechuang Investment Co., Ltd	Taiwan	Investment	11,000	11,000	1,100,000	100%	776	( 12 )	( 12 )	Note 1
	DuDoo Ltd. (Cayman)	Cayman Islands	Investment	74,828	74,828	209,497	14.98%	78,538	4,025	( 1,686 )	Note 2
				USD 2,422,872	USD 2,422,872			USD 2,450,125	USD 125,929	( USD 63,630 )	
	Wowprime USA Holding Corp.	USA	Investment	-	-	-	-	-	-	-	Note 3
Jiechuang Investment Co., Ltd	Wei Dao Ltd.	Taiwan	F&B	10,000	10,000	200,000	20%	-	-	-	Note 2
Tai Pin Holding Ltd. (Seychelles)	Hoppime Ltd. (Cayman)	Cayman Islands	Investment	1,596,125	1,596,125	21,854,913	80.44%	1,565,638	( 37,060 )	( 29,811 )	Note 1
				RMB 353,142,895	RMB 353,142,895			RMB 352,224,567	( RMB 8,640,439 )	( RMB 6,950,369 )	
Hoppime Ltd. (Cayman))	Wowprime LTD. (Samoa)	Samoa	Investment	1,290,412	1,290,412	-	100%	1,920,178	( 34,170 )	( 34,170 )	Note 1
				RMB 282,707,111	RMB 282,707,111			RMB 431,986,131	( RMB 7,984,511 )	( RMB 7,984,511 )	

Note 1: The investment gain or loss of investees for the six months ended June 30, 2024 above is recognized according to the financial statements of investees of the same period reviewed by CPAs.

Note 2: The investment gain or loss of investees for the six months ended June 30, 2024 above is recognized according to the financial statements of investees of the same period not reviewed by CPAs.

Note 3: The company completed its registration in April 2024, but has not yet actually remitted the investment funds.

Wowprime Corporation and Subsidiaries  
Information on investments in Mainland China  
For the six months ended June 30, 2024

Table 7 Unit: NT\$ thousand, unless otherwise specified; dollar in foreign currencies

1. Name of Investees in Mainland China, Principal Business, Paid-in capital, Investment Method, Capital Remittances, Shareholding Ratio, Investment Gain or Loss, Carrying Amount of the Investment, Value, and Repatriation of Investment Gain or Loss.

Name of Investees in Mainland China	Principal business	Paid-in capital	Investment method	Accumulated investment amount remitted from Taiwan at the beginning of the period	Investment amount remitted or recovered during the period		Accumulated investment amount remitted from Taiwan at the end of the period	Profit or loss of investee for the period	Shareholding ratio in direct or indirect investments of the Company	Investment (loss) gain recognized during the period (Note 2(2)B.)	Carrying amount of the investment at the end of the period	Repatriated investment gain as of the period
					Remitted	Recovered						
Wowprime (China) Co., Ltd.	F&B, F&B management, and relevant consultation	\$ 894,893 RMB 195,090,404	Note 1(2)	\$ 511,228 USD 17,252,235	\$ -	\$ -	\$ 511,228 USD 17,252,235	( \$ 33,772 ) ( RMB 7,892,242 )	80.44%	( \$ 27,166 ) ( RMB 6,348,519 )	\$ 1,403,816 RMB 315,819,180	\$ 207,023 USD 6,813,742
Wowprime (Beijing) CO., LTD	F&B, F&B management, and relevant consultation	118,608 RMB 24,673,989	Note 1(2)	92,639 USD 3,057,046	-	-	92,639 USD 3,057,046	( 399 ) ( RMB 92,273 )	80.44%	( 321 ) ( RMB 74,225 )	140,773 RMB 31,670,062	15,439 USD 512,838
Shanghai Qunzeyi Enterprise Management Co., Ltd.	F&B management	20,990 RMB 4,800,000	Note 1(2)	- USD -	-	-	- USD -	161 RMB 36,046	80.44%	130 RMB 28,995	2,675 RMB 601,820	-
Shanghai Wanxin International Trading Co., Ltd.	Fresh food trading	23,986 RMB 5,500,000	Note 1(2)	- USD -	-	-	- USD -	( 7,406 ) ( RMB 1,677,725 )	80.44%	( 5,957 ) ( RMB 1,349,562 )	( 45,647 ) ( RMB 10,269,277 )	-
Shanghai Hoppime Co., Ltd	F&B, F&B management, and relevant consultation	86,413 RMB 20,000,000	Note 1(2)	- USD -	-	-	- USD -	2,569 RMB 568,618	80.44%	2,066 RMB 457,396	( 81,157 ) ( RMB 18,258,066 )	-
Shanghai Kingcash Co., Ltd	F&B, F&B management, and relevant consultation	21,895 RMB 5,000,000	Note 1(2)	- USD -	-	-	- USD -	174 RMB 38,929	76.418%	133 RMB 29,748	2,517 RMB 566,278	-

Note 1: Investment methods are divided into the following three types:  
1. Direct investment in Mainland China.  
2. Investment in companies in Mainland China through companies in third regions.  
3. Other means.

Note 2: In the column of investment gain or loss recognized for the period:  
1. Specify if there is no investment gain or loss when it is under preparation.  
2. The recognition basis for investment gain or loss is divided into the following three types, which shall be specified.  
A. Financial statements reviewed and certified by international CPA firms that have cooperative relationships with the CPA firms in the Republic of China.  
B. Financial statements reviewed by the parent company’s CPAs.  
C. Others.

2. Limit of investment in Mainland China:

Accumulated amount of remittance from Taiwan to Mainland China at the end of the period	Amount of investment approved by the Department of Investment Review, Ministry of Economic Affairs	Limit of investments in Mainland China stipulated by the Department of Investment Review, Ministry of Economic Affairs
NTD 603,867 USD 20,309,281	NTD 1,028,522 USD 34,407,913	NTD 2,546,791

Note 3: The limit shall be the higher of the net worth of the investee or 60% of the consolidated net worth stated in the “Regulations Governing the Examination of Investment or Technical Cooperation in Mainland China” issued by the Department of Investment Review on August 29, 2008.

3. Significant transactions with investees in Mainland China directly or indirectly through businesses in a third region: None.

4. Endorsements, guarantees, or collateral provided to investees in Mainland China directly and indirectly through businesses in a third region: Table 2.

5. Direct and indirect financing provided to investees in Mainland China through third regions: Table 1.

6. Other transactions that have a significant impact on the current profit or loss or financial position” None.

Wowprime Corporation and Subsidiaries  
Information on major shareholders  
June 30, 2024

Table 8

Unit: thousand shares

Name of major shareholders	Shares	
	Total Shares Owned	Ownership Percentage
Le Heng Investment Corporation	4,810,300	5.69%

Note 1: The information of major shareholders presented in this exhibit is provided by the Taiwan Depository & Clearing Corporation based on the number of ordinary shares and preferred shares held by shareholders with ownership of 5% or greater, that have been issued without physical registration (including treasury shares) by the Company as of the last business day for the current quarter. The share capital in the consolidated financial statements may differ from the actual number of shares that have been issued without physical registration because of different preparation basis.