

FAR EASTERN DEPARTMENT STORES, LTD.
BALANCE SHEETS
Dec. 31, 2021 and Dec. 31, 2020
(In thousands of New Taiwan Dollars, Except Par Value)

Code	Assets	2021/12/31		2020/12/31	
		Amount	%	Amount	%
CURRENT ASSETS					
1100	Cash and cash equivalents	\$ 965,361	1	\$ 812,706	1
1147	Current financial assets at amortized cost	25,508	-	25,424	-
1170	Accounts receivable	556,103	1	246,868	-
1180	Accounts receivable due from related parties	91,986	-	75,243	-
1200	Other receivables	280,143	-	255,872	1
130X	Inventories	406,593	1	353,129	1
1410	Prepayments	236,804	-	247,525	-
1470	Other current assets	8,686	-	60,981	-
11XX	Total current assets	<u>2,571,184</u>	<u>3</u>	<u>2,077,748</u>	<u>3</u>
NONCURRENT LIABILITIES					
1517	Non-current financial assets at fair value through other comprehensive income	2,903,935	4	2,845,620	4
1550	Investments accounted for by equity method	21,086,222	27	20,054,557	26
1600	Property, plant and equipment	17,627,670	22	18,176,915	23
1755	Right-of-use assets	23,901,501	31	24,929,817	32
1761	Investment property	9,067,580	12	9,023,303	11
1780	Intangible assets	59,660	-	69,628	-
1840	Deferred tax assets	80,496	-	80,218	-
1975	Net defined benefit asset	196,701	-	205,863	-
1990	Other noncurrent assets	514,881	1	562,571	1
15XX	Total noncurrent assets	<u>75,438,646</u>	<u>97</u>	<u>75,948,492</u>	<u>97</u>
1XXX	TOTAL	<u>\$ 78,009,830</u>	<u>100</u>	<u>\$ 78,026,240</u>	<u>100</u>
LIABILITIES AND EQUITY					
CURRENT LIABILITIES					
2100	Short-term debts	\$ 4,800,000	6	\$ 4,650,000	6
2110	Short-term notes and bills payable	1,549,515	2	2,449,280	3
2130	Contract liabilities-Current	3,938,860	5	3,202,942	4
2170	Accounts and notes payables	4,237,424	6	3,822,290	5
2180	Notes and accounts payable to related parties	50,629	-	49,983	-
2200	Other payables	1,664,367	2	1,827,132	3
2230	Current tax liabilities	101,329	-	111,095	-
2280	Current lease liabilities	945,167	1	941,237	1
2310	Advance receipts	202,282	1	243,905	-
2322	Long-term borrowings – current portion	-	-	299,933	1
2399	Other current liabilities	160,013	-	128,603	-
21XX	Total current liabilities	<u>17,649,586</u>	<u>23</u>	<u>17,726,400</u>	<u>23</u>
NONCURRENT LIABILITIES					
2540	Long-term borrowings	13,949,720	18	12,999,828	16
2570	Deferred tax liabilities	2,132,730	2	2,183,467	3
2580	Lease liabilities - non-current	13,145,744	17	13,844,089	18
2670	Other noncurrent liabilities	83,420	-	78,536	-
25XX	Total noncurrent liabilities	<u>29,311,614</u>	<u>37</u>	<u>29,105,920</u>	<u>37</u>
2XXX	Total liabilities	<u>46,961,200</u>	<u>60</u>	<u>46,832,320</u>	<u>60</u>
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY					
Share Capital					
3110	Ordinary share	14,169,406	18	14,169,406	18
3200	Capital surplus	3,340,982	4	3,338,791	4
Retained earnings					
3310	Legal reserve	3,611,319	5	3,424,615	4
3320	Special reserve	2,619,569	3	2,709,263	4
3350	Unappropriated earnings	2,216,433	3	2,695,084	3
3300	Total retained earnings	<u>8,447,321</u>	<u>11</u>	<u>8,828,962</u>	<u>11</u>
3400	Other equity	5,188,031	7	4,953,871	7
3500	Treasury stock	(97,110)	-	(97,110)	-
3XXX	Total equity	<u>31,048,630</u>	<u>40</u>	<u>31,193,920</u>	<u>40</u>
TOTAL		<u>\$ 78,009,830</u>	<u>100</u>	<u>\$ 78,026,240</u>	<u>100</u>

(Conclude)

FAR EASTERN DEPARTMENT STORES, LTD
Statement of comprehensive income
Year ended Dec. 31, 2021 and 2020
(In thousands of New Taiwan Dollars, Except Par Value)

Code		2021		2020	
		Year ended Dec. 31		Year ended Dec. 31	
		Amount	%	Amount	%
4000	REVENUES	\$ 10,013,982	100	\$ 11,037,055	100
5000	COSTS	<u>3,918,627</u>	<u>39</u>	<u>4,405,831</u>	<u>40</u>
5900	GROSS PROFIT	<u>6,095,355</u>	<u>61</u>	<u>6,631,224</u>	<u>60</u>
	OPERATING EXPENSES				
6100	Selling	374,713	4	355,331	3
6200	General and administrative	3,973,921	40	4,288,347	39
6450	Expected credit loss (Gain)	<u>2,535</u>	<u>-</u>	<u>801</u>	<u>-</u>
6000	Total operating expenses	<u>4,351,169</u>	<u>44</u>	<u>4,644,479</u>	<u>42</u>
6900	OPERATING INCOME	<u>1,744,186</u>	<u>17</u>	<u>1,986,745</u>	<u>18</u>
	NONOPERATING INCOME AND EXPENSES				
7100	Interest income	130	-	933	-
7010	Other income	201,956	2	181,578	2
7020	Other gains and losses	(342,600)	(3)	65,005	-
7050	Finance costs	(438,433)	(4)	(466,377)	(4)
7070	Share of profit (loss) of subsidiaries and associates accounted for using equity method	<u>221,348</u>	<u>2</u>	<u>462,395</u>	<u>4</u>
7000	Total Non-operating income and expenses	(<u>357,599</u>)	(<u>3</u>)	<u>243,534</u>	<u>2</u>
7900	INCOME BEFORE INCOME TAX	1,386,587	14	2,230,279	20
7950	INCOME TAX EXPENSE	<u>178,487</u>	<u>2</u>	<u>291,140</u>	<u>2</u>
8200	NET INCOME	<u>1,208,100</u>	<u>12</u>	<u>1,939,139</u>	<u>18</u>

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Code		2021		2020	
		Year ended Dec. 31		Year ended Dec. 31	
		Amount	%	Amount	%
	OTHER COMPREHENSIVE INCOME				
8310	Components of other comprehensive income that will not be reclassified to profit or loss				
8311	Gains (losses) on remeasurements of defined benefit plans	(\$ 30,278)	-	(\$ 71,053)	(1)
8316	Unrealised gains (losses) from investments in equity instruments measured at fair value through other comprehensive income	58,315	-	(255,429)	(2)
8330	Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income	171,943	2	(109,861)	(1)
8349	Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	<u>6,055</u>	<u>-</u>	<u>14,211</u>	<u>-</u>
		<u>206,035</u>	<u>2</u>	(<u>422,132</u>)	(<u>4</u>)
8360	Components of other comprehensive income that will be reclassified to profit or loss				
8380	Share of other comprehensive income of subsidiaries and associates accounted for using equity method	(<u>2,981</u>)	<u>-</u>	<u>8,734</u>	<u>-</u>
		(<u>2,981</u>)	<u>-</u>	<u>8,734</u>	<u>-</u>
8300	Other comprehensive income for the year, net of income tax	<u>203,054</u>	<u>2</u>	(<u>413,398</u>)	(<u>4</u>)
8500	TOTAL COMPREHENSIVE INCOME FOR THE YEAR	<u>\$ 1,411,154</u>	<u>14</u>	<u>\$ 1,525,741</u>	<u>14</u>
	EARNINGS PER SHARE				
9750	Basic	<u>\$ 0.86</u>		<u>\$ 1.38</u>	
9850	Diluted	<u>\$ 0.86</u>		<u>\$ 1.37</u>	

(Concluded)

FAR EASTERN DEPARTMENT STORES, LTD.

STATEMENTS OF CASH FLOWS

Year ended Dec. 31, 2021 and 2020

(In thousands of New Taiwan Dollars)

Code		2021 Year ended Dec. 31	2020 Year ended Dec. 31
	CASH FLOWS FROM OPERATING ACTIVITIES		
A00010	INCOME BEFORE INCOME TAX	\$ 1,386,587	\$ 2,230,279
A20010	Adjustments to reconcile profit(loss)		
A20100	Depreciation expense	1,972,608	2,034,760
A20200	Amortization expense	42,530	50,182
A20300	Expected credit loss (gain)	2,535	801
A29900	Amortization of prepayments	1,721	1,576
A20900	Finance costs	438,433	466,377
A22400	Share of loss (profit) of subsidiaries and associates accounted for using equity method	(221,348)	(462,395)
A21200	Interest income	(130)	(933)
A21300	Dividend income	(201,956)	(181,578)
A22500	Loss (gain) on disposal of property, plant and equipment, net	2,199	5,157
A22700	Loss (gain) on disposal of Investment property, net	335	116
A23700	Impairment loss on of Intangible assets	437,462	6,307
A24600	Loss (gain) on change in fair value of investment properties	(42,435)	(19,544)
A29900	Lease liabilities concessions	(170,191)	(113,828)
A30000	Net changes in operating assets and liabilities		
A31130	Notes receivable	-	3
A31150	Accounts receivable	(311,850)	98,078
A31160	Notes and accounts receivable due from related parties	(16,743)	4,291
A31180	Other receivable	(24,191)	23,407
A31200	Inventories	(53,464)	159,847
A31230	Prepayments	10,721	(31,839)
A31240	Other current assets	52,295	3,826
A32125	Contract liability-Current	735,918	178,416
A32150	Accounts payable	415,134	210,254
A32160	Accounts payable to related parties	646	(6,960)
A32180	Other payables	22,485	31,563
A32210	Advance receipts	29,475	145,551
A32230	Other current liabilities	31,410	(25,885)
A32240	Net defined benefit liability	(21,116)	(42,881)
A33000	Cash inflow (outflow) generated from operations	4,519,070	4,764,948

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C o d e		2021 Year ended Dec. 31	2020 Year ended Dec. 31
A33300	Interests paid	(\$ 411,284)	(\$ 445,758)
A33100	Interests received	130	933
A33200	Dividends received	625,330	321,015
A33500	Income taxes paid	(<u>233,213</u>)	(<u>296,462</u>)
AAAA	Net cash flows from (used in) operating activities	<u>4,500,033</u>	<u>4,344,676</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
B00040	Acquisition of financial assets at amortized cost	(25,508)	(25,424)
B00050	Proceeds from disposal of financial assets at amortized cost	25,424	25,271
B01800	Acquisition of investments accounted for using equity method	(1,500,000)	-
B02700	Acquisition of property, plant and equipment	(572,647)	(760,367)
B02800	Proceeds from disposal of property, plant and equipment	89	484
B05400	Acquisition of investment properties	(2,177)	(6,819)
B06800	Increase (decrease) in other non-current assets	46,642	(55,669)
B05350	Acquisition of Right-of-use assets	(117,836)	(97,504)
B04500	Acquisition of intangible assets	(<u>22,465</u>)	(<u>27,035</u>)
BBBB	Net cash flows from (used in) investing activities	<u>(2,168,478)</u>	<u>(947,063)</u>
CASH FLOWS FROM FINANCING ACTIVITIES			
C00100	Increase in short-term loans	58,270,000	73,550,000
C00200	Decrease in short-term loans	(58,120,000)	(73,900,000)
C00500	Increase in short-term notes and bills payable	12,916,598	26,283,806
C00600	Decrease in short-term notes and bills payable	(13,816,363)	(26,333,838)
C01600	Proceeds from long-term debt	133,249,959	111,250,004
C01700	Repayment of long-term debt	(132,600,000)	(112,250,000)
C04020	Payments of lease liabilities	(527,684)	(570,201)
C04300	Increase in other non-current liabilities	4,884	(21,978)
C04500	Dividends paid	(<u>1,556,294</u>)	(<u>1,131,061</u>)
CCCC	Net cash flows from (used in) financing activities	<u>(2,178,900)</u>	<u>(3,123,268)</u>
EEEE	Net increase (decrease) in cash and cash equivalents	152,655	274,345
E00100	Cash and cash equivalents at beginning of period	<u>812,706</u>	<u>538,361</u>
E00200	Cash and cash equivalents at end of period	<u>\$ 965,361</u>	<u>\$ 812,706</u>

(Concluded)