

FAR EASTERN DEPARTMENT STORES, LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

Mar. 31, 2024, Dec. 31, 2023 and Mar. 31, 2023

(In thousands of New Taiwan Dollars, Expect Par Value)

Code	Assets	2024/3/31		2023/12/31		2023/3/31	
		Amount	%	Amount	%	Amount	%
	CURRENT ASSETS						
1100	Cash and cash equivalents	\$ 16,245,375	12	\$ 19,957,709	15	\$ 12,481,118	10
1110	Financial assets at fair value through profit or loss - current	79,370	-	83,054	-	280,645	-
1120	Current financial assets at fair value through other comprehensive income	1,082,707	1	951,448	1	847,256	1
1136	Current financial assets at amortized cost	1,696,432	1	1,817,858	1	2,020,768	2
1150	Notes receivable	1,826	-	649	-	1,804	-
1170	Trade receivable	1,432,052	1	1,220,390	1	729,033	1
1180	Trade receivable due from related parties	117,402	-	118,779	-	81,794	-
1200	Other receivables	361,622	-	650,022	-	446,526	-
1220	Current tax assets	2,911	-	2,635	-	2,838	-
130X	Inventories	2,244,377	2	2,107,659	2	2,491,055	2
1410	Prepayments	387,174	-	290,506	-	351,226	-
1470	Other current assets	43,201	-	44,529	-	52,984	-
11XX	Total current assets	<u>23,694,449</u>	<u>17</u>	<u>27,245,238</u>	<u>20</u>	<u>19,787,047</u>	<u>16</u>
	NON-CURRENT ASSETS						
1517	Non-current financial assets at fair value through other comprehensive income	4,752,280	3	4,688,905	4	4,770,494	4
1535	Non-current financial assets at amortized cost	73,000	-	73,000	-	173,200	-
1550	Investments accounted for using the equity method	8,753,457	6	8,540,496	6	9,810,249	8
1600	Property, plant and equipment	32,311,663	23	32,462,952	24	33,099,692	27
1755	Right-of-use assets	57,341,279	40	46,536,255	35	38,902,564	32
1760	Investment properties	9,007,737	6	9,022,885	7	8,959,194	8
1780	Intangible assets	2,385,106	2	2,394,245	2	2,413,982	2
1840	Deferred tax assets	1,355,776	1	348,451	-	536,620	1
1975	Net defined benefit assets	515,471	-	503,364	-	307,597	-
1990	Other non-current assets	1,994,658	2	2,015,247	2	2,016,283	2
15XX	Total non-current assets	<u>118,490,427</u>	<u>83</u>	<u>106,585,800</u>	<u>80</u>	<u>100,989,875</u>	<u>84</u>
1XXX	TOTAL	<u>\$ 142,184,876</u>	<u>100</u>	<u>\$ 133,831,038</u>	<u>100</u>	<u>\$ 120,776,922</u>	<u>100</u>
	LIABILITIES AND EQUITY						
	CURRENT LIABILITIES						
2100	Short-term debts	\$ 12,943,765	9	\$ 11,700,188	9	\$ 11,458,035	9
2110	Short-term notes and bills payable	334,781	-	1,686,518	1	1,437,182	1
2130	Contract liabilities-Current	9,681,312	7	9,615,412	7	9,802,817	8
2150	Notes payable	696	-	1,480	-	3,500	-
2170	Trade payables	13,925,846	10	18,047,911	14	11,550,594	10
2180	Notes and accounts payable to related parties	67,936	-	103,222	-	67,578	-
2200	Other payables	3,654,982	3	4,063,454	3	3,585,867	3
2230	Current tax liabilities	1,159,647	1	932,204	1	912,982	1
2250	Provisions-current	-	-	3,000	-	3,000	-
2280	Lease liabilities - current	2,822,922	2	2,923,309	2	3,114,856	3
2310	Advance receipts	401,060	-	410,335	-	503,843	-
2322	Long-term borrowings – current portion	70,028	-	518,039	1	-	-
2399	Other current liabilities	400,270	-	414,256	-	388,335	-
21XX	Total current liabilities	<u>45,463,245</u>	<u>32</u>	<u>50,419,328</u>	<u>38</u>	<u>42,828,589</u>	<u>35</u>
	NON-CURRENT LIABILITIES						
2540	Long-term borrowings	14,611,371	10	14,562,121	11	12,785,373	11
2550	Provision-non-current	28,787	-	25,729	-	25,557	-
2570	Deferred tax liabilities	3,307,143	2	2,304,264	2	2,343,886	2
2580	Lease liabilities - non-current	39,393,062	28	28,085,073	21	19,792,387	16
2640	Net defined benefit liability	458,206	-	483,823	-	555,769	-
2670	Other non-current liabilities	514,983	1	476,892	-	561,048	1
25XX	Total noncurrent liabilities	<u>58,313,552</u>	<u>41</u>	<u>45,937,902</u>	<u>34</u>	<u>36,064,020</u>	<u>30</u>
2XXX	Total liabilities	<u>103,776,797</u>	<u>73</u>	<u>96,357,230</u>	<u>72</u>	<u>78,892,609</u>	<u>65</u>
	EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY						
	Share Capital						
3110	Ordinary share	<u>14,169,406</u>	<u>10</u>	<u>14,169,406</u>	<u>11</u>	<u>14,169,406</u>	<u>12</u>
3200	Capital surplus	<u>3,343,595</u>	<u>2</u>	<u>3,343,595</u>	<u>2</u>	<u>3,341,051</u>	<u>3</u>
	Retained earnings						
3310	Legal reserve	3,930,366	3	3,930,366	3	3,729,018	3
3320	Special reserve	2,648,051	2	2,648,051	2	2,657,978	2
3350	Unappropriated earnings	2,666,552	2	2,086,045	1	3,586,879	3
3300	Total retained earnings	<u>9,244,969</u>	<u>7</u>	<u>8,664,462</u>	<u>6</u>	<u>9,973,875</u>	<u>8</u>
3400	Other equity	5,480,956	4	5,242,133	4	5,107,282	4
3500	Treasury shares	(97,110)	-	(97,110)	-	(97,110)	-
31XX	Total equity attributable to owners of the Company	32,141,816	23	31,322,486	23	32,494,504	27
36XX	NON-CONTROLLING INTERESTS	<u>6,266,263</u>	<u>4</u>	<u>6,151,322</u>	<u>5</u>	<u>9,389,809</u>	<u>8</u>
3XXX	Total equity	<u>38,408,079</u>	<u>27</u>	<u>37,473,808</u>	<u>28</u>	<u>41,884,313</u>	<u>35</u>
	TOTAL	<u>\$ 142,184,876</u>	<u>100</u>	<u>\$ 133,831,038</u>	<u>100</u>	<u>\$ 120,776,922</u>	<u>100</u>

(Concluded)

FAR EASTERN DEPARTMENT STORES, LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

Year ended Mar. 31, 2024 and 2023

(In thousands of New Taiwan Dollars, Except Par Value)

Code		2024		2023	
		Year ended Mar. 31		Year ended Mar. 31	
		Amount	%	Amount	%
4000	REVENUE	\$ 8,821,079	100	\$ 9,285,620	100
5000	COSTS	<u>3,877,003</u>	<u>44</u>	<u>4,121,446</u>	<u>44</u>
5900	GROSS PROFIT	<u>4,944,076</u>	<u>56</u>	<u>5,164,174</u>	<u>56</u>
	OPERATING EXPENSES				
6100	Selling	211,061	2	196,596	2
6200	General and administrative	3,515,470	40	3,309,006	36
6450	Expected credit loss (Gain)	<u>250</u>	<u>-</u>	<u>6,348</u>	<u>-</u>
6000	Total operating expenses	<u>3,726,781</u>	<u>42</u>	<u>3,511,950</u>	<u>38</u>
6900	OPERATING INCOME	<u>1,217,295</u>	<u>14</u>	<u>1,652,224</u>	<u>18</u>
	NON-OPERATING INCOME AND EXPENSES				
7100	Interest income	49,313	1	42,693	-
7020	Other gains and losses	(3,247)	-	271	-
7050	Finance costs	(379,845)	(4)	(227,141)	(2)
7060	Share of profit (loss) of associates accounted for using equity method	<u>47,630</u>	<u>-</u>	<u>33,984</u>	<u>-</u>
7000	Total Non-operating income and expenses	(<u>286,149</u>)	(<u>3</u>)	(<u>150,193</u>)	(<u>2</u>)
7900	Profit BEFORE INCOME TAX	931,146	11	1,502,031	16
7950	INCOME TAX EXPENSE	<u>218,474</u>	<u>3</u>	<u>330,188</u>	<u>4</u>
8200	NET Profit	<u>712,672</u>	<u>8</u>	<u>\$ 1,171,843</u>	<u>12</u>

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Code		2024		2023	
		Year ended Mar. 31		Year ended Mar. 31	
		Amount	%	Amount	%
	OTHER COMPREHENSIVE INCOME (LOSS)				
	Items that will not be reclassified subsequently to profit or loss:				
8316	Unrealized gain (loss) on investments in equity instruments at fair value through other comprehensive income	\$ 194,634	2	\$ 149,892	2
8320	Share of other comprehensive income of associates accounted for using the equity method	46,233	1	9,319	-
8310		<u>240,867</u>	<u>3</u>	<u>159,211</u>	<u>2</u>
	Items that may be reclassified subsequently to profit or loss:				
8361	Exchange differences on translating the financial statements of foreign operations	(74,439)	(1)	(3,069)	-
8370	Share of other comprehensive (loss) income of associates accounted for using the equity method	55,171	1	9,033	-
8360		(19,268)	-	5,964	-
8300	Other comprehensive income , net of income tax	221,599	3	165,175	2
8500	COMPREHENSIVE INCOME	<u>\$ 934,271</u>	<u>11</u>	<u>\$ 1,337,018</u>	<u>14</u>
8600	NET PROFIT ATTRIBUTED TO :				
8610	Owners of the Company	\$ 578,947	7	\$ 788,174	8
8620	Non-controlling interests	133,725	1	383,669	4
		<u>\$ 712,672</u>	<u>8</u>	<u>\$ 1,171,843</u>	<u>12</u>
8700	CONPREHENSIVE INCOME ATTRIBUTABLE TO :				
8710	Owners of the Company	\$ 819,330	9	\$ 954,934	10
8720	Non-controlling interests	114,941	2	382,084	4
		<u>\$ 934,271</u>	<u>11</u>	<u>\$ 1,337,018</u>	<u>14</u>
	EARNINGS PER SHARE				
9750	Basic	<u>\$ 0.41</u>		<u>\$ 0.56</u>	
9850	Diluted	<u>\$ 0.41</u>		<u>\$ 0.56</u>	

(Concluded)

FAR EASTERN DEPARTMENT STORES, LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

Year ended Mar. 31, 2024 and 2023

(In thousands of New Taiwan Dollars)

Code		2024 Year ended Mar. 31	2023 Year ended Mar. 31
	CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
A00010	Profit before income tax	\$ 931,146	\$ 1,502,031
A20010	Adjustments to reconcile profit(loss)		
A20100	Depreciation expense	1,485,715	1,277,836
A20200	Amortization expense	14,089	14,960
A20300	Expected credit loss (gain) recognized on receivables	250	6,348
A20400	Net loss (gain) on financial assets and liabilities at fair value through profit or loss	3,684	(2,805)
A20900	Finance costs	379,845	227,141
A24600	Loss (gain) on fair value adjustment of investment property	15,587	12,537
A29900	Amortization of prepayments	1,239	1,473
A21200	Interest income	(49,313)	(42,693)
A22300	Share of loss (profit) of associates accounted for using equity method	(47,630)	(33,984)
A22500	Loss (gain) on disposal of property, plant and equipment	5,533	804
A23100	Loss (gain) on disposal of investments	-	529
A23800	Unrealized loss (gain) on physical and slow-moving inventories	3,555	(12,006)
A30000	Net changes in operating assets and liabilities		
A31115	Decrease (increase) in financial assets at fair value through profit or loss, measured at fair value	-	6,393
A31130	Notes receivable	(1,177)	(1,333)
A31150	Accounts receivable	(211,662)	433,299
A31160	Notes and accounts receivable due from related parties	1,377	70,817
A31180	Other receivables	286,948	252,677
A31200	Inventories	(140,273)	(106,123)
A31230	Prepayments	(96,967)	(83,357)
A31240	Other current assets	1,328	3,549
A32125	Contract liability-Current	65,900	(477,122)
A32130	Notes payable	(784)	-
A32150	Accounts payable	(4,122,065)	(5,499,951)

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		2024	2023
Code		Year ended Mar. 31	Year ended Mar. 31
A32160	Notes and accounts payable to related parties	(\$ 35,286)	(\$ 49,281)
A32180	Other payables	(412,444)	(355,991)
A32210	Advance receipts	21,790	35,547
A32230	Other current liabilities	(13,986)	(6,874)
A32240	Net defined benefit assets	(12,107)	(22,268)
A32240	Net defined benefit liabilities	(<u>25,617</u>)	(<u>26,063</u>)
A33000	Cash inflow (outflow) generated from operations	(1,951,325)	(2,873,910)
A33100	Interest received	50,515	40,381
A33300	Interest paid	(371,214)	(214,952)
A33500	Income tax paid	(<u>4,351</u>)	(<u>2,889</u>)
AAAA	Net cash flows from (used in) operating activities	(<u>2,276,375</u>)	(<u>3,051,370</u>)
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES			
B00010	Purchase of financial assets at fair value through other comprehensive income	-	(1,768)
B00020	Proceeds from sale of financial assets at fair value through other comprehensive income	-	1,755
B00040	Purchase of financial assets at amortized cost	(1,028,363)	(1,311,675)
B00050	Proceeds from disposal of financial assets at amortized cost	1,175,101	1,453,843
B02700	Payment of property, plant and equipment	(364,543)	(551,705)
B02800	Proceeds from disposal of property, plant and equipment	1	3
B04500	Acquisition of intangible assets	(3,927)	(15,340)
B05350	Acquisition of Right-of-use assets	-	(1,118)
B05400	Acquisition of investment properties	(439)	(585)
B06700	Decrease (increase) in other non-current assets	<u>38,836</u>	(<u>2,239</u>)
BBBB	Net cash flows from (used in) investing activities	(<u>183,334</u>)	(<u>428,829</u>)
Cash flows from (used in) financing activities			
C00100	Proceeds from short-term borrowings	35,666,549	24,302,569
C00200	Repayments of short-term borrowings	(34,607,705)	(26,583,152)
C00500	Proceeds from short-term bills payable	2,381,000	3,112,451
C00600	Repayments of short-term bills payable	(3,732,737)	(3,266,114)
C01600	Proceeds from long-term borrowings	32,087,911	26,885,373
C01700	Repayments of long-term borrowings	(32,500,000)	(24,950,000)
C04020	Repayment of the principal portion of lease liabilities	(615,152)	(837,037)
C04400	Increase in other non-current liabilities	<u>37,135</u>	<u>39,873</u>
CCCC	Net cash flows from (used in) financing activities	(<u>1,282,999</u>)	(<u>1,296,037</u>)

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<u>Code</u>		2024 Year ended Mar. 31	2023 Year ended Mar. 31
DDDD	Effect of exchange rate changes on cash and cash equivalents	\$ <u>30,374</u>	\$ <u>2,674</u>
EEEE	Net decrease in cash and cash equivalents	(3,712,334)	(4,773,562)
E00100	Cash and cash equivalents at beginning of period	<u>19,957,709</u>	<u>17,254,680</u>
E00200	Cash and cash equivalents at end of period	<u>\$ 16,245,375</u>	<u>\$ 12,481,118</u>

(Concluded)