

FAR EASTERN DEPARTMENT STORES, LTD. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

Jun. 30, 2024, Dec. 31, 2023 and Jun. 30, 2023

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

Code	Assets	2024/6/30		2023/12/31 (Audited)		2023/6/30 (Reviewed)	
		Amount	%	Amount	%	Amount	%
	CURRENT ASSETS						
1100	Cash and cash equivalents	\$ 16,373,449	12	\$ 19,957,709	15	\$ 13,062,888	11
1110	Financial assets at fair value through profit or loss - current	244,610	-	83,054	-	282,403	-
1120	Current financial assets at fair value through other comprehensive income	1,247,867	1	951,448	1	899,148	1
1136	Current financial assets at amortized cost	1,980,977	2	1,817,858	1	2,209,284	2
1150	Notes receivable	1,450	-	649	-	2,924	-
1170	Accounts receivable	1,408,888	1	1,220,390	1	727,496	1
1180	Accounts receivable due from related parties	110,483	-	118,779	-	83,123	-
1200	Other receivables	408,177	-	650,022	-	644,451	-
1220	Current tax assets	3,367	-	2,635	-	1,099	-
130X	Inventories	1,970,534	1	2,107,659	2	2,073,659	2
1410	Prepayments	344,283	-	290,506	-	303,530	-
1470	Other current assets	45,871	-	44,529	-	57,166	-
11XX	Total current assets	24,139,956	17	27,245,238	20	20,347,171	17
	NONCURRENT ASSETS						
1517	Non-current financial assets at fair value through other comprehensive income	5,003,330	4	4,688,905	4	4,923,102	4
1535	Non-current financial assets at amortized cost	73,000	-	73,000	-	73,000	-
1550	Investments accounted for by equity method	8,697,853	6	8,540,496	6	9,561,185	8
1600	Property, plant and equipment	32,052,457	23	32,462,952	24	32,964,424	27
1755	Right-of-use assets	56,615,522	40	46,536,255	35	38,114,027	32
1760	Investment properties	8,989,452	6	9,022,885	7	8,951,674	8
1780	Intangible assets	2,376,071	2	2,394,245	2	2,404,367	2
1840	Deferred tax assets	1,418,740	1	348,451	-	471,669	-
1975	Net defined benefit asset	523,003	-	503,364	-	318,351	-
1990	Other noncurrent assets	2,070,419	1	2,015,247	2	2,059,777	2
15XX	Total noncurrent assets	117,819,847	83	106,585,800	80	99,841,576	83
1XXX	TOTAL	\$ 141,959,803	100	\$ 133,831,038	100	\$ 120,188,747	100
	LIABILITIES AND EQUITY						
	CURRENT LIABILITIES						
2100	Short-term debts	\$ 11,261,744	8	\$ 11,700,188	9	\$ 11,355,523	10
2110	Short-term notes and bills payable	282,964	-	1,686,518	1	994,390	1
2130	Contract liabilities-Current	9,342,778	7	9,615,412	7	9,618,883	8
2150	Notes payable	4,591	-	1,480	-	1	-
2170	Accounts payables	13,017,582	9	18,047,911	14	11,376,276	10
2180	Notes and accounts payable to related parties	57,808	-	103,222	-	82,100	-
2219	Other payables	6,805,497	5	4,063,454	3	5,991,941	5
2230	Current tax liabilities	526,473	1	932,204	1	538,259	-
2250	Provision-current	-	-	3,000	-	3,000	-
2280	Lease liabilities - current	2,814,685	2	2,923,309	2	2,933,739	2
2310	Advance receipts	397,237	-	410,335	-	414,436	-
2322	Long-term borrowings – current portion	273,047	-	518,039	1	-	-
2399	Other current liabilities	402,889	-	414,256	-	388,971	-
21XX	Total current liabilities	45,187,295	32	50,419,328	38	43,697,519	36
	NONCURRENT LIABILITIES						
2540	Long-term borrowings	16,658,821	12	14,562,121	11	13,050,107	11
2550	Provision-noncurrent	28,845	-	25,729	-	25,614	-
2570	Deferred tax liabilities	3,389,919	2	2,304,264	2	2,326,042	2
2580	Lease liabilities - non-current	39,199,865	28	28,085,073	21	19,356,854	16
2640	Net defined benefit liability	449,188	-	483,823	-	459,981	-
2670	Other noncurrent liabilities	514,546	-	476,892	-	507,454	1
25XX	Total noncurrent liabilities	60,241,184	42	45,937,902	34	35,726,052	30
2XXX	Total liabilities	105,428,479	74	96,357,230	72	79,423,571	66
	EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY						
	Share Capital						
3110	Ordinary share	14,169,406	10	14,169,406	11	14,169,406	12
3200	Capital surplus	3,343,595	3	3,343,595	2	3,341,051	3
	Retained earnings						
3310	Legal reserve	4,034,120	3	3,930,366	3	3,930,366	4
3320	Special reserve	1,681,664	1	2,648,051	2	2,648,051	2
3350	Unappropriated earnings	1,803,841	1	2,086,045	1	2,553,059	2
3300	Total retained earnings	7,519,625	5	8,664,462	6	9,131,476	8
3400	Other equity	5,961,109	4	5,242,133	4	5,298,855	4
3500	Treasury stock	(97,110)	-	(97,110)	-	(97,110)	-
31XX	Total equity attributable to owners of the Company	30,896,625	22	31,322,486	23	31,843,678	27
36XX	NON-CONTROLLING INTERESTS	5,634,699	4	6,151,322	5	8,921,498	7
3XXX	Total equity	36,531,324	26	37,473,808	28	40,765,176	34
	TOTAL	\$ 141,959,803	100	\$ 133,831,038	100	\$ 120,188,747	100

(Concluded)

FAR EASTERN DEPARTMENT STORES, LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

From Apr. 1 to June 30, 2024 and 2023, and Year ended June 30, 2024 and 2023

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

Code		From Apr. 1 to June 30, 2024		From Apr. 1 to June 30, 2023		Year ended June 30, 2024		Year ended June 30, 2023	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	REVENUES	\$ 7,848,419	100	\$ 8,252,635	100	\$ 16,669,498	100	\$ 17,538,255	100
5000	COSTS	<u>3,151,766</u>	<u>40</u>	<u>3,381,906</u>	<u>41</u>	<u>7,028,769</u>	<u>42</u>	<u>7,503,352</u>	<u>43</u>
5900	GROSS PROFIT	<u>4,696,653</u>	<u>60</u>	<u>4,870,729</u>	<u>59</u>	<u>9,640,729</u>	<u>58</u>	<u>10,034,903</u>	<u>57</u>
	OPERATING EXPENSES								
6100	Selling	166,381	2	145,808	2	377,442	2	342,404	2
6200	General and administrative	3,571,538	46	3,391,086	41	7,087,008	43	6,700,092	38
6450	Expected credit loss (Gain)	<u>2</u>	<u>-</u>	<u>4,230</u>	<u>-</u>	<u>252</u>	<u>-</u>	<u>10,578</u>	<u>-</u>
6000	Total operating expenses	<u>3,737,921</u>	<u>48</u>	<u>3,541,124</u>	<u>43</u>	<u>7,464,702</u>	<u>45</u>	<u>7,053,074</u>	<u>40</u>
6900	OPERATING INCOME	<u>958,732</u>	<u>12</u>	<u>1,329,605</u>	<u>16</u>	<u>2,176,027</u>	<u>13</u>	<u>2,981,829</u>	<u>17</u>
	NONOPERATING INCOME AND EXPENSES								
7100	Interest income	55,041	1	46,977	1	104,354	1	89,670	1
7010	Other income	2,066	-	4	-	2,066	-	4	-
7020	Other gains and losses	174,437	2	106,885	1	171,190	1	107,156	1
7050	Finance costs	(384,974)	(5)	(225,576)	(3)	(764,819)	(5)	(452,717)	(3)
7060	Share of profit (loss) of associates accounted for using equity method	<u>55,894</u>	<u>1</u>	<u>44,551</u>	<u>1</u>	<u>103,524</u>	<u>1</u>	<u>78,535</u>	<u>-</u>
7000	Total Non-operating income and expenses	(<u>97,536</u>)	(<u>1</u>)	(<u>27,159</u>)	<u>-</u>	(<u>383,685</u>)	(<u>2</u>)	(<u>177,352</u>)	(<u>1</u>)
7900	INCOME BEFORE INCOME TAX	861,196	11	1,302,446	16	1,792,342	11	2,804,477	16
7950	INCOME TAX EXPENSE	<u>221,274</u>	<u>3</u>	<u>253,828</u>	<u>3</u>	<u>439,748</u>	<u>3</u>	<u>584,016</u>	<u>3</u>
8200	NET INCOME	<u>639,922</u>	<u>8</u>	<u>1,048,618</u>	<u>13</u>	<u>1,352,594</u>	<u>8</u>	<u>2,220,461</u>	<u>13</u>
	OTHER COMPREHENSIVE INCOME								
	Components of other comprehensive income that will not be reclassified to profit or loss								
8316	Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	416,210	5	213,717	2	610,844	3	363,609	2
8320	Share of other comprehensive income of associates and joint ventures accounted for using equity method	<u>67,597</u>	<u>1</u>	(<u>11,636</u>)	<u>-</u>	<u>113,830</u>	<u>1</u>	(<u>2,317</u>)	<u>-</u>
8310		<u>483,807</u>	<u>6</u>	<u>202,081</u>	<u>2</u>	<u>724,674</u>	<u>4</u>	<u>361,292</u>	<u>2</u>
	Components of other comprehensive income that will be reclassified to profit or loss								
8361	Other comprehensive income, before tax, exchange differences on translation	(18,450)	-	20,656	-	(92,889)	-	17,587	-
8370	Share of other comprehensive income of associates accounted for using equity method	<u>14,511</u>	<u>-</u>	(<u>34,283</u>)	<u>-</u>	<u>69,682</u>	<u>-</u>	(<u>25,250</u>)	<u>-</u>
8360		(<u>3,939</u>)	<u>-</u>	(<u>13,627</u>)	<u>-</u>	(<u>23,207</u>)	<u>-</u>	(<u>7,663</u>)	<u>-</u>
8300	Total other comprehensive income, net	<u>479,868</u>	<u>6</u>	<u>188,454</u>	<u>2</u>	<u>701,467</u>	<u>4</u>	<u>353,629</u>	<u>2</u>
8500	COMPREHENSIVE INCOME	<u>\$ 1,119,790</u>	<u>14</u>	<u>\$ 1,237,072</u>	<u>15</u>	<u>\$ 2,054,061</u>	<u>12</u>	<u>\$ 2,574,090</u>	<u>15</u>
8600	NET INCOME ATTRIBUTED TO :								
8610	Owners of parent	\$ 538,897	7	\$ 724,056	9	\$ 1,117,844	7	\$ 1,512,230	9
8620	Non-controlling interests	<u>101,025</u>	<u>1</u>	<u>324,562</u>	<u>4</u>	<u>234,750</u>	<u>1</u>	<u>708,231</u>	<u>4</u>
		<u>\$ 639,922</u>	<u>8</u>	<u>\$ 1,048,618</u>	<u>13</u>	<u>\$ 1,352,594</u>	<u>8</u>	<u>\$ 2,220,461</u>	<u>13</u>
8700	CONPREHENSIVE INCOME CONTRIBUTED TO :								
8710	Owners of parent	\$ 1,021,914	13	\$ 907,809	11	\$ 1,841,244	11	\$ 1,862,743	11
8720	Non-controlling interests	<u>97,876</u>	<u>1</u>	<u>329,263</u>	<u>4</u>	<u>212,817</u>	<u>1</u>	<u>711,347</u>	<u>4</u>
		<u>\$ 1,119,790</u>	<u>14</u>	<u>\$ 1,237,072</u>	<u>15</u>	<u>\$ 2,054,061</u>	<u>12</u>	<u>\$ 2,574,090</u>	<u>15</u>
	EARNINGS PER SHARE								
9750	Basic	<u>\$ 0.38</u>		<u>\$ 0.51</u>		<u>\$ 0.79</u>		<u>\$ 1.07</u>	
9850	Diluted	<u>\$ 0.38</u>		<u>\$ 0.51</u>		<u>\$ 0.79</u>		<u>\$ 1.07</u>	

(Concluded)

FAR EASTERN DEPARTMENT STORES, LTD. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

Year ended Jun. 30, 2024 and 2023

(In thousands of New Taiwan Dollars)

C o d e		Year ended June 30, 2024	Year ended June 30, 2023
	CASH FLOWS FROM (USED IN) OPERATING ACTIVITIES		
A00010	INCOME BEFORE INCOME TAX	\$ 1,792,342	\$ 2,804,477
A20010	Adjustments to reconcile profit(loss)		
A20100	Depreciation expense	2,979,528	2,546,944
A20200	Amortization expense	27,632	30,222
A20300	Expected credit loss (gain)	252	1,755
A20400	Net loss (gain) on financial assets or liabilities at fair value through profit or loss	(11,556)	(4,618)
A20900	Finance costs	764,819	452,717
A21200	Interest income	(104,354)	(89,670)
A21300	Dividend revenue	(2,066)	(4)
A22300	Share of loss (profit) of associates accounted for using equity method	(103,524)	(78,535)
A22500	Loss (gain) on disposal of property, plant and equipment, net	6,018	2,001
A29900	Amortization of prepayments	3,185	2,919
A22900	Gain (loss) on modifications of lease	(53,609)	-
A23100	Loss (gain) on disposal of investments	-	494
A23800	Loss for market price decline and obsolete and slow-moving inventories	12,913	(1,302)
A24600	Loss (gain) on change in fair value of investment properties	34,404	20,501
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	(150,000)	6,483
A31130	Notes receivable	(801)	(2,453)
A31150	Accounts receivable	(188,498)	434,798
A31160	Notes and accounts receivable due from related parties	8,296	69,488
A31180	Other receivable	349,320	191,994
A31200	Inventories	124,212	300,569
A31230	Prepayments	(54,411)	(35,553)
A31240	Other current assets	(1,342)	(633)
A32125	Contract liability-current	(272,634)	(661,056)

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C o d e		Year ended June 30, 2024	Year ended June 30, 2023
A32130	Notes payable	\$ 3,111	(\$ 3,499)
A32150	Accounts payable	(5,030,329)	(5,674,269)
A32160	Notes and accounts payable to related parties	(45,414)	(34,759)
A32180	Other payables	(397,579)	(293,100)
A32210	Advance receipts	53,559	(9,166)
A32230	Other current liabilities	(11,367)	(6,238)
A32240	Net defined benefit assets	(19,639)	(33,022)
A32240	Net defined benefit liability	(<u>34,635</u>)	(<u>121,851</u>)
A33000	cash inflow (outflow) generated from operations	(322,167)	(184,366)
A33100	Interests received	102,328	94,435
A33200	Dividend received	33,283	4
A33300	Interests paid	(739,892)	(420,225)
A33500	Income tax returned	28	158
A33500	Income tax paid	(<u>830,213</u>)	(<u>576,163</u>)
AAAA	Net cash flows from (used in) operating activities	(<u>1,756,633</u>)	(<u>1,086,157</u>)
CASH FLOWS FROM (USED IN) INVESTING ACTIVITIES			
B00010	Acquisition of financial assets at fair value through other comprehensive income	-	(6,833)
B00020	Proceeds from disposal of financial assets at fair value through other comprehensive income	-	16,240
B00040	Acquisition of financial assets at amortized cost	(1,453,777)	(2,676,552)
B00050	Proceeds from disposal of financial assets at amortized cost	1,322,210	2,716,848
B01900	Proceeds from disposal of investments accounted for using equity method	6,735	-
B02100	Decrease in prepayments for investments	64,652	63,175
B02700	Acquisition of property, plant and equipment	(575,422)	(1,016,874)
B02800	Proceeds from disposal of property, plant and equipment	82	6
B04500	Acquisition of intangible assets	(4,569)	(16,324)
B05350	Acquisition of Right-of-use assets	(5,900)	(3,850)
B05400	Acquisition of investment properties	(971)	(1,029)
B06700	Increase in other non-current assets	-	(6,812)
B06800	Decrease in other non-current assets	<u>4,566</u>	<u>-</u>
BBBB	Net cash flows from (used in) investing activities	(<u>642,394</u>)	(<u>932,005</u>)
CASH FLOWS FROM (USED IN) FINANCING ACTIVITIES			
C00100	Increase in short-term loans	66,172,797	51,139,623
C00200	Decrease in short-term loans	(66,841,368)	(53,415,624)

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C o d e		Year ended June 30, 2024	Year ended June 30, 2023
C00500	Increase in short-term notes and bills payable	\$ 4,131,000	\$ 6,454,338
C00600	Decrease in short-term notes and bills payable	(5,534,554)	(7,050,793)
C01600	Proceeds from long-term debt	69,735,105	57,050,107
C01700	Repayment of long-term debt	(67,900,000)	(54,850,000)
C04020	Repayment of the principal portion of lease liabilities	(1,009,489)	(1,461,100)
C04300	Increase in other non-current liabilities	33,860	-
C04400	Decrease in other non-current liabilities	-	(14,683)
CCCC	Net cash flows from (used in) financing activities	(1,212,649)	(2,148,132)
DDDD	Effect of exchange rate changes on cash and cash equivalents	27,416	(25,498)
EEEE	Net increase (decrease) in cash and cash equivalents	(3,584,260)	(4,191,792)
E00100	Cash and cash equivalents at beginning of period	19,957,709	17,254,680
E00200	Cash and cash equivalents at end of period	<u>\$ 16,373,449</u>	<u>\$ 13,062,888</u>

(Concluded)