

**CHAILEASE HOLDING COMPANY LIMITED  
AND SUBSIDIARIES**

**Consolidated Financial Statements**

**With Independent Auditors' Review Report  
For the Three Months Ended March 31, 2021 and 2020**

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

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## Independent Auditors' Review Report

To the Board of Directors of Chailease Holding Company Limited:

### Introduction

We have reviewed the accompanying consolidated balance sheets of the Chailease Holding Company Limited (the "Company") and its subsidiaries (together referred to as the "Group") as of March 31, 2021 and 2020, the related consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2021 and 2020, and notes to the consolidated financial statements, including a summary of significant accounting policies. The management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standards 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our review.

### Scope of Review

We conducted our reviews in accordance with Statement of Auditing Standards 65, "Review of Financial Information Performed by the Independent Auditor of the Entity." A review of the consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the generally accepted auditing standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.



## Conclusion

Based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of March 31, 2021 and 2020, and of its consolidated financial performance and its consolidated cash flows for the three months ended March 31, 2021 and 2020 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the review resulting in this independent auditors’ review report are Wan-Wan Lin and Shu-Min Hsu.

KPMG

Taipei, Taiwan (Republic of China)  
May 13, 2021

## Notes to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial statements of financial position, financial performance and cash flows in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and with the International Financial Reporting Standards, International Accounting Standards, interpretation as well as related guidance endorsed by the Financial Supervisory Commission of the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to review such consolidated financial statements are those generally accepted and applied in the Republic of China.

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**CHALEASE HOLDING COMPANY LIMITED AND SUBSIDIARIES**

**CONSOLIDATED BALANCE SHEETS**

**March 31, 2021, December 31, 2020, and March 31, 2020**

(Amounts Expressed in Thousands of New Taiwan Dollars)

		2021.3.31		2020.12.31		2020.3.31				2021.3.31		2020.12.31		2020.3.31	
Assets		Amount	%	Amount	%	Amount	%	LIABILITIES AND EQUITY		Amount	%	Amount	%	Amount	%
Current assets :		Current Liabilities :													
1100	Cash and cash equivalents (Notes (6)(a) and (7))	\$ 33,258,201	5	32,796,805	6	29,939,568	6	2100	Short-term borrowings (Notes (6)(k), (7) and (8))	\$ 57,761,181	9	56,025,737	9	63,756,914	12
1110	Current financial assets at fair value through profit or loss	1,124,019	-	821,296	-	136,852	-	2110	Short-term notes and bills payable (Notes (6)(j) and (8))	86,464,292	14	83,998,707	14	76,472,276	15
	(Note (6)(b))							2126	Current financial liabilities for hedging (Note (6)(c))	876,561	-	1,402,120	-	191,264	-
1136	Current financial assets at amortized cost (Note (6)(b) and (7))	17,273,258	3	14,418,945	2	12,911,894	2	2170	Accounts and notes payable	4,304,990	1	6,826,884	1	4,894,711	1
1139	Current financial assets for hedging (Notes (6)(b) and (6)(c))	8,710	-	118,697	-	568,945	-	2230	Current tax liabilities	4,431,519	1	3,011,666	1	2,732,264	1
1170	Accounts receivable, net (Notes (6)(d), (7) and (8))	381,146,235	63	375,719,022	63	322,340,693	63	2280	Current lease liabilities (Note (6)(m) and (7))	994,690	-	949,959	-	922,121	-
1476	Other current financial assets (Notes (7) and (8))	6,695,727	1	5,524,900	1	8,371,258	2	2305	Other current financial liabilities (Notes (7))	56,814,719	9	55,729,072	9	44,508,706	9
1479	Other current assets (Notes (6)(c))	9,131,640	2	8,584,757	2	6,789,082	1	2320	Long-term liabilities, current portion						
		448,637,790	74	437,984,422	74	381,058,292	74		(Note (6)(k), (6)(l), (7) and (8))	162,590,366	27	163,482,916	28	141,623,529	27
Non-current assets :								2399	Other current liabilities	4,538,332	1	4,640,995	1	3,348,315	1
1510	Non-current financial assets at fair value through profit or loss	28,029	-	28,147	-	19,571	-			378,776,650	62	376,068,056	63	338,450,100	66
	(Note (6)(b))							Non-current Liabilities :							
1517	Non-current financial assets at fair value through other comprehensive income (Note (6)(b))	839,106	-	828,361	-	760,904	-	2530	Bonds payable (Notes (6)(l))	20,079,274	3	19,871,998	3	16,239,495	3
								2540	Long-term borrowings (Notes (6)(k), (7) and (8))	94,256,772	15	84,797,353	14	71,090,332	13
1535	Non-current financial assets at amortized cost (Note (6)(b))	4,236,023	1	4,279,012	1	2,970,076	1	2570	Deferred tax liabilities (Note 6(o))	3,487,762	1	3,005,005	1	2,890,210	1
1530	Non-current financial assets for hedging(Note(6)(b) and (6)(c))	140,185	-	-	-	-	-	2580	Non-current lease liabilities (Note (6)(m) and (7))	3,402,888	1	3,272,489	1	2,891,264	1
1550	Investments accounted for using equity method	1,776,265	-	1,807,241	-	1,917,574	-	2600	Other non-current liabilities (Note (6)(n))	5,048,969	1	6,330,063	1	6,766,102	1
	(Note (6)(f))									126,275,665	21	117,276,908	20	99,877,403	19
1600	Property, plant and equipment (Notes (6)(g), (7) and (8))	45,584,038	7	44,043,357	7	36,387,063	7	Total Liabilities		505,052,315	83	493,344,964	83	438,327,503	85
1755	Right-of-use assets (Notes(6)(h) and (7))	4,361,347	1	4,197,210	1	3,791,306	1	Equity attributable to owners of the Company : (Note (6)(p))							
1780	Intangible assets (Note (6)(i))	96,704	-	97,776	-	74,616	-	3110	Ordinary share	13,813,280	2	13,813,280	3	13,282,000	3
1840	Deferred tax assets (Note (6)(o))	4,124,695	1	4,121,825	1	3,474,691	1	3120	Preferred share	1,500,000	-	1,500,000	-	-	-
1930	Long-term accounts receivable, net (Notes (6)(d), (7) and (8))	98,280,156	16	94,146,913	16	83,294,221	16	3200	Capital surplus	30,898,187	5	30,883,964	5	17,379,467	3
1995	Other non-current assets (Notes (7) and (8))	1,650,200	-	1,789,570	-	1,153,941	-	3320	Special reserve	3,283,275	1	3,283,275	1	2,095,945	-
		161,116,748	26	155,339,412	26	133,843,963	26	3350	Unappropriated retained earnings	54,292,902	9	49,322,515	8	44,210,793	9
								3400	Other equity items	(3,627,944)	(1)	(3,307,294)	(1)	(4,538,084)	(1)
								Total equity attributable to owners of the Company		100,159,700	16	95,495,740	16	72,430,121	14
								36XX	Non-controlling interests	4,542,523	1	4,483,130	1	4,144,631	1
								Total equity		104,702,223	17	99,978,870	17	76,574,752	15
TOTAL ASSETS		\$ 609,754,538	100	593,323,834	100	514,902,255	100	TOTAL LIABILITIES AND EQUITY		\$ 609,754,538	100	593,323,834	100	514,902,255	100

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

**CHAILEASE HOLDING COMPANY LIMITED AND SUBSIDIARIES**

**CONSOLIDATED STATEMENTS OF PROFIT OR LOSS  
AND OTHER COMPREHENSIVE INCOME**

**For the Three Months Ended March 31, 2021 and 2020**

**(Amounts Expressed in Thousands of New Taiwan Dollars)**

		For the three months ended March 31,			
		2021		2020	
		Amount	%	Amount	%
	<b>Operating revenues: (Note (7))</b>				
4111	Sales revenue	\$ 1,149,721	7	800,787	6
4810	Interest revenue - installment sales	3,065,227	18	2,588,410	19
4820	Interest revenue - capital leases	5,996,221	36	4,946,477	35
4300	Rental revenue - operating leases	1,070,893	6	906,840	7
4230	Interest revenue - loans	1,430,599	9	1,259,079	9
4240	Other interest revenue	1,921,212	11	1,460,910	10
4881	Other operating revenue	2,125,149	13	1,980,014	14
		<u>16,759,022</u>	<u>100</u>	<u>13,942,517</u>	<u>100</u>
	<b>Operating costs: (Note (7))</b>				
5111	Cost of sales	706,846	4	424,288	3
5240	Interest expense	2,290,449	14	2,241,902	16
5300	Cost of rental revenue	774,967	5	634,697	5
5800	Other operating costs	875,733	5	687,127	5
		<u>4,647,995</u>	<u>28</u>	<u>3,988,014</u>	<u>29</u>
	<b>Gross profit from operation</b>	<u>12,111,027</u>	<u>72</u>	<u>9,954,503</u>	<u>71</u>
6400	<b>Operating expenses (Note (7))</b>	3,158,870	19	2,942,298	21
6450	<b>Expected credit loss (Note (6)(d))</b>	1,559,984	9	1,661,421	12
6500	<b>Net other income and expenses (Note (6)(s))</b>	<u>137,166</u>	<u>1</u>	<u>66,768</u>	<u>-</u>
	<b>Operating profit</b>	<u>7,529,339</u>	<u>45</u>	<u>5,417,552</u>	<u>38</u>
	<b>Non-operating income and expenses:</b>				
7100	Interest income	56,329	-	38,464	-
7020	Other gains and losses (Note (6)(t) and (7))	421,774	3	343,097	3
7060	Share of (loss) profit of associates and joint ventures accounted for using equity method (Note (6)(f))	(2,531)	-	(42,181)	-
		<u>475,572</u>	<u>3</u>	<u>339,380</u>	<u>3</u>
7900	<b>Profit before income tax</b>	<u>8,004,911</u>	<u>48</u>	<u>5,756,932</u>	<u>41</u>
7950	Less: Income tax expenses (Note (6) (o))	<u>2,792,207</u>	<u>17</u>	<u>1,656,885</u>	<u>12</u>
	<b>Profit for the period</b>	<u>5,212,704</u>	<u>31</u>	<u>4,100,047</u>	<u>29</u>
	<b>Other comprehensive income (loss):</b>				
8310	<b>Components of other comprehensive income that will not be reclassified to profit or loss</b>				
8316	Unrealized gain (loss) from investments in equity instruments measured at fair value through other comprehensive income	17,380	-	(137,474)	(1)
8349	Less: Income tax related to components that will not be reclassified to profit or loss (Note (6)(o))	-	-	-	-
	<b>Total components of other comprehensive income that will not be reclassified to profit or loss</b>	<u>17,380</u>	<u>-</u>	<u>(137,474)</u>	<u>(1)</u>
8360	<b>Components of other comprehensive income (loss) that will be reclassified to profit or loss</b>				
8361	Exchange differences on translation	(675,384)	(4)	(873,110)	(6)
8368	Gains (losses) on hedging instrument	132,299	1	(555,859)	(4)
8370	Share of other comprehensive income of associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss	(16,184)	-	(1,728)	-
8399	Less: Income tax related to components of other comprehensive income that will be reclassified to profit or loss (Note (6)(o))	(13,239)	-	(30,836)	-
	<b>Total components of other comprehensive income that will be reclassified to profit or loss</b>	<u>(546,030)</u>	<u>(3)</u>	<u>(1,399,861)</u>	<u>(10)</u>
	<b>Other comprehensive income (net of tax)</b>	<u>(528,650)</u>	<u>(3)</u>	<u>(1,537,335)</u>	<u>(11)</u>
8500	<b>Total comprehensive income for the period</b>	<u>\$ 4,684,054</u>	<u>28</u>	<u>2,562,712</u>	<u>18</u>
	<b>Profit attributable to:</b>				
8610	Owners of the Company	\$ 4,970,387	30	3,922,968	28
8620	Non-controlling interests	242,317	1	177,079	1
		<u>\$ 5,212,704</u>	<u>31</u>	<u>4,100,047</u>	<u>29</u>
	<b>Comprehensive income attributable to:</b>				
8710	Owners of the Company	\$ 4,649,737	28	2,668,159	19
8720	Non-controlling interests	34,317	-	(105,447)	(1)
		<u>\$ 4,684,054</u>	<u>28</u>	<u>2,562,712</u>	<u>18</u>
9750	<b>Basic earnings per share (NT dollars) (Note (6)(q))</b>	<u>\$ 3.60</u>		<u>2.84</u>	

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

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
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**CHAILEASE HOLDING COMPANY LIMITED AND SUBSIDIARIES**

**CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**

**For the Three Months Ended March 31, 2021 and 2020**

**(Amounts Expressed in Thousands of New Taiwan Dollars)**

	Equity Attributable to Owners of the Company									
						Other Equity Items		Total equity attributable to owners of the Company	Non-controlling interests	Total equity
	Share Capital		Retained Earnings			Exchange differences on translation of foreign financial statements	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income			
	Ordinary share	Preferred share	Capital surplus	Special reserve	Unappropriated retained earnings			Gains (losses) on hedging instruments		
<b>Balance at January 1, 2020</b>	\$ 13,282,000	-	17,379,467	2,095,945	40,287,825	(3,239,314)	(219,957)	175,996	69,761,962	73,938,020
Profit for the three months ended March 31, 2020	-	-	-	-	3,922,968	-	-	-	3,922,968	4,100,047
Other comprehensive income (loss) for the three months ended March 31, 2020	-	-	-	-	-	(561,476)	(137,474)	(555,859)	(1,254,809)	(1,537,335)
Total comprehensive income (loss) for the three months ended March 31, 2020	-	-	-	-	3,922,968	(561,476)	(137,474)	(555,859)	2,668,159	2,562,712
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	74,020
<b>Balance at March 31, 2020</b>	<b>\$ 13,282,000</b>	<b>-</b>	<b>17,379,467</b>	<b>2,095,945</b>	<b>44,210,793</b>	<b>(3,800,790)</b>	<b>(357,431)</b>	<b>(379,863)</b>	<b>72,430,121</b>	<b>76,574,752</b>
<b>Balance at January 1, 2021</b>	\$ 13,813,280	1,500,000	30,883,964	3,283,275	49,322,515	(3,511,825)	(298,294)	502,825	95,495,740	99,978,870
Profit for the three months ended March 31, 2021	-	-	-	-	4,970,387	-	-	-	4,970,387	5,212,704
Other comprehensive income (loss) for the three months ended March 31, 2021	-	-	-	-	-	(470,329)	17,380	132,299	(320,650)	(528,650)
Total comprehensive income (loss) for the three months ended March 31, 2021	-	-	-	-	4,970,387	(470,329)	17,380	132,299	4,649,737	4,684,054
Other changes in capital surplus:										
Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	25,076
Change in equity of associates and joint ventures accounted for using equity method	-	-	14,223	-	-	-	-	-	14,223	14,223
<b>Balance at March 31, 2021</b>	<b>\$ 13,813,280</b>	<b>1,500,000</b>	<b>30,898,187</b>	<b>3,283,275</b>	<b>54,292,902</b>	<b>(3,982,154)</b>	<b>(280,914)</b>	<b>635,124</b>	<b>100,159,700</b>	<b>104,702,223</b>

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**CHAILEASE HOLDING COMPANY LIMITED AND SUBSIDIARIES**

**CONSOLIDATED STATEMENTS OF CASH FLOWS**

**For the Three Months Ended March 31, 2021 and 2020**

**(Amounts Expressed in Thousands of New Taiwan Dollars)**

	<b>For the three months ended March 31,</b>	
	<b>2021</b>	<b>2020</b>
<b>Cash flows from operating activities:</b>		
Profit before tax	\$ 8,004,911	5,756,932
<b>Adjustments:</b>		
Adjustments to reconcile profit (loss):		
Depreciation expense	1,153,536	994,962
Amortization expense	34,493	41,481
Expected credit loss	1,559,984	1,661,421
Net (gain) loss on financial assets or liabilities at fair value through profit or loss	(36,690)	62,770
Interest expense	2,301,778	2,255,998
Interest income	(12,469,588)	(10,293,340)
Share of loss of associates and joint ventures accounted for using equity method	2,531	42,181
Gain on disposal of property, plant and equipment	(23,409)	(45,180)
Loss on disposal of foreclosed assets	47,834	43,476
Impairment loss on non-financial assets	104,754	101,173
Effect of changes in lease contract	(656)	408
<b>Total adjustments to reconcile profit</b>	<b>(7,325,433)</b>	<b>(5,134,650)</b>
<b>Changes in operating assets and liabilities:</b>		
Changes in operating assets:		
(Increase) decrease in financial assets at fair value through profit or loss, mandatorily measured at fair value	(266,020)	101,467
Increase in accounts receivable	(14,402,120)	(8,261,367)
Increase in other current financial assets	(1,040,462)	(616,758)
(Increase) decrease in other current assets	(609,239)	130,731
Proceeds from sales of operating lease assets and operating equipment	478,603	330,811
Purchase of operating lease assets and operating equipment	(3,088,549)	(3,138,041)
Decrease (increase) in other operating assets	101,331	(131,366)
<b>Total changes in operating assets</b>	<b>(18,826,456)</b>	<b>(11,584,523)</b>
Changes in operating liabilities:		
Decrease in accounts and notes payable	(2,504,749)	(1,645,008)
Increase in long term and short-term debts	96,453,435	102,583,206
Repayment of long term and short-term debts	(81,327,296)	(81,750,222)
Increase (decrease) in other current financial liabilities	1,145,705	(952,228)
Decrease in accrued pension liabilities	(3,997)	(23,529)
Decrease in other current liabilities	(85,577)	(214,030)
Decrease in other non-current operating liabilities	(1,248,548)	(464,818)
<b>Total changes in operating liabilities</b>	<b>12,428,973</b>	<b>17,533,371</b>
<b>Total changes in operating assets and liabilities</b>	<b>(6,397,483)</b>	<b>5,948,848</b>
<b>Total adjustments</b>	<b>(13,722,916)</b>	<b>814,198</b>
Cash flows used in operations	(5,718,005)	6,571,130
Interest received	12,301,124	10,258,773
Dividends received	42,301	-
Interest paid	(2,042,550)	(2,145,233)
Income taxes paid	(918,302)	(659,235)
<b>Net cash flows provided by operating activities</b>	<b>3,664,568</b>	<b>14,025,435</b>
<b>Cash flows from investing activities:</b>		
Acquisition of financial assets at amortized cost	(4,672,733)	(4,177,410)
Proceeds from disposal of financial assets at amortized cost	1,861,409	1,864,309
Acquisition of investments accounted for using equity method	-	(162,029)
Acquisition of property, plant and equipment	(35,715)	(26,398)
Proceeds from disposal of property, plant and equipment	11,437	25,094
Acquisition of intangible assets	(1,438)	(1,290)
Proceeds from disposal of foreclosed assets	-	10,472
Acquisition of right-of-use assets	(7,727)	(14,223)
Proceeds from disposal of right-of-use assets	14,744	-
<b>Net cash flows used in investing activities</b>	<b>(2,830,023)</b>	<b>(2,481,475)</b>
<b>Cash flows from financing activities:</b>		
Change in non-controlling interests	25,076	74,020
Payment of lease liabilities	(162,517)	(132,138)
<b>Net cash flows used in financing activities</b>	<b>(137,441)</b>	<b>(58,118)</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>(235,708)</b>	<b>(206,820)</b>
<b>Net increase in cash and cash equivalents</b>	<b>461,396</b>	<b>11,279,022</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>32,796,805</b>	<b>18,660,546</b>
<b>Cash and cash equivalents at end of period</b>	<b>\$ 33,258,201</b>	<b>29,939,568</b>

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



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**CHALEASE HOLDING COMPANY LIMITED AND SUBSIDIARIES**

**Notes to Consolidated Financial Statements**

**March 31, 2021 and 2020**

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**(1) Company history**

Chalease Holding Company Limited (the “Company”) is an investment holding company, which was founded on December 24, 2009 under the Company Act of Cayman Islands. The Company has been listed on the Main Board of the Taiwan Stock Exchange Corporation (TWSE) since December 13, 2011.

The Company and its subsidiaries ( “the Group”) were engaged primarily in providing various services of leasing and financing.

**(2) Approval date and procedures of the consolidated financial statements**

The consolidated financial statements were approved by chairman, reported to Board of Directors and issued on May 13, 2021.

**(3) New standards, amendments and interpretations adopted:**

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

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2021:

- Amendments to IFRS 4 “Extension of the Temporary Exemption from Applying IFRS 9”
- Amendments to IFRS 9, IAS39, IFRS7, IFRS 4 and IFRS 16 “Interest Rate Benchmark Reform—Phase 2”

- (b) The impact of IFRS issued by the FSC but not yet effective

The Group assesses that the adoption of the following new amendments, effective for annual period beginning on April 1, 2021, would not have a significant impact on its consolidated financial statements:

- Amendments to IFRS 16 “Covid-19-Related Rent Concessions beyond June 30, 2021”

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- (c) The impact of IFRS issued by IASB but not yet endorsed by the FSC

The following new and amended standards, which may be relevant to the Group, have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

<b>Standards or Interpretations</b>	<b>Content of amendment</b>	<b>Effective date per IASB</b>
Amendments to IAS 1 “Classification of Liabilities as Current or Non-current”	<p>The amendments aim to promote consistency in applying the requirements by helping companies determine whether, in the statement of balance sheet, debt and other liabilities with an uncertain settlement date should be classified as current (due or potentially due to be settled within one year) or non-current.</p> <p>The amendments include clarifying the classification requirements for debt a company might settle by converting it into equity.</p>	January 1, 2023

The Group is evaluating the impact of its initial adoption of the abovementioned standards or interpretations on its consolidated financial position and consolidated financial performance. The results thereof will be disclosed when the Group completes its evaluation.

The Group does not expect the following other new and amended standards, which have yet to be endorsed by the FSC, to have a significant impact on its consolidated financial statements:

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- Amendments to IAS 16 “Property, Plant and Equipment—Proceeds before Intended Use”
- Amendments to IAS 37 “Onerous Contracts—Cost of Fulfilling a Contract”
- Annual Improvements to IFRS Standards 2018-2020
- Amendments to IFRS 3 “Reference to the Conceptual Framework”
- Amendments to IAS 1 “Disclosure of Accounting Policies”
- Amendments to IAS 8 “Definition of Accounting Estimates”

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**(4) Summary of significant accounting policies**

Except the following accounting policies mentioned below, the significant accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2020. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2020.

**(a) Statement of compliance**

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

**(b) Basis of consolidation**

**1. List of subsidiaries in the consolidated financial statements**

Investor	Name of Subsidiary	Primary Business	Shareholding Ratio			Note
			2021.3.31	2020.12.31	2020.3.31	
The Company	Chalease International Company (Malaysia) Limited	Investment	100.00 %	100.00 %	100.00 %	
"	Golden Bridge (B.V.I.) Corp.	Investment	100.00 %	100.00 %	100.00 %	
"	Chalease International Financial Services Co., Ltd.	Installment sales, leasing overseas and financial consulting	100.00 %	100.00 %	100.00 %	
"	Chalease International Company (Hong Kong) Limited	Investment	100.00 %	100.00 %	100.00 %	
"	Chalease International Financial Services (Liberia) Corp.	Leasing	100.00 %	100.00 %	100.00 %	
"	Chalease International Financial Services (Labuan) Co., Ltd.	Leasing	100.00 %	100.00 %	100.00 %	
"	Chalease International Fortune Corp. (Liberia)	Leasing	100.00 %	100.00 %	-	% The Company invested in this subsidiary on July 6, 2020.
"	Chalease International Financial Services (Singapore) Pte. Ltd.	Financing	100.00 %	100.00 %	-	% The Company acquired the subsidiary from My Leasing (Mauritius) Corp. on October 27, 2020.
Golden Bridge (B.V.I.) Corp.	My Leasing (Mauritius) Corp.	Investment	100.00 %	100.00 %	100.00 %	

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Investor	Name of Subsidiary	Primary Business	Shareholding Ratio			Note
			2021.3.31	2020.12.31	2020.3.31	
My Leasing (Mauritius) Corp.	Chailase International Finance Corporation	Leasing	97.89 %	97.89 %	97.85 %	
"	Chailase International Financial Services (Singapore) Pte. Ltd.	Financing	- %	- %	100.00 %	My Leasing (Mauritius) Corp. disposed all of its shares in this subsidiary to the Company on October 27, 2020.
My Leasing (Mauritius) Corp. and Chailase International Finance Corporation	Chailase Finance International Corp.	Leasing	100.00 %	100.00 %	100.00 %	
Chailase International Finance Corporation	Chailase International Corp.	Trading	100.00 %	100.00 %	100.00 %	
"	Jirong Real Estate Co., Ltd.	House property leasing and management	100.00 %	100.00 %	100.00 %	
"	Chailase International Commercial Factoring Corporation	Factoring	100.00 %	100.00 %	- %	Chailase International Finance Corporation invested in this subsidiary on April 10, 2020.
Chailase International Company (Malaysia) Limited	Chailase International Company (UK) Limited	Consulting, aircraft leasing and investment	100.00 %	100.00 %	100.00 %	
"	Chailase Berjaya Credit Sdn. Bhd.	Installment sales	70.00 %	70.00 %	70.00 %	
"	Chailase Royal Leasing Plc.	Leasing	60.00 %	60.00 %	60.00 %	
"	Chailase Berjaya Finance Corporation	Leasing and financing	63.08 %	63.08 %	60.00 %	
"	Chailase Royal Finance Plc.	Financing	60.00 %	60.00 %	60.00 %	
"	Chailase Capital (Thailand) Co., Ltd. (Former name: Chailase JLK Capital Co., Ltd.)	Investment	49.00 %	49.00 %	49.00 %	The subsidiary changed its name on July 23, 2020.
"	Chailase Royal Insurance Broker Plc.	Insurance brokers	60.00 %	- %	- %	Chailase International Company (Malaysia) Limited invested in this subsidiary on January 7, 2021.

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Investor	Name of Subsidiary	Primary Business	Shareholding Ratio			Note
			2021.3.31	2020.12.31	2020.3.31	
Chailase International Company (UK) Limited	Chailase Finance Co., Ltd.	Installment sales, leasing, and factoring	100.00 %	100.00 %	100.00 %	
Chailase International Company (Hong Kong) Limited	PT Chailase Indonesia Finance (Former name:PT Chailase Indosurye Finance)	Financing	75.00 %	75.00 %	75.00 %	The subsidiary changed its name on July 22, 2020.
"	Chailase Management Consulting Co., Limited	Consulting	100.00 %	100.00 %	100.00 %	
Chailase Berjaya Credit Sdn. Bhd.	Chailase Agency Sdn. Bhd.	Insurance brokers	100.00 %	100.00 %	100.00 %	
"	Chailase Services Sdn. Bhd.	Insurance brokers	100.00 %	100.00 %	100.00 %	
Chailase Finance Co., Ltd.	Fina Finance & Trading Co., Ltd.	Installment sales, trading, and factoring	100.00 %	100.00 %	100.00 %	
"	Chailase Specialty Finance Co., Ltd.	Installment sales	100.00 %	100.00 %	100.00 %	
"	My Leasing (B.V.I.) Corp.	Investment	- %	- %	100.00 %	My Leasing (B.V.I.) Corp. was liquidated on April 12, 2021.
Chailase International Company (Malaysia) Limited, Chailase Capital (Thailand) Co., Ltd. and Chailase Finance Co., Ltd.	Asia Sermkij Leasing Public Co., Ltd.	Installment sales of automobiles	50.34 %	49.99 %	48.19 %	Please refer to Note (5) for the detailed disclosure of the judgment regarding the control of Asia SermKij Leasing Public Co., Ltd.

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Investor	Name of Subsidiary	Primary Business	Shareholding Ratio			Note
			2021.3.31	2020.12.31	2020.3.31	
Chailease Finance Co., Ltd.	Chailease Finance (B.V.I.) Company, Ltd.	Installment sales, leasing overseas, and financial consulting	100.00 %	100.00 %	100.00 %	
"	Chailease International Leasing Company Limited (Vietnam)	Leasing	100.00 %	100.00 %	100.00 %	
"	Chailease International Trading Company Limited (Vietnam)	Trading	100.00 %	100.00 %	100.00 %	
"	Chailease Auto Rental Co., Ltd.	Leasing	100.00 %	100.00 %	100.00 %	
"	Apex Credit Solutions Inc.	Accounts receivable management, debt management, valuation, trading in financial instruments	- %	- %	100.00 %	The subsidiary was merged by Chailease Consumer Finance Co., Ltd. on June 15, 2020.
"	Chailease Insurance Brokers Co., Ltd.	Personal and property insurance brokers	100.00 %	100.00 %	100.00 %	
"	Chailease Cloud Service Co., Ltd.	Software of cloud products, leasing, and installment sales	100.00 %	100.00 %	100.00 %	
"	Chailease Finance Securitization Trust 2016	Special Purpose Entity	- %	- %	- %	The subsidiary was established on August 24, 2016, and was terminated on October 23, 2020. (Note a)
"	Chailease Finance Securitization Trust 2019	Special Purpose Entity	- %	- %	- %	The subsidiary was established on December 11, 2019. (Note a)
"	Yun Tang Inc.	Solar Power business	100.00 %	100.00 %	100.00 %	
"	Chailease Energy Integration Co., Ltd	Solar Power business	100.00 %	100.00 %	100.00 %	
"	Chailease Power Technology Co., Ltd.	Solar Power business	100.00 %	100.00 %	100.00 %	
"	Chung Cheng Energy Integration Co., Ltd.	Solar Power business	100.00 %	100.00 %	100.00 %	
"	Ho Lien Energy Integration Co., Ltd.	Solar Power business	100.00 %	100.00 %	100.00 %	
"	Tai Yuan Energy Integration Co., Ltd.	Solar Power business	100.00 %	100.00 %	100.00 %	
"	Chung Ho Energy Integration Co., Ltd.	Solar Power business	100.00 %	100.00 %	- %	The subsidiary was established on April 9, 2020.
"	Chung Yen Energy Integration Co., Ltd.	Solar Power business	100.00 %	100.00 %	- %	The subsidiary was established on April 15, 2020.

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Investor	Name of Subsidiary	Primary Business	Shareholding Ratio			Note
			2021.3.31	2020.12.31	2020.3.31	
Chailase Finance Co., Ltd.	TUNG FENG INC.	Solar Power business	100.00 %	100.00 %	- %	Chailase Finance Co., Ltd. invested in this subsidiary on June 1, 2020.
"	He To Energy Integration Co., Ltd.	Solar Power business	100.00 %	100.00 %	- %	The subsidiary was established on November 2, 2020.
"	Chung Yu Energy Integration Co., Ltd.	Solar Power business	100.00 %	100.00 %	- %	The subsidiary was established on November 2, 2020.
"	Jung Yu Energy Integration Co., Ltd.	Solar Power business	100.00 %	100.00 %	- %	The subsidiary was established on November 3, 2020.
"	Chung Wei Energy Integraion Co., Ltd.	Solar Power business	100.00 %	100.00 %	- %	The subsidiary was established on November 2, 2020.
"	TUNG CHING ENERGY TECHNOLOGY INC.	Solar Power business	100.00 %	- %	- %	Chailase Finance Co., Ltd. invested this subsidiary on March 26, 2021.
Fina Finance & Trading Co., Ltd.	Chailase Consumer Finance Co., Ltd	Factoring, trading-in, management, and valuation on accounts receivable; installment sales; financial instrument	100.00 %	100.00 %	100.00 %	
"	Chailase Credit Services Co., Ltd.	Installment sales and leasing	100.00 %	100.00 %	100.00 %	
The Company and Chailase Finance Co., Ltd.	Grand Pacific Holdings Corp.	Financing leasing, real estate, and mortgage	100.00 %	100.00 %	100.00 %	
Chailase Consumer Finance Co., Ltd. and Chailase Credit Services Co., Ltd.	Chuang Ju Limited Partnership	Installment sales and leasing	100.00 %	100.00 %	100.00 %	
Chailase Specialty Finance Co., Ltd. and Chailase Cloud Service Co., Ltd.	Sing Chuang Limited Partnership	Installment sales and leasing	100.00 %	100.00 %	100.00 %	
Grand Pacific Holdings Corp.	Grand Pacific Financing Corp. (California)	Financing, leasing and financial consulting	100.00 %	100.00 %	100.00 %	
"	Grand Pacific Main Street Development, Inc.	Real estate development	100.00 %	100.00 %	100.00 %	

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Investor	Name of Subsidiary	Primary Business	Shareholding Ratio			Note
			2021.3.31	2020.12.31	2020.3.31	
Asia Sermkij Leasing Public Co., Ltd.	Bangkok Grand Pacific Lease Public Company Limited	Leasing and financing consulting	99.99 %	99.99 %	99.99 %	
"	SK Insurance Broker Co., Ltd.	Insurance brokers	100.00 %	100.00 %	100.00 %	

Note a: For purposes of trading and investment, the Group set up a number of special purpose entities (SPE) in which it does not have any direct or indirect shareholding.

These SPEs are consolidated if the substance of the Group's relationship with the SPEs and the assessment of their risks and rewards, disclosed that the Group has control over the SPEs. The control of an SPE by the Group may exists if:

- (i) the Group has power over the SPE;
- (ii) the Group has exposure, or rights, to variable returns from its involvement with the SPE;
- (iii) the Group has ability to use its power over to affect the amount of the SPE's returns.

2.List of subsidiaries which are not included in the consolidated financial statements: None.

**(c) Income taxes**

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

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period using the effective annual tax rate as forecasted by the management. This should be recognized fully as tax expense for the current period (and allocated to current and deferred taxes based on its proportionate size).

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

**(d) Employee benefits**

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

**(5) Significant accounting assumptions and judgments, and major sources of estimation uncertainty**

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



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The preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2020. For related information, please refer to Note (5) of the consolidated financial statements for the year ended December 31, 2020.

Accounting policies involve significant judgment and it has no material impact on the consolidated financial statement.

**(6) Explanation to Significant Accounts**

**(a) Cash and cash equivalents**

	<u>2021.3.31</u>	<u>2020.12.31</u>	<u>2020.3.31</u>
Cash and bank deposits	\$ 28,568,155	31,662,725	27,980,154
Time deposits	3,540,046	784,080	1,349,513
Cash equivalents-repurchase bills	<u>1,150,000</u>	<u>350,000</u>	<u>609,901</u>
Cash and cash equivalents in consolidated statements of cash flows	<u>\$ 33,258,201</u>	<u>32,796,805</u>	<u>29,939,568</u>

The Group's interest risk and sensitivity analysis of financial assets and liabilities were disclosed in Note (6)(u).

**(b) Financial instruments**

**1. The components of financial assets were as follows:**

	<u>2021.3.31</u>	<u>2020.12.31</u>	<u>2020.3.31</u>
Financial assets designated at fair value through profit or loss			
Mandatorily measured at fair value through profit or loss:			
Securities of listed companies	\$ 198,428	194,363	66,945
Private equity	480	480	480
Non-hedging derivatives	854,853	560,479	-
Convertible bonds	79,411	75,096	69,427
Convertible preferred stocks	<u>18,876</u>	<u>19,025</u>	<u>19,571</u>
Sub-total	<u>1,152,048</u>	<u>849,443</u>	<u>156,423</u>

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	<u>2021.3.31</u>	<u>2020.12.31</u>	<u>2020.3.31</u>
Financial assets at fair value through other comprehensive income			
Securities of listed companies	701,675	693,793	639,069
Emerging stock	6,190	4,261	3,081
Private equity	<u>131,241</u>	<u>130,307</u>	<u>118,754</u>
Sub-total	<u>839,106</u>	<u>828,361</u>	<u>760,904</u>
Financial assets measured at amortized cost			
Investment in debt securities	<u>21,509,281</u>	<u>18,697,957</u>	<u>15,881,970</u>
Financial assets for hedging	<u>148,895</u>	<u>118,697</u>	<u>568,945</u>
Total	<u>\$ 23,649,330</u>	<u>20,494,458</u>	<u>17,368,242</u>

1. Investments in equity instruments measured at fair value through other comprehensive income

These investments in equity instruments are held for long-term strategic purpose and therefore are accounted for as financial assets at fair value through other comprehensive income.

2. Financial assets measured at amortized cost

The Group purchased debt securities issued by real estate asset trust. These debt securities have maturity dates between 2021 and 2024, and bear effective annual interest rates ranging from 2.75%~7.71%.

3. Please refer to Note (6)(u) for information regarding credit risk and market risk.

(c) Derivative instruments used for hedging

As of March 31, 2021, December 31, 2020, and March 31, 2020, the Group held derivative instruments qualified for hedge accounting as follows:

Cross currency swap contracts:

		<u>2021.3.31</u>			
Nominal Amount	Currency	Interest Rate Payable	Interest Rate Receivable	Contract Period	
USD 9,600	USD to MYR	4.83%	90 Day LIBOR+ 1.35%	2019.03.20~	
MYR 39,168				2022.03.21	
USD 20,000	USD to MYR	3.28%	90 Day LIBOR+ 1.5%	2020.09.10~	
MYR 83,600				2023.09.10	
USD 50,000	USD to CNY	4.12%	90 Day LIBOR+ 1.4%	2019.01.22~	
CNY 338,250				2022.01.21	
USD 50,000	USD to CNY	4.21%	90 Day LIBOR+ 1.4%	2019.06.17~	
CNY 345,500				2022.06.17	

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		2021.3.31			
	Nominal Amount	Currency	Interest Rate Payable	Interest Rate Receivable	Contract Period
USD	50,000	USD to CNY	4.20%	90 Day LIBOR+ 1.4%	2019.07.15~
CNY	344,375				2022.07.15
USD	50,000	USD to CNY	4.18%	90 Day LIBOR+ 1.4%	2019.08.19~
CNY	352,650				2022.08.19
USD	50,000	USD to CNY	4.18%	90 Day LIBOR+ 1.4%	2019.08.26~
CNY	352,650				2022.08.26
USD	60,000	USD to CNY	4.18%	90 Day LIBOR+ 1.4%	2020.01.13~
CNY	418,200				2023.01.13
USD	60,000	USD to CNY	3.98%	90 Day LIBOR+ 1.4%	2020.02.18~
CNY	418,800				2023.02.17
USD	60,000	USD to CNY	3.88%	90 Day LIBOR+ 1.4%	2020.08.12~
CNY	417,900				2023.08.11
USD	60,000	USD to CNY	3.78%	90 Day LIBOR+ 1.4%	2020.09.14~
CNY	414,300				2023.09.14
USD	60,000	USD to CNY	3.78%	90 Day LIBOR+ 1.4%	2020.09.21~
CNY	413,400				2023.09.21
USD	50,000	USD to CNY	6.35%	3.75%	2020.10.22~
CNY	327,500				2023.10.22
USD	50,000	USD to CNY	6.35%	3.75%	2020.10.22~
CNY	327,000				2023.10.22
USD	50,000	USD to CNY	6.35%	3.75%	2020.10.22~
CNY	327,000				2023.10.22
USD	50,000	USD to CNY	6.30%	3.75%	2020.10.22~
CNY	326,890				2023.10.22
USD	50,000	USD to CNY	5.90%	3.75%	2020.10.22~
CNY	327,000				2021.10.22
USD	50,000	USD to CNY	6.05%	3.75%	2020.10.22~
CNY	327,550				2023.10.22
JPY	4,100,000	JPY to CNY	5.02%	90 Day LIBOR+ 0.85%	2018.07.11~
CNY	246,410				2021.06.21
JPY	7,500,000	JPY to CNY	4.70%	90 Day LIBOR+ 0.85%	2018.08.15~
CNY	458,700				2021.06.23

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		<b>2021.3.31</b>			
<b>Nominal Amount</b>		<b>Currency</b>	<b>Interest Rate Payable</b>	<b>Interest Rate Receivable</b>	<b>Contract Period</b>
JPY	8,000,000	JPY to CNY	3.68%	90 Day LIBOR+ 1%	2020.07.16~
CNY	524,400				2023.05.26
HKD	400,000	HKD to CNY	4.34%	90 Day HIBOR+ 1.4%	2019.11.25~
CNY	359,120				2022.11.25
HKD	300,000	HKD to CNY	4.16%	90 Day HIBOR+ 1.4%	2019.11.27~
CNY	269,400				2022.11.28
HKD	300,000	HKD to CNY	4.36%	90 Day HIBOR+ 1.4%	2019.12.09~
CNY	270,842				2022.12.09
USD	30,000	USD to VND	3.45%	90 Day LIBOR+ 1.3%	2021.03.22~
VND	693,900,000				2021.06.21
USD	100,000	USD to THB	2.27%	90 Day LIBOR+ 1.65%	2021.01.11~
THB	2,993,000				2024.01.11

Forward exchange contracts:

		<b>2021.3.31</b>		
		<b>Amount</b>	<b>Currency</b>	<b>Contract period</b>
Forward exchange purchased	USD	2,000	USD to VND	2020.10.27~2021.10.26
Forward exchange purchased	USD	3,000	USD to VND	2020.10.29~2021.10.28
Forward exchange purchased	USD	5,000	USD to VND	2020.11.27~2021.11.26
Forward exchange purchased	USD	5,000	USD to VND	2020.11.30~2021.11.30
Forward exchange purchased	USD	3,000	USD to VND	2020.12.11~2021.12.10
Forward exchange purchased	USD	5,000	USD to VND	2021.03.22~2022.03.22

Cross currency swap contracts:

		<b>2020.12.31</b>			
<b>Nominal Amount</b>		<b>Currency</b>	<b>Interest Rate Payable</b>	<b>Interest Rate Receivable</b>	<b>Contract Period</b>
USD	12,000	USD to MYR	4.83%	90 Day LIBOR+ 1.35%	2019.03.20~
MYR	48,960				2022.03.21
USD	20,000	USD to MYR	3.28%	90 Day LIBOR+ 1.5%	2020.09.10~
MYR	83,600				2023.09.10
USD	50,000	USD to CNY	4.12%	90 Day LIBOR+ 1.4%	2019.01.22~
CNY	338,250				2022.01.21

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		2020.12.31			
	Nominal Amount	Currency	Interest Rate Payable	Interest Rate Receivable	Contract Period
USD	50,000	USD to CNY	4.21%	90 Day LIBOR+ 1.4%	2019.06.17~
CNY	345,500				2022.06.17
USD	50,000	USD to CNY	4.20%	90 Day LIBOR+ 1.4%	2019.07.15~
CNY	344,375				2022.07.15
USD	50,000	USD to CNY	4.18%	90 Day LIBOR+ 1.4%	2019.08.19~
CNY	352,650				2022.08.19
USD	50,000	USD to CNY	4.18%	90 Day LIBOR+ 1.4%	2019.08.26~
CNY	352,650				2022.08.26
USD	60,000	USD to CNY	4.18%	90 Day LIBOR+ 1.4%	2020.01.13~
CNY	418,200				2023.01.13
USD	60,000	USD to CNY	3.98%	90 Day LIBOR+ 1.4%	2020.02.18~
CNY	418,800				2023.02.17
USD	60,000	USD to CNY	3.88%	90 Day LIBOR+ 1.4%	2020.08.12~
CNY	417,900				2023.08.11
USD	60,000	USD to CNY	3.78%	90 Day LIBOR+ 1.4%	2020.09.14~
CNY	414,300				2023.09.14
USD	60,000	USD to CNY	3.78%	90 Day LIBOR+ 1.4%	2020.09.21~
CNY	413,400				2023.09.21
USD	50,000	USD to CNY	6.35%	3.75%	2020.10.22~
CNY	327,500				2023.10.22
USD	50,000	USD to CNY	6.35%	3.75%	2020.10.22~
CNY	327,000				2023.10.22
USD	50,000	USD to CNY	6.35%	3.75%	2020.10.22~
CNY	327,000				2023.10.22
USD	50,000	USD to CNY	6.30%	3.75%	2020.10.22~
CNY	326,890				2023.10.22
USD	50,000	USD to CNY	5.90%	3.75%	2020.10.22~
CNY	327,000				2021.10.22
USD	50,000	USD to CNY	6.05%	3.75%	2020.10.22~
CNY	327,550				2023.10.22
JPY	4,100,000	JPY to CNY	5.02%	90 Day LIBOR+ 0.85%	2018.07.11~
CNY	246,410				2021.06.21

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		<b>2020.12.31</b>			
	<b>Nominal Amount</b>	<b>Currency</b>	<b>Interest Rate Payable</b>	<b>Interest Rate Receivable</b>	<b>Contract Period</b>
JPY	7,500,000	JPY to CNY	4.70%	90 Day LIBOR+ 0.85%	2018.08.15~
CNY	458,700				2021.06.23
JPY	8,000,000	JPY to CNY	3.68%	90 Day LIBOR+ 1%	2020.07.16~
CNY	524,400				2023.05.26
HKD	400,000	HKD to CNY	4.34%	90 Day HIBOR+ 1.4%	2019.11.25~
CNY	359,120				2022.11.25
HKD	300,000	HKD to CNY	4.16%	90 Day HIBOR+ 1.4%	2019.11.27~
CNY	269,400				2022.11.28
HKD	300,000	HKD to CNY	4.36%	90 Day HIBOR+ 1.4%	2019.12.09~
CNY	270,842				2022.12.09
USD	30,000	USD to VND	3.45%	90 Day LIBOR+ 1.3%	2020.12.23~
VND	693,900,000				2021.03.22

Forward exchange contracts:

		<b>2020.12.31</b>		
		<b>Amount</b>	<b>Currency</b>	<b>Contract period</b>
Forward exchange purchased	USD	2,000	USD to VND	2020.10.27~2021.10.26
Forward exchange purchased	USD	3,000	USD to VND	2020.10.29~2021.10.28
Forward exchange purchased	USD	5,000	USD to VND	2020.11.27~2021.11.26
Forward exchange purchased	USD	5,000	USD to VND	2020.11.30~2021.11.30
Forward exchange purchased	USD	3,000	USD to VND	2020.12.11~2021.12.10

		<b>2020.3.31</b>			
	<b>Nominal Amount</b>	<b>Currency</b>	<b>Interest Rate Payable</b>	<b>Interest Rate Receivable</b>	<b>Contract Period</b>
USD	12,000	USD to MYR	4.83%	90 Day LIBOR+ 1.35%	2019.03.20~
MYR	48,960				2022.03.21
USD	50,000	USD to CNY	5.00%	90 Day LIBOR+ 1.4%	2017.10.23~
CNY	331,000				2020.10.23
USD	100,000	USD to CNY	5.00%	90 Day LIBOR+ 1.4%	2017.11.22~
CNY	665,200				2020.11.20
USD	50,000	USD to CNY	4.98%	90 Day LIBOR+ 1.4%	2017.12.20~
CNY	332,250				2020.12.18

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		2020.3.31			
	Nominal Amount	Currency	Interest Rate Payable	Interest Rate Receivable	Contract Period
USD	50,000	USD to CNY	4.98%	90 Day LIBOR+ 1.4%	2017.12.20~
CNY	331,400				2020.12.18
USD	50,000	USD to CNY	4.12%	90 Day LIBOR+ 1.4%	2019.01.22~
CNY	338,250				2022.01.21
USD	50,000	USD to CNY	4.21%	90 Day LIBOR+ 1.4%	2019.06.17~
CNY	345,500				2022.06.17
USD	50,000	USD to CNY	4.20%	90 Day LIBOR+ 1.4%	2019.07.15~
CNY	344,375				2022.07.15
USD	50,000	USD to CNY	4.18%	90 Day LIBOR+ 1.4%	2019.08.19~
CNY	352,650				2022.08.19
USD	50,000	USD to CNY	4.18%	90 Day LIBOR+ 1.4%	2019.08.26~
CNY	352,650				2022.08.26
USD	60,000	USD to CNY	4.18%	90 Day LIBOR+ 1.4%	2020.01.13~
CNY	418,200				2023.01.13
USD	60,000	USD to CNY	3.98%	90 Day LIBOR+ 1.4%	2020.02.18~
CNY	418,800				2023.02.17
JPY	4,100,000	JPY to CNY	5.02%	90 Day LIBOR+ 0.85%	2018.07.11~
CNY	246,410				2021.06.21
JPY	7,500,000	JPY to CNY	4.70%	90 Day LIBOR+ 0.85%	2018.08.15~
CNY	458,700				2021.06.23
HKD	400,000	HKD to CNY	4.34%	90 Day HIBOR+ 1.4%	2019.11.25~
CNY	359,120				2022.11.25
HKD	300,000	HKD to CNY	4.16%	90 Day HIBOR+ 1.4%	2019.11.27~
CNY	269,400				2022.11.28
HKD	300,000	HKD to CNY	4.36%	90 Day HIBOR+ 1.4%	2019.12.09~
CNY	270,842				2022.12.09

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**1. Cash flow hedge**

Subsidiaries entered into cross currency swap contract with a bank to hedge future cash flow out of foreign currency loans.

<b>Hedged item</b>	<b>Hedge Instrument</b>	<b>Fair Value</b>			<b>Expected Cash flow Period</b>	<b>Hedge Period</b>
		<b>2021.3.31</b>	<b>2020.12.31</b>	<b>2020.3.31</b>		
USD loans, JPY loans and HKD loans	Cross Currency Swap	\$ 148,895	118,697	568,945	2017~2024	2017~2024
USD loans, JPY loans and HKD loans	Cross Currency Swap	(873,207)	(1,400,121)	(191,264)	2018~2023	2018~2023

<b>Item</b>	<b>For the three months ended March 31,</b>	
	<b>2021</b>	<b>2020</b>
The fair value adjustment to other comprehensive income	\$ <b>142,988</b>	<b>(503,269)</b>

The Group uses the forward exchange contracts as its strategy to hedge its estimated foreign currency exposure in respect of forecasted purchases over the following twelve months. The amounts related to the items designated as hedging instruments at the reporting date were as follows:

<b>2021.3.31</b>	<b>Contract amount</b>	<b>Currency</b>	<b>Maturity period</b>	<b>Average strike price</b>	<b>Hedge ineffectiveness recognized in profit or loss</b>
Forward exchange purchased (USD loans)	USD 2,000	USD to VND	2020.10.27~2021.10.26	23,175	-
Forward exchange purchased (USD loans)	USD 3,000	USD to VND	2020.10.29~2021.10.28	23,179	-
Forward exchange purchased (USD loans)	USD 5,000	USD to VND	2020.11.27~2021.11.26	23,155	-
Forward exchange purchased (USD loans)	USD 5,000	USD to VND	2020.11.30~2021.11.30	23,135	-
Forward exchange purchased (USD loans)	USD 3,000	USD to VND	200.12.11~2021.12.10	23,128	-
Forward exchange purchased (USD loans)	USD 5,000	USD to VND	2021.03.22~2022.03.22	23,075	-



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<b>2020.12.31</b>	<b>Contract amount</b>	<b>Currency</b>	<b>Maturity period</b>	<b>Average strike price</b>	<b>Hedge ineffectiveness recognized in profit or loss</b>
Forward exchange purchased (USD loans)	USD 2,000	USD to VND	2020.10.27~2021.10.26	23,175	-
Forward exchange purchased (USD loans)	USD 3,000	USD to VND	2020.10.29~2021.10.28	23,179	-
Forward exchange purchased (USD loans)	USD 5,000	USD to VND	2020.11.27~2021.11.26	23,155	-
Forward exchange purchased (USD loans)	USD 5,000	USD to VND	2020.11.30~2021.11.30	23,135	-
Forward exchange purchased (USD loans)	USD 3,000	USD to VND	200.12.11~2021.12.10	23,128	-

The amounts at the reporting date related to the items designated as hedged items were as follows:

	<b>Cash flow hedge reserve (Continuing hedges)</b>
<b>2021.3.31</b>	
USD loans	\$ <u>(3,354)</u>
<b>2020.12.31</b>	
USD loans	\$ <u>(1,999)</u>

The impact of the amounts related to hedging instruments on other comprehensive income was as follows:

	<b>For the three months ended March 31,</b>	
	<b>2021</b>	<b>2020</b>
	<b>Forward exchange purchased (USD loans)</b>	<b>Forward exchange purchased (USD loans)</b>
Amount reclassified from hedge reserve to profit or loss:		
Amounts of hedging gains or losses recognized in other comprehensive income	\$ <u>(1,844)</u>	\$ <u>-</u>

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**2. Hedge of net investment in foreign operation**

The fair value of the equity investment in foreign investee, Golden Bridge (B.V.I.) Corp., may be influenced by the fluctuation of USD exchange rate. The Company designated its USD borrowings to hedge the exchange rate fluctuation risk from this investment. The details of net investment hedge in foreign operation and designated derivatives were as follows:

<b>Hedged Item</b>	<b>Hedge Instrument</b>	<b>Designated Hedging Instrument</b>		
		<b>Fair Value</b>		
		<b>2021.3.31</b>	<b>2020.12.31</b>	<b>2020.3.31</b>
Equity investment measured in USD	Foreign currency borrowings	\$ <u>4,594,135</u>	<u>4,642,240</u>	<u>9,762,675</u>

  

<b>Item</b>	<b>For the three months ended March 31,</b>	
	<b>2021</b>	<b>2020</b>
The fair value adjustment to other comprehensive income	\$ <u>(8,845)</u>	<u>(52,590)</u>

There were no effects of ineffectiveness recognized in profit or loss that arises from hedges of net investments in foreign operation, Golden Bridge (B.V.I.) Corp., for the three months ended March 31, 2021 and 2020.

**(d) Accounts receivable, net**

	<b>2021.3.31</b>	<b>2020.12.31</b>	<b>2020.3.31</b>
<b>Current</b>			
Accounts receivable	\$ 40,541,397	38,200,736	33,270,357
Less: Allowance for impairment	<u>(911,187)</u>	<u>(825,456)</u>	<u>(775,459)</u>
	<u>39,630,210</u>	<u>37,375,280</u>	<u>32,494,898</u>
Installment sales receivable	108,032,106	104,004,087	97,089,269
Less: Unearned interests	<u>(12,286,559)</u>	<u>(11,486,888)</u>	<u>(10,045,816)</u>
Allowance for impairment	<u>(2,808,728)</u>	<u>(2,795,997)</u>	<u>(2,525,969)</u>
	<u>92,936,819</u>	<u>89,721,202</u>	<u>84,517,484</u>
Leases receivable (included operating leases)	209,635,884	211,623,740	171,223,511
Less: Unearned revenue	<u>(25,435,281)</u>	<u>(26,191,570)</u>	<u>(20,974,077)</u>
Allowance for impairment	<u>(4,852,254)</u>	<u>(4,817,747)</u>	<u>(3,713,184)</u>
	<u>179,348,349</u>	<u>180,614,423</u>	<u>146,536,250</u>
Loans receivable	70,390,316	69,194,739	59,778,224
Less: Allowance for impairment	<u>(1,159,459)</u>	<u>(1,186,622)</u>	<u>(986,163)</u>
	<u>69,230,857</u>	<u>68,008,117</u>	<u>58,792,061</u>
<b>Sub-total of current accounts</b>	<u>381,146,235</u>	<u>375,719,022</u>	<u>322,340,693</u>

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	<u>2021.3.31</u>	<u>2020.12.31</u>	<u>2020.3.31</u>
<b>Non-Current</b>			
Accounts receivable	23,370,597	21,458,701	17,823,167
Less: Allowance for impairment	<u>(329,713)</u>	<u>(301,211)</u>	<u>(326,784)</u>
	<u>23,040,884</u>	<u>21,157,490</u>	<u>17,496,383</u>
Installment sales receivable	62,253,979	59,445,199	54,124,610
Less: Unearned interests	<u>(7,400,559)</u>	<u>(6,972,077)</u>	<u>(6,630,452)</u>
Allowance for impairment	<u>(1,687,268)</u>	<u>(1,659,279)</u>	<u>(1,547,794)</u>
	<u>53,166,152</u>	<u>50,813,843</u>	<u>45,946,364</u>
Leases receivable	9,947,225	11,170,057	9,650,502
Less: Unearned revenue	<u>(945,134)</u>	<u>(1,076,883)</u>	<u>(986,658)</u>
Allowance for impairment	<u>(77,735)</u>	<u>(88,591)</u>	<u>(217,477)</u>
	<u>8,924,356</u>	<u>10,004,583</u>	<u>8,446,367</u>
Loans receivable	13,635,623	12,643,660	11,901,264
Less: Allowance for impairment	<u>(486,859)</u>	<u>(472,663)</u>	<u>(496,157)</u>
	<u>13,148,764</u>	<u>12,170,997</u>	<u>11,405,107</u>
<b>Sub-total of non-current accounts</b>	<u>98,280,156</u>	<u>94,146,913</u>	<u>83,294,221</u>
<b>Total accounts receivable</b>	<u><u>\$ 479,426,391</u></u>	<u><u>469,865,935</u></u>	<u><u>405,634,914</u></u>

1. The movements in the allowance for impairment with respect to accounts receivable during the period were as follows:

	<b>For the three months ended March 31,</b>	
	<u>2021</u>	<u>2020</u>
Opening balance	\$ 12,147,566	10,238,346
Impairment loss recognized	1,559,984	1,661,421
Bad debts written off	(1,277,254)	(1,110,739)
Effect of exchange rate changes	<u>(117,093)</u>	<u>(200,041)</u>
Ending balance	<u><u>\$ 12,313,203</u></u>	<u><u>10,588,987</u></u>

2. Receivables arising from installment sales and capital leases transactions, which were partially pledged for the repayment or collaterals of bank loans, were discussed further in Note (8).

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3.A maturity analysis of capital lease payments, showing the undiscounted lease payments to be received after the reporting date is as follows:

	<u>2021.3.31</u>	<u>2020.12.31</u>	<u>2020.3.31</u>
Less than one year	\$ 117,130,981	116,121,025	97,519,985
One to two years	73,355,681	74,003,429	57,356,727
Two to three years	22,738,695	25,892,968	20,293,148
Three to four years	4,395,058	4,686,402	3,633,823
Four to five years	1,322,536	1,334,055	1,543,315
More than five years	<u>455,974</u>	<u>579,369</u>	<u>376,184</u>
Gross investment in the leases	219,398,925	222,617,248	180,723,182
Unearned revenue	<u>(26,380,415)</u>	<u>(27,268,453)</u>	<u>(21,960,735)</u>
Present value of minimum leases receivable	<u><u>\$ 193,018,510</u></u>	<u><u>195,348,795</u></u>	<u><u>158,762,447</u></u>

4.The Group's installment sales receivable and related accounts were as follows:

	<u>Gross investment in the installment sales</u>	<u>Unearned interests</u>	<u>Present value of installment sales receivable</u>
March 31, 2021			
Within operating cycle	\$ 108,032,106	(12,286,559)	95,745,547
Beyond one operating cycle to 5 years	59,651,804	(7,125,373)	52,526,431
Beyond 5 years	<u>2,602,175</u>	<u>(275,186)</u>	<u>2,326,989</u>
	<u><u>\$ 170,286,085</u></u>	<u><u>(19,687,118)</u></u>	<u><u>150,598,967</u></u>
December 31, 2020			
Within operating cycle	\$ 104,004,087	(11,486,888)	92,517,199
Beyond one operating cycle to 5 years	56,962,087	(6,697,063)	50,265,024
Beyond 5 years	<u>2,483,112</u>	<u>(275,014)</u>	<u>2,208,098</u>
	<u><u>\$ 163,449,286</u></u>	<u><u>(18,458,965)</u></u>	<u><u>144,990,321</u></u>

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	<b>Gross investment in the installment sales</b>	<b>Unearned interest</b>	<b>Present value of installment sales receivable</b>
March 31, 2020			
Within operating cycle	\$ 97,089,269	(10,045,816)	87,043,453
Beyond one operating cycle to 5 years	51,407,420	(6,295,893)	45,111,527
Beyond 5 years	<u>2,717,190</u>	<u>(334,559)</u>	<u>2,382,631</u>
	<u><b>\$ 151,213,879</b></u>	<u><b>(16,676,268)</b></u>	<u><b>134,537,611</b></u>

**5. 2016 Securitization**

In 2016, the Group securitized its financial assets, consisting of conditional sales receivable, installment sales receivable, fund loaning and capital leases receivable, with an aggregate carrying amount of \$4,973,789. Such securitization was made by way of offering the securities in the form of beneficiary certificates, with the Land Bank of Taiwan as the Trustee. Accordingly, the Group received \$4,093,200 in cash from issuing these beneficiary certificates. Because the Group acquired all of the subordinated beneficiary certificates, the Group had control over the SPEs. The SPEs are classified as "Investments accounted under equity method". The Group's downstream transactions are eliminated by the difference between the following two amounts.

- 1) The amount received from disposal of financial assets.
- 2) Adjusted book value of disposed financial assets.

The SPEs trusts are included in the consolidated financial statements and recognized as liabilities for cash obtained from issuing these beneficiary certificates.

On September 24, 2020, the special purpose trust, with the beneficiary certificate grades of twAAA and twA, has been fully redeemed. As the process of its liquidation was completed on October 21, 2020, the Group received the amount of \$431,622 from the return of subordinated certificates resulting in the special purpose entity to be dissolved, and the combination suspended.

On November 23, 2020, the Group signed a contract for the purpose of debts with special purpose trust entity, and purchased the receivables from special purpose individuals for a total price of \$540,391.

**6. 2019 Securitization**

In 2019, the Group securitized its financial assets, consisting of conditional sales receivable, installment sales receivable, fund loaning and capital leases receivable, with an aggregate carrying amount of \$5,330,149. Such securitization was made by way of offering the securities in the form of beneficiary certificates, with the Land Bank of Taiwan as the Trustee. Accordingly, the Group received \$4,285,000 in cash from issuing these beneficiary certificates. Because the Group acquired all of the subordinated beneficiary certificates, the Group had control over the SPEs. The SPEs are classified as "Investments accounted under equity method". The Group's downstream transactions are eliminated by the difference between the following two amounts.

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- 1) The amount received from disposal of financial assets.
- 2) Adjusted book value of disposed financial assets.

The SPEs trusts are included in the consolidated financial statements and recognized as liabilities for cash obtained from issuing these beneficiary certificates.

These beneficiary certificates are redeemable for the period from December 11, 2019 to December 11, 2026. Specific terms and conditions of the beneficiary certificates are as follows:

Class of beneficiary certificates issued	Order of principal repayment	Issue amount /par value	Issue price	Interest rate	Payment frequency
twAAA	1st	3,840,000	3,840,000	1.30 %	Monthly
twA	2nd	445,000	445,000	1.70 %	Monthly
Subordinated	3rd	1,045,149	1,242,765	None	Monthly

(e) Other current assets

	<u>2021.3.31</u>	<u>2020.12.31</u>	<u>2020.3.31</u>
Prepayments	\$ 5,607,692	5,337,878	4,015,214
Prepaid expenses	3,405,905	3,107,963	2,541,587
Foreclosed assets	114,979	127,189	225,359
Others	<u>3,064</u>	<u>11,727</u>	<u>6,922</u>
	<u><u>\$ 9,131,640</u></u>	<u><u>8,584,757</u></u>	<u><u>6,789,082</u></u>

As of March 31, 2021, December 31, 2020, and March 31, 2020, foreclosed assets held by the Group were as follows:

	<u>2021.3.31</u>	<u>2020.12.31</u>	<u>2020.3.31</u>
Foreclosed assets	\$ 164,498	186,139	294,352
Less: Accumulated impairment	<u>(49,519)</u>	<u>(58,950)</u>	<u>(68,993)</u>
	<u><u>\$ 114,979</u></u>	<u><u>127,189</u></u>	<u><u>225,359</u></u>

For the three months ended March 31, 2021 and 2020, the Group recognized an impairment profit of \$7,115 and loss of \$15,050, respectively, for foreclosed assets. Certain foreclosed assets were disposed to non-related parties and a disposal loss of \$47,834 and \$43,476 for the three months ended March 31, 2021 and 2020, respectively.

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(f) Investments accounted under equity method

1. The financial information of individually non-significant equity method associates included in the consolidated financial statements was as follows:

	<u>2021.3.31</u>	<u>2020.12.31</u>	<u>2020.3.31</u>
Investments in associates	\$ <u><u>1,776,265</u></u>	<u><u>1,807,241</u></u>	<u><u>1,917,574</u></u>
	<b>For the three months ended March 31,</b>		
	<u>2021</u>	<u>2020</u>	
Comprehensive income attributable to the Group			
Gain (loss) for the period	\$ (2,531)	(42,181)	
Other comprehensive income	(16,184)	(1,728)	
Total comprehensive income	\$ <u><u>(18,715)</u></u>	<u><u>(43,909)</u></u>	

(g) Property, plant and equipment

The cost, depreciation, and impairment of the property, plant and equipment of the Group as of and for the three months ended March 31, 2021 and 2020, were as follows:

	<u>Land and buildings</u>	<u>Transportation equipment</u>	<u>Machinery and miscellaneous equipment</u>	<u>Leasehold improvements</u>	<u>Total</u>
Cost or deemed cost:					
Balance at January 1, 2021	\$ 2,924,521	15,280,472	35,651,937	254,951	54,111,881
Additions	-	1,391,033	1,723,552	9,679	3,124,264
Disposals	-	(717,419)	(261,674)	-	(979,093)
Effect of movements in exchange rate	(16,614)	(437)	(10,562)	113	(27,500)
Balance at March 31, 2021	\$ <u><u>2,907,907</u></u>	<u><u>15,953,649</u></u>	<u><u>37,103,253</u></u>	<u><u>264,743</u></u>	<u><u>56,229,552</u></u>
Balance at January 1, 2020	\$ 2,901,960	12,977,026	26,888,279	235,263	43,002,528
Additions	2,020	1,179,828	1,977,484	5,107	3,164,439
Disposals	-	(770,954)	(118,880)	-	(889,834)
Effect of movements in exchange rate	(27,284)	3,425	(17,684)	121	(41,422)
Balance at March 31, 2020	\$ <u><u>2,876,696</u></u>	<u><u>13,389,325</u></u>	<u><u>28,729,199</u></u>	<u><u>240,491</u></u>	<u><u>45,235,711</u></u>
Depreciation and impairment losses:					
Balance at January 1, 2021	\$ 697,989	5,495,296	3,689,111	186,128	10,068,524
Depreciation	13,488	657,334	311,252	6,901	988,975
Impairment loss	-	82,398	29,471	-	111,869
Disposals	-	(463,527)	(48,935)	-	(512,462)
Effect of movements in exchange rate	(3,367)	(766)	(7,423)	164	(11,392)
Balance at March 31, 2021	\$ <u><u>708,110</u></u>	<u><u>5,770,735</u></u>	<u><u>3,973,476</u></u>	<u><u>193,193</u></u>	<u><u>10,645,514</u></u>

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	Land and buildings	Transportation equipment	Machinery and miscellaneous equipment	Leasehold improvements	Total
Balance at January 1, 2020	\$ 642,249	4,926,997	2,792,858	163,501	8,525,605
Depreciation	13,297	570,515	244,664	5,606	834,082
Impairment loss	-	69,022	17,101	-	86,123
Disposals	-	(502,035)	(77,074)	-	(579,109)
Reversal of an impairment loss	(4,958)	1,329	(14,428)	4	(18,053)
Balance at March 31, 2020	<u>\$ 650,588</u>	<u>5,065,828</u>	<u>2,963,121</u>	<u>169,111</u>	<u>8,848,648</u>
Carrying amounts:					
Balance at January 1, 2021	<u>\$ 2,226,532</u>	<u>9,785,176</u>	<u>31,962,826</u>	<u>68,823</u>	<u>44,043,357</u>
Balance at March 31, 2021	<u>\$ 2,199,797</u>	<u>10,182,914</u>	<u>33,129,777</u>	<u>71,550</u>	<u>45,584,038</u>
Balance at January 1, 2020	<u>\$ 2,259,711</u>	<u>8,050,029</u>	<u>24,095,421</u>	<u>71,762</u>	<u>34,476,923</u>
Balance at March 31, 2020	<u>\$ 2,226,108</u>	<u>8,323,497</u>	<u>25,766,078</u>	<u>71,380</u>	<u>36,387,063</u>

Recognition and reversal of impairment losses were charged to the cost of rental revenue.

For the impairment test of its leasing asset, management estimated the recoverable amount based on its value in use, which was determined by using the cost of capital 0.96%~5.71% and 1.18%~5.71% for the three months ended March 31, 2021 and 2020, respectively, to reflect the specific risk associated with its cash generating units.

Assets held for lease, which were partially pledged for the Group's long-term debts and short-term debts, were discussed further in Note (8).

(h) Right-of-use assets

The Group leases many assets including land and buildings and transportation equipment. Information about leases for which the Group as a lessee is presented below:

	Land and buildings	Transportation equipment	Total
Cost:			
Balance as of January 1, 2021	\$ 4,981,410	152,403	5,133,813
Additions	403,432	8,934	412,366
Disposal and termination of contract prior to maturity	(141,004)	-	(141,004)
Effect of changes in foreign exchange rates	(6,139)	(1,516)	(7,655)
Balance as of March 31, 2021	<u>\$ 5,237,699</u>	<u>159,821</u>	<u>5,397,520</u>
Balance as of January 1, 2020	\$ 4,023,828	133,517	4,157,345
Disposal and termination of contract prior to maturity	(106,114)	(596)	(106,710)
Additions	418,832	2,957	421,789
Effect of changes in foreign exchange rates	(14,000)	(2,076)	(16,076)
Balance as of March 31, 2020	<u>\$ 4,322,546</u>	<u>133,802</u>	<u>4,456,348</u>



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	<u>Land and buildings</u>	<u>Transportation equipment</u>	<u>Total</u>
Accumulated depreciation and impairment losses:			
Balance as of January 1, 2021	\$ 857,361	79,242	936,603
Depreciation	149,011	15,550	164,561
Disposal and termination of contract prior to maturity	(60,845)	-	(60,845)
Effect of changes in foreign exchange rates	(3,376)	(770)	(4,146)
Balance as of March 31, 2021	<u>\$ 942,151</u>	<u>94,022</u>	<u>1,036,173</u>
Balance as of January 1, 2020	\$ 513,934	44,315	558,249
Depreciation	147,385	13,495	160,880
Disposal and termination of contract prior to maturity	(49,007)	(592)	(49,599)
Effect of changes in foreign exchange rates	(3,779)	(709)	(4,488)
Balance as of March 31, 2020	<u>\$ 608,533</u>	<u>56,509</u>	<u>665,042</u>
Carrying amount:			
Balance as of January 1, 2021	<u>\$ 4,124,049</u>	<u>73,161</u>	<u>4,197,210</u>
Balance as of March 31, 2021	<u>\$ 4,295,548</u>	<u>65,799</u>	<u>4,361,347</u>
Balance as of January 1, 2020	<u>\$ 3,509,894</u>	<u>89,202</u>	<u>3,599,096</u>
Balance as of March 31, 2020	<u>\$ 3,714,013</u>	<u>77,293</u>	<u>3,791,306</u>

The Group leases offices under an operating lease, please refer to Note (6)(n).

(i) Intangible assets

	<u>Goodwill</u>	<u>Software</u>	<u>Total</u>
Carrying amounts:			
Balance at January 1, 2021	<u>\$ 79,846</u>	<u>17,930</u>	<u>97,776</u>
Balance at March 31, 2021	<u>\$ 79,040</u>	<u>17,664</u>	<u>96,704</u>
Balance at January 1, 2020	<u>\$ 60,701</u>	<u>14,607</u>	<u>75,308</u>
Balance at March 31, 2020	<u>\$ 61,315</u>	<u>13,301</u>	<u>74,616</u>

There were no significant additions, disposal, or recognition and reversal of impairment losses of intangible assets for the three months ended March 31, 2021 and 2020. Information on amortization for the period is discussed in Note (12)(b). Please refer to Note (6)(i) of the 2020 annual consolidated financial statements for other related information.

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(j) Short-term notes and bills payable

The Group's short-term notes and bills payable were as follows:

<b>2021.3.31</b>			
	<b>Guarantee or Acceptance Agency</b>	<b>Annual Interest Rate</b>	<b>Amount</b>
Commercial paper payables	Bank	0.31%~1.03%	\$ 57,980,000
	Bills Finance Company	0.32%~1.09%	28,680,000
Less: Discount on short-term notes and bills payable			(195,708)
Total			<u><u>\$ 86,464,292</u></u>
<b>2020.12.31</b>			
	<b>Guarantee or Acceptance Agency</b>	<b>Annual Interest Rate</b>	<b>Amount</b>
Commercial paper payables	Bank	0.42%~1.06%	\$ 57,600,000
	Bills Finance Company	0.43%~1.19%	26,630,000
Less: Discount on short-term notes and bills payable			(231,293)
Total			<u><u>\$ 83,998,707</u></u>
<b>2020.3.31</b>			
	<b>Guarantee or Acceptance Agency</b>	<b>Annual Interest Rate</b>	<b>Amount</b>
Commercial paper payables	Bank	0.73%~1.15%	\$ 52,340,000
	Bills Finance Company	0.66%~1.23%	24,430,000
Less: Discount on short-term notes and bills payable			(297,724)
Total			<u><u>\$ 76,472,276</u></u>

Please refer to Note (8) for the Group's short-term notes and bills payable collateral.

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(k) Long-term and short-term borrowings

The significant terms and conditions of long-term borrowings and short-term borrowings were as follows:

<b>2021.3.31</b>				
	<b>Currency</b>	<b>Annual Interest Rate</b>	<b>Years of Maturity</b>	<b>Amount</b>
Secured bank loans	TWD	0.79%~1.20%	2023~2025	\$ 525,000
"	USD	1.05%~4.98%	2021~2023	2,528,350
"	THB	1.06%~3.30%	2021~2023	11,129,590
"	CNY	4.29%~6.17%	2021~2029	51,869,289
"	VND	1.50%~4.03%	2021~2022	6,726,384
"	MYR	3.00%~5.00%	2022~2026	3,286,500
Unsecured bank loans	TWD	0.71%~2.11%	2021~2027	123,933,630
"	USD	0.76%~5.50%	2021~2024	42,912,352
"	THB	1.33%~3.25%	2021~2024	18,320,556
"	CNY	3.60%~5.94%	2021~2024	11,856,431
"	EUR	0.56%~1.30%	2021~2022	2,946,250
"	JPY	0.70%~1.37%	2021~2023	5,365,308
"	HKD	1.63%~1.64%	2022	3,668,074
"	SGD	1.60%~1.70%	2021	381,781
"	MYR	3.00%~4.00%	2021~2022	4,436,775
"	PHP	3.20%~6.00%	2021~2022	340,407
"	KHR	4.00%~7.00%	2021~2022	185,675
Unsecured other loans	THB	2.20%~2.31%	2021~2022	1,604,485
Notes payable from securitization	TWD	1.30%~1.70%	2021~2026	4,285,000
"	CNY	4.30%~4.60%	2021~2022	4,217,798
Total				<b>\$ 300,519,635</b>
Current				\$ 206,262,863
Non-current				94,256,772
Total				<b>\$ 300,519,635</b>

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<b>2020.12.31</b>				
	<b>Currency</b>	<b>Interest Rate</b>	<b>Years of Maturity</b>	<b>Amount</b>
Secured bank loans	TWD	0.79%~1.20%	2023~2025	\$ 525,000
"	USD	1.10%~3.75%	2021~2023	2,113,164
"	THB	1.31%~3.30%	2021~2023	9,330,606
"	CNY	3.39%~6.17%	2021~2029	52,466,869
"	VND	1.50%~3.40%	2021	6,800,748
"	MYR	3.00%~4.00%	2022	2,716,000
Unsecured bank loans	TWD	0.71%~2.11%	2021~2027	111,179,776
"	USD	0.84%~5.50%	2021~2023	42,425,343
"	THB	1.33%~3.25%	2021~2023	18,385,017
"	CNY	3.60%~5.94%	2021~2023	12,875,804
"	EUR	0.65%~1.30%	2021~2023	3,186,807
"	JPY	0.70%~1.37%	2021~2023	5,588,139
"	HKD	1.70%~2.05%	2022	3,696,110
"	SGD	1.41%~1.60%	2021	172,479
"	MYR	3.15%~3.75%	2021	4,617,200
"	PHP	3.20%~6.00%	2021~2022	378,035
"	KHR	4.00%~7.00%	2021	157,353
Unsecured other loans	THB	2.20%~2.30%	2021	1,483,703
Notes payable from securitization	TWD	1.30%~1.70%	2021~2026	4,285,000
"	CNY	4.30%~4.60%	2021~2022	6,149,751
Total				<b>\$ 288,532,904</b>
Current				\$ 203,735,551
Non-current				84,797,353
Total				<b>\$ 288,532,904</b>

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<b>2020.3.31</b>				
	<b>Currency</b>	<b>Interest Rate</b>	<b>Years of Maturity</b>	<b>Amount</b>
Secured bank loans	TWD	0.79%~1.25%	2022~2025	\$ 525,000
"	USD	2.20%~2.75%	2020~2022	981,058
"	THB	1.31%~3.15%	2020~2021	6,826,162
"	CNY	4.05%~6.17%	2020~2029	37,223,900
"	VND	3.90%~5.60%	2020~2021	6,842,306
"	MYR	4.90%~5.10%	2020~2022	3,023,100
Unsecured bank loans	TWD	0.85%~2.11%	2020~2027	93,887,974
"	USD	1.45%~5.00%	2020~2022	33,629,309
"	THB	1.33%~3.25%	2020~2023	11,800,509
"	CNY	4.30%~5.70%	2020~2023	41,096,775
"	EUR	0.75%~1.30%	2020	3,191,035
"	JPY	0.85%~1.06%	2020~2021	3,494,589
"	HKD	2.75%~3.34%	2020~2022	3,995,453
"	SGD	3.15%	2020	148,610
"	MYR	4.07%~4.55%	2020~2021	4,299,520
"	PHP	4.21%~5.06%	2020~2022	551,310
"	AUD	2.75%	2020	204,984
"	KHR	7.00%~7.30%	2020	194,398
Unsecured other loans	THB	1.55%~1.75%	2020	7,910,721
Notes payable from securitization	TWD	1.30%~2.45%	2020~2026	5,455,179
Total				<u><u>\$ 265,281,892</u></u>
Current				\$ 194,191,560
Non-current				<u>71,090,332</u>
Total				<u><u>\$ 265,281,892</u></u>

For information on the Group's interest risk, currency risk, and liquidity risk, please refer to Note (6)(u). For information on the debts of related parties, please refer to Note (7).

**1. Securities for bank loans**

Certain assets of the Group which were pledged for the repayment of aforementioned loans were disclosed in Note (8).

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**2. Financial covenants of significant loans and borrowings**

- 1) The Company, entered into a syndicated credit agreement with financial institutions, under which, this subsidiary shall maintain certain financial ratios on balance sheet date. (i.e. equity ratio, interest coverage ratio, tangible net worth, etc.) Otherwise, the loans are due and payable immediately.
- 2) A subsidiary, Chailease Finance Co., Ltd., entered into several syndicated credit agreements with financial institutions, under which, this subsidiary shall maintain certain financial ratios on balance sheet date. (i.e. equity ratio, interest coverage ratio, tangible net worth, self-owned asset ratio, etc.) Otherwise, the loans are due and payable immediately.
- 3) A subsidiary, Asia Sermkij Leasing Public Co., Ltd., likewise entered into several credit/loan agreements with financial institutions, under which, this subsidiary shall maintain certain financial ratios on balance sheet date. (i.e. liabilities to equity ratio, etc.) Otherwise, the loans are due and payable immediately.
- 4) A subsidiary, Grand Pacific Financing Corp. (California), entered into a syndicated credit agreement with financial institutions, under which, this subsidiary shall maintain certain financial ratios on balance sheet date. (i.e. interest coverage ratio, tangible net worth, etc.) Otherwise, the loan is due and payable immediately.
- 5) A subsidiary, Fina Finance & Trading Co., Ltd., entered into several syndicated credit/loan agreements with financial institutions, under which, this subsidiary shall maintain certain financial ratios on balance sheet date. (i.e. current ratio, interest coverage ratio, tangible net worth, etc.) Otherwise, the loans are due and payable immediately.
- 6) A subsidiary, Chailease International Finance Corporation entered into several credit/loan agreements with financial institutions. Under these agreements, the Company and this subsidiary shall maintain certain financial ratios on balance sheet date. (i.e. liabilities to equity ratio, equity ratio, interest coverage ratio, total risk assets to net assets ratio, overdue leased assets to leased assets ratio, leasing rental recovery ratio, etc.) Otherwise, the loans are due and payable immediately.
- 7) A subsidiary, Chailease Finance International Corp., entered into several credit/loan agreements with financial institutions. Under these agreements, this subsidiary shall maintain certain financial ratios on balance sheet date. (i.e. liabilities to equity ratio, risk assets to net assets ratio, etc.) Otherwise, the loans are due and payable immediately.
- 8) A subsidiary, Chailease International Corp., entered into several credit/loan agreements with financial institutions. Under these agreements, the Company shall maintain certain financial ratios on balance sheet date. (i.e. liabilities to equity ratio, recovery of account receivable, etc.) Otherwise, the loans are due and payable immediately.
- 9) A subsidiary, Chailease Consumer Finance Co., Ltd., entered into several credit/loan agreements with financial institutions, under which, this subsidiary shall maintain certain financial ratios on balance sheet date. (i.e. current ratio, interest coverage ratio, tangible net worth, etc.) Otherwise, the loans are due and payable immediately.

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- 10) A subsidiary, Chailease International Financial Services Co., Ltd., entered into several credit/loan agreements with financial institutions, under which, Chailease Finance Co., Ltd., shall maintain certain parent only financial ratios on balance sheet date. (i.e. interest coverage ratio, tangible net worth, etc.) Otherwise, the loans are due and payable immediately.
- 11) A subsidiary, Chailease Berjaya Credit Sdn Bhd., entered into several credit/loan agreements with financial institutions, under which, the Company and Chailease Berjaya Credit Sdn Bhd., shall maintain certain financial ratios on balance sheet date. (i.e. liabilities to equity ratio, etc.) Otherwise, the loans are due and payable immediately.
- 12) A subsidiary, Chailease International Financial Services (Singapore) Pte. Ltd. entered into several credit/loan agreements with financial institutions, under which, Chailease Finance Co., Ltd., shall maintain certain financial ratios on balance sheet date. (i.e. interest coverage ratio and tangible net worth ratio, etc.) Otherwise, the loans are due and payable immediately.
- 13) A subsidiary, Chailease Berjaya Finance Corporation, entered into a credit/loan agreement with a financial institution, under which, Chailease Berjaya Finance Corporation shall maintain certain financial ratios on the balance sheet date. (i.e. liabilities ratio, etc.) Otherwise, the loans will be deemed as due and are payable immediately.
- 14) The subsidiaries, Chailease Royal Leasing Plc. and Chailease Royal Finance Plc. entered into several credit/loan agreements with different financial institutions, under which, Chailease Royal Leasing Plc. and Chailease Royal Finance Plc. shall maintain certain financial ratios on the balance sheet date. (i.e. liabilities ratio, non performing asset ratio, etc.) Otherwise, the loans will be deemed as due and are payable immediately.

As of December 31, 2020, the Group was in compliance with the financial covenants mentioned above.

(1) Bonds payable

Period	Annual Interest Rate	Principal Amount	Repayment Terms	2021.3.31		Collateral
				Within Operating Cycle	Beyond Operating Cycle	
2014.10.30~ 2021.10.30	2.050%	900,000	Payable in lump sum. Interest rate is fixed. Interest is payable annually.	900,000	-	None
2014.10.30~ 2024.10.30	2.300%	1,100,000	"	-	1,100,000	"
2016.06.28~ 2021.06.28	1.000%	1,350,000	"	1,350,000	-	"
2016.06.28~ 2023.06.28	1.250%	300,000	"	-	300,000	"
2017.05.17~ 2022.05.17	1.350%	1,700,000	"	1,700,000	-	"
2017.05.17~ 2024.05.17	1.700%	500,000	"	-	500,000	"

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Period	Annual Interest Rate	Principal Amount		Repayment Terms	2021.3.31		Collateral
					Within Operating Cycle	Beyond Operating Cycle	
2017.11.09~ 2022.11.09	1.100%	1,000,000		Payable in lump sum. Interest rate is fixed. Interest is payable annually.	1,000,000	-	None
2018.09.26~ 2023.09.26	0.980%	1,600,000		"	-	1,600,000	"
2018.09.26~ 2025.09.26	1.260%	700,000		"	-	700,000	"
2019.05.09~ 2024.05.09	0.980%	2,950,000		"	-	2,950,000	"
2019.05.09~ 2026.05.09	1.150%	500,000		"	-	500,000	"
2019.05.29~ 2024.05.29	0.980%	2,850,000		"	-	2,850,000	"
2020.04.22~ 2025.04.22	0.660%	3,500,000		"	-	3,500,000	"
2020.10.12~ 2027.10.12	0.730%	550,000		"	-	550,000	"
2020.10.12~ 2030.10.12	0.900%	700,000		"	-	700,000	"
2019.07.26~ 2022.07.26	3.150%	THB	500,000	Payable in lump sum. Interest rate is fixed. Interest is payable semi-annually.	-	457,450	"
2019.08.16~ 2022.08.16	3.150%	THB	200,000	"	-	182,980	"
2020.08.28~ 2023.11.28	3.750%	THB	602,500	"	-	551,227	"
2020.08.28~ 2022.08.28	3.250%	THB	721,500	"	-	660,100	"
2020.10.15~ 2021.11.09	2.400%	THB	245,000	"	224,151	-	"
2020.11.13~ 2021.12.03	2.400%	THB	100,000	"	91,490	-	"
2020.12.18~ 2022.12.18	3.250%	THB	416,000	"	-	380,598	"
2019.02.28~ 2022.01.31	3.200%	THB	100,000	Payable in lump sum. Interest rate is fixed. Interest is payable quarterly.	91,490	-	"
2019.05.17~ 2022.05.17	3.150%	THB	200,000	"	-	182,980	"
2019.06.19~ 2022.06.30	3.150%	THB	270,000	"	-	247,023	"
2019.07.12~ 2021.07.23	2.950%	THB	200,000	"	182,980	-	"
2019.08.08~ 2022.08.08	3.150%	THB	800,000	"	-	731,920	"



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					Within Operating Cycle	Beyond Operating Cycle	
2020.02.17~ 2023.02.17	0%	THB	600,000	Payable at par value.	-	548,940	None
2020.03.26~ 2023.03.26	0%	THB	500,000	"	-	457,450	"
2021.03.17~ 2022.09.14	0%	THB	300,000	"	-	274,470	"
2021.03.18~ 2023.03.18	0%	THB	200,000	"	-	182,980	"
2021.03.19~ 2022.07.01	0%	THB	56,000	"	-	51,234	"
2020.10.22~ 2023.10.22	3.750%	USD	300,000	Payable in lump sum. Interest rate is fixed. Interest is payable semi-annually.	8,548,688	-	"
Bonds payable (Gross)					14,088,799	20,159,352	
Discounts on bonds payable					(115)	(80,078)	
					<u>\$ 14,088,684</u>	<u>20,079,274</u>	

  

Period	Annual Interest Rate	Principal Amount		Repayment Terms	2020.12.31		Collateral
					Within Operating Cycle	Beyond Operating Cycle	
2014.10.30~ 2021.10.30	2.050%		900,000	Payable in lump sum. Interest rate is fixed. Interest is payable annually.	900,000	-	None
2014.10.30~ 2024.10.30	2.300%		1,100,000	"	-	1,100,000	"
2016.06.28~ 2021.06.28	1.000%		1,350,000	"	1,350,000	-	"
2016.06.28~ 2023.06.28	1.250%		300,000	"	-	300,000	"
2017.05.17~ 2022.05.17	1.350%		1,700,000	"	1,700,000	-	"
2017.05.17~ 2024.05.17	1.700%		500,000	"	-	500,000	"
2017.11.09~ 2022.11.09	1.100%		1,000,000	"	1,000,000	-	"
2018.09.26~ 2023.09.26	0.980%		1,600,000	"	-	1,600,000	"
2018.09.26~ 2025.09.26	1.260%		700,000	"	-	700,000	"
2019.05.09~ 2024.05.09	0.980%		2,950,000	"	-	2,950,000	"

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				Within Operating Cycle	Beyond Operating Cycle	
2019.05.09~ 2026.05.09	1.150%	500,000	Payable in lump sum. Interest rate is fixed. Interest is payable annually.	-	500,000	None
2019.05.29~ 2024.05.29	0.980%	2,850,000	"	-	2,850,000	"
2020.04.22~ 2025.04.22	0.660%	3,500,000	"	-	3,500,000	"
2020.10.12~ 2027.10.12	0.730%	550,000	"	-	550,000	"
2020.10.12~ 2030.10.12	0.900%	700,000	"	-	700,000	"
2019.07.26~ 2022.07.26	3.150%	THB 500,000	Payable in lump sum. Interest rate is fixed. Interest is payable semi-annually.	-	477,800	"
2019.08.16~ 2022.08.16	3.150%	THB 200,000	"	-	191,120	"
2020.08.28~ 2023.11.28	3.750%	THB 602,500	"	-	575,749	"
2020.08.28~ 2022.08.28	3.250%	THB 721,500	"	-	689,465	"
2020.10.15~ 2021.11.09	2.400%	THB 245,000	"	234,122	-	"
2020.11.13~ 2021.12.03	2.400%	THB 100,000	"	95,560	-	"
2020.112.18~ 2022.12.18	3.250%	THB 416,000	"	-	397,530	"
2018.02.15~ 2021.02.15	2.860%	THB 1,000,000	Payable in lump sum. Interest rate is fixed. Interest is payable quarterly.	955,600	-	"
2018.03.20~ 2021.03.25	2.860%	THB 500,000	"	477,800	-	"
2019.01.30~ 2021.02.05	3.000%	THB 290,000	"	277,124	-	"
2019.02.28~ 2022.01.31	3.200%	THB 100,000	"	-	95,560	"
2019.05.17~ 2022.05.17	3.150%	THB 200,000	"	-	191,120	"
2019.06.19~ 2022.06.30	3.150%	THB 270,000	"	-	258,012	"
2019.07.12~ 2021.07.23	2.950%	THB 200,000	"	191,120	-	"
2019.08.08~ 2022.08.08	3.150%	THB 800,000	"	-	764,480	"

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Period	Annual Interest Rate	Principal Amount		Repayment Terms	2020.12.31		Collateral
					Within Operating Cycle	Beyond Operating Cycle	
2020.02.17~ 2023.02.17	0%	THB	600,000	Payable at par value.	-	573,360	None
2020.03.26~ 2023.03.26	0%	THB	500,000	"	-	477,800	"
2020.10.22~ 2023.10.22	3.750%	USD	300,000	Pay able in lump sum. Interest rate is fixed. Interest is payable semi-annually.	8,592,007	-	"
Bonds payable (Gross)					15,773,333	19,941,996	
Discounts on bonds payable					(231)	(69,998)	
					<u>\$ 15,773,102</u>	<u>19,871,998</u>	
Period	Annual Interest Rate	Principal Amount		Repayment Terms	2020.3.31		Collateral
					Within Operating Cycle	Beyond Operating Cycle	
2014.10.30~ 2021.10.30	2.050%		900,000	Payable in lump sum. Interest rate is fixed. Interest is payable annually.	900,000	-	None
2014.10.30~ 2024.10.30	2.300%		1,100,000	"	-	1,100,000	"
2015.06.29~ 2020.06.29	1.550%		3,000,000	Principal amount is payable in two equal installments at the end of the fourth and fifth year. Interest rate is fixed. Interest is payable annually.	1,500,000	-	"
2016.06.28~ 2021.06.28	1.000%		1,350,000	Payable in lump sum. Interest rate is fixed. Interest is payable annually.	1,350,000	-	"
2016.06.28~ 2023.06.28	1.250%		300,000	"	-	300,000	"
2017.05.17~ 2022.05.17	1.350%		1,700,000	"	-	1,700,000	"
2017.05.17~ 2024.05.17	1.700%		500,000	"	-	500,000	"
2017.09.26~ 2020.09.26	1.050%		3,500,000	"	3,500,000	-	"
2017.11.09~ 2022.11.09	1.100%		1,000,000	"	-	1,000,000	"
2018.09.26~ 2023.09.26	0.980%		1,600,000	"	-	1,600,000	"
2018.09.26~ 2025.09.26	1.260%		700,000	"	-	700,000	"
2019.05.09~ 2024.05.09	0.980%		2,950,000	"	-	2,950,000	"
2019.05.09~ 2026.05.09	1.150%		500,000	"	-	500,000	"
2019.05.29~ 2024.05.29	0.980%		2,850,000	"	-	2,850,000	"

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Period	Annual Interest Rate	Principal Amount		Repayment Terms	2020.3.31		Collateral
					Within Operating Cycle	Beyond Operating Cycle	
2016.06.28~ 2020.06.29	3.250%	THB	200,000	Payable in lump sum. Interest rate is fixed. Interest is payable semi-annually.	185,400	-	None
2019.07.26~ 2022.07.26	3.150%	THB	500,000	"	-	463,500	"
2019.08.16~ 2022.08.16	3.150%	THB	200,000	"	-	185,400	"
2017.04.27~ 2020.05.15	2.960%	THB	150,000	Payable in lump sum. Interest rate is fixed. Interest is payable quarterly.	139,050	-	"
2017.07.07~ 2020.07.07	2.980%	THB	110,000	"	101,970	-	"
2017.08.08~ 2020.08.10	2.930%	THB	1,500,000	"	1,390,500	-	"
2018.02.15~ 2021.02.15	2.860%	THB	1,000,000	"	927,000	-	"
2018.03.20~ 2021.03.25	2.860%	THB	500,000	"	463,500	-	"
2018.09.13~ 2020.09.13	2.980%	THB	500,000	"	463,500	-	"
2019.01.30~ 2021.02.05	3.000%	THB	290,000	"	268,830	-	"
2019.02.28~ 2022.01.31	3.200%	THB	100,000	"	-	92,700	"
2019.05.17~ 2022.05.17	3.150%	THB	200,000	"	-	185,400	"
2019.06.19~ 2022.06.30	3.150%	THB	270,000	"	-	250,290	"
2019.07.12~ 2021.07.23	2.950%	THB	200,000	"	-	185,400	"
2019.08.08~ 2022.08.08	3.150%	THB	800,000	"	-	741,600	"
2020.02.17~ 2023.02.17	0.000%	THB	600,000	Payable at par value.	-	556,200	"
2020.03.26~ 2023.03.26	0.000%	THB	500,000	"	-	463,500	"
Bonds payable (Gross)					11,189,750	16,323,990	
Discounts on bonds payable					(867)	(84,495)	
					<u>\$ 11,188,883</u>	<u>16,239,495</u>	

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(m) Lease liabilities

The Group's lease liabilities were as follows:

	<u>2021.3.31</u>	<u>2020.12.31</u>	<u>2020.3.31</u>
Current	\$ <u>994,690</u>	<u>949,959</u>	<u>922,121</u>
Non-current	\$ <u>3,402,888</u>	<u>3,272,489</u>	<u>2,891,264</u>

For the maturity analysis, please refer to Note (6)(u).

The amounts recognized in profit or loss were as follows:

	<u>For the three months ended March 31,</u> <u>2021</u>	<u>2020</u>
Interest on lease liabilities	\$ <u>11,329</u>	<u>14,096</u>
Variable lease payments not included in the measurement of lease liabilities	\$ <u>46,487</u>	<u>36,022</u>
Expenses relating to short-term leases	\$ <u>94,240</u>	<u>51,538</u>

The amounts recognized in the statement of cash flows for the Group were as follows:

	<u>For the three months ended March 31,</u> <u>2021</u>	<u>2020</u>
Total cash outflow for leases	\$ <u>314,573</u>	<u>233,794</u>

1. Real estate leases

As of March 31, 2021, the Group leases land and buildings for its office and solar power station. The leases of office and solar power station typically run for two to twenty-eight years. Some leases include an option to renew the lease for an additional period of the same duration after the end of the contract term.

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

2. Other leases

The Group leases transportation equipment, with lease terms of two to three years.

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(n) Employee benefits

1. Defined benefit plans

Management believes that there was no material volatility of the market, no material reimbursement and settlement or other material one-time events since prior fiscal year. As a result, pension cost in the accompanying interim consolidated financial statements was measured and disclosed according to the actuarial report as of December 31, 2019 and 2018.

The Group's pension costs recognized in profit or loss were as follows:

	<b>For the three months ended March 31,</b>	
	<b>2021</b>	<b>2020</b>
Operating expenses	\$ <u>16,591</u>	<u>17,457</u>

2. Defined contribution plans

The pension costs incurred from the contributions were as follows:

	<b>For the three months ended March 31,</b>	
	<b>2021</b>	<b>2020</b>
Operating costs	\$ -	373
Operating expenses	82,846	61,019
Total	\$ <u>82,846</u>	<u>61,392</u>

(o) Income taxes

The components of income tax were as follows:

	<b>For the three months ended March 31,</b>	
	<b>2021</b>	<b>2020</b>
Total income tax expense from continuing operations	\$ <u>2,792,207</u>	<u>1,656,885</u>

The components of income tax recognized in other comprehensive income were as follows:

	<b>For the three months ended March 31,</b>	
	<b>2021</b>	<b>2020</b>
Foreign currency translation differences for foreign operations	\$ <u>(13,239)</u>	<u>(30,836)</u>

(p) Share capital and other equity accounts

Except for the following, there were no significant changes in capital and other equity for the three months ended March 31, 2021 and 2020. Please refer to Note (6)(q) of the 2020 annual, consolidated financial statements for other related information.

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**1. Share capital**

- 1) As of March 31, 2021 and 2020, the Company's authorized capital consisted of 2,500,000 thousand shares and 1,500,000 thousand shares with a par value of \$10 (NT dollars) per share, which includes common stock and preferred stock. As of March 31, 2021 and 2020, the issued common shares worth \$13,813,280 and \$13,282,000, respectively, and issued Series A Preferred Shares worth \$1,500,000 and \$0, respectively. All the issued shares were fully paid, and the preferred shares were recognized as equity.

Due to the capital needs for future development (including operating capital, investing in the subsidiaries and repaying bank loans...etc.) the Board of Directors of the Company resolved to increase the Company's capital by issuing common shares of stock through the offering of global depositary receipts (GDRs) overseas on August 10, 2017, and the offering was approved by the Financial Supervisory Commission (FSC) on September 27, 2017. As of October 17, 2017, these global depositary receipts were priced at US\$12.28 per unit, and the Company issued 125,000,000 common shares of stock from the conversion of 25,000,000 units of global depositary receipts. Each unit of global depositary receipts represents 5 common shares of stock. The Company has listed global depositary receipts on the Euro multilateral trading facility market (Euro MTF market) of the Luxembourg Stock Exchange.

Due to the capital needs for investing in subsidiaries and repaying bank loans, the board of directors of the Company resolved to increase the Company's capital by issuing common shares of stock through the offering of GDRs overseas, and the offering was approved by the Financial Supervisory Commission (FSC) on August 3, 2012. As of October 9, 2012, these GDRs were priced at US\$8.59 per unit, and the Company issued 120,000,000 common shares of stock from the conversion of 24,000,000 units of GDRs. Each unit of GDRs represents 5 common shares of stock.

As of March 31, 2021, December 31, 2020, and March 31, 2020, the Company has listed 247,025, 160,880 and 714,788 units of GDRs, respectively, on the Euro MTF market of the Luxembourg Stock Exchange. Major terms and conditions for GDRs were as follows:

**A. Exercise of voting rights**

Holders of GDRs may exercise voting rights with respect to the common shares in the manner set out in "Terms and Conditions of the Global Depositary Shares-Voting Rights," as such provisions may be amended from time to time to comply with applicable ROC law.

**B. Dividend distributions, pre-emptive rights and other rights**

Holders of GDRs have same rights on dividend distribution and share distribution as the Company's existing common shareholders.

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2) Issuance of preferred shares

The shareholders' meeting has approved the amended Articles of Incorporation on rights and obligations of preferred shares on May 27, 2020. The Board of Directors approved the details issuing Series A Preferred Shares on July 29, 2020. The Company issued 150,000 thousand Series A Preferred Shares with a par value of \$10 per share, which amounted to \$15,000,000. The capital injection was approved by Financial Supervisory Commission R.O.C. (Taiwan). The subscription date was September 7, 2020. All the share price of the issued shares have been received and all issued shares were registered and recognized as equity.

The rights and obligations of Series A Preferred Shares Issuance are listed as follows:

- A. Due date: Perpetual,
- B. Dividends: 3.8% per annum for Series A Preferred Shares (5-year IRS 0.5625%+3.2375%) calculated pursuant to issue price per share. Interest rate per annum will be reset on the day after the 5th anniversary of the issue date ("Issue Date") and the day after each subsequent 5-year period hereafter. The pricing base date shall be the first previous business day for financial institutions in Taipei. Record date for interest reset shall be the second previous business day for financial institutions in Taipei. The 5-year IRS rate shall be the arithmetic mean of 5-year IRS quotations as published by Reuter, TAIFXIRS and COSMOS3 at 11:00 a.m. of the day of the pricing base date and reset record date (must be a business day for Taipei's financial institutions). If the above quotations cannot be obtained on reset record date, interest rate shall be decided by the issuer in good faith and taken into account of reasonable market rate;
- C. Dividend Distributions: Cash dividends shall be distributed annually at one time. Once the Company's audited financial reports have been acknowledged in the annual general meeting, the Board of Directors shall set the record date for the distribution of Preferred Dividends of such financial year. Dividend distribution for the years of issuance and redemption shall be calculated pursuant to actual outstanding days of the given year;
- D. Upon the final settlement of the Company's annual accounts, if there are profits, the Company shall set aside out of the profits for each financial year: (i) a reserve for payment of tax for the relevant financial year; (ii) an amount to offset losses incurred in previous years; and (iii) a special surplus reserve as required by the applicable securities authority under the Applicable Public Company Rules, and the remaining profits shall be allocated first as the dividends of the Series A Preferred Shares ("Preferred Dividends") payable in such financial year;
- E. The Company has sole discretion on the distribution of Series A Preferred Dividends. In the event that there are no profits or insufficient profits for distributing Preferred Dividends, or due to other necessary considerations, the suspension of distributing Preferred Dividends shall not be deemed as an event of default under any agreements and directions in relation to the issuance of such Preferred Shares;



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- F. The Series A Preferred Shares issued by the Company shall be non-cumulative preferred shares. Any undistributed Preferred Dividends or shortfalls in Preferred Dividends distributed shall not be cumulative and shall cease to accrue and be payable, therefore no deferred payment will be paid in subsequent years where there are earnings;
- G. Excess Dividends Distribution: Except for the foregoing Preferred Dividends, the holders of the Series A Preferred Shares ("Preferred Shareholders") are not entitled to participate in the distribution of cash or stock dividends derived from earnings or capital reserves;
- H. Priority of Claims in liquidation: Upon any voluntary or involuntary liquidation, dissolution or winding-up of the Company, any surplus assets of the Company available for distribution to Series A Preferred Shareholders shall be first distributed to the Series A Preferred Shareholders. All Preferred Shareholders shall rank pari passu and such distribution shall be capped at the respective issue amount;
- I. Voting Rights and Election right: The Series A Preferred Shareholders shall have no voting rights and no rights to vote on election of directors in a general meeting. Notwithstanding the foregoing, the Series A Preferred Shareholders shall have voting rights in a separate meeting of the Series A Preferred Shares;
- J. Conversion right: Series A Preferred Shares are not convertible to ordinary shares;
- K. Redemption of preferred shares: The Series A Preferred Shareholders have no right to request the Company to redeem the preferred shares they hold; Notwithstanding the foregoing, subject to compliance with the Companies Law, the Company may, upon the approval by the Board of Directors, redeem all or a part of the outstanding issued Series A Preferred Shares, at any time on the next business day after five years of issuance, at the original issue price and on such terms as the Board of Directors may approve. The rights and obligations set forth in the foregoing paragraphs shall remain unchanged to the unredeemed Series A Preferred Shareholders.

**2.Capital surplus**

The components of capital surplus were as follows:

	<b>2021.3.31</b>	<b>2020.12.31</b>	<b>2020.3.31</b>
Share capital	\$ 30,852,945	30,852,945	17,363,784
Changes in equity of associates and joint ventures accounted for using equity method	44,619	30,396	15,683
Others	623	623	-
	<b>\$ 30,898,187</b>	<b>30,883,964</b>	<b>17,379,467</b>

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**3. Retained earnings**

According to the Articles of Association, the Company is required to appropriate earnings every accounting year. The after-tax earnings are initially used to offset cumulative losses, and then a special reserve and preferred dividends are appropriated from the remainder. Without necessarily violating the Cayman Islands Companies Law, the Company is able to retain reasonable amount of earnings for Company development. Dividends of at least 25% of such annual profit of which cash dividends shall not be less than 30% of the total amount of dividends.

**1) Special reserve**

In accordance with Permit No. 1010012865 as issued by the Financial Supervisory Commission on April 6, 2012, a special reserve equal to the debit balance of unrealized loss on financial instruments in the stockholders' equity, is appropriated from unappropriated retained earnings pursuant to Article No.41 of the Securities and Exchange Act. When appropriating a special reserve for the first time, it is initially appropriated from current earnings and any deficiency is appropriated from the undistributed earnings of prior years. For the second year and years thereafter, the increase or decrease in the balance of unrealized loss on financial instruments in subsequent year, as shown in the statement of changes in stockholders' equity, is either subject to further appropriation for special reserve, or reversed to retained earnings.

**2) Earnings distribution**

On March 25, 2021, the Company's board of directors resolved to appropriate the 2020 earnings. On May 27, 2020, the shareholders resolved to distribute the 2019 earnings. These earnings were appropriated as follows:

	<b>2020</b>		<b>2019</b>	
	<b>Amount per share (TWDS)</b>	<b>Total amount</b>	<b>Amount per share (TWDS)</b>	<b>Total amount</b>
Dividends distributed to common shareholders				
Cash	\$ 5.0	6,906,640	4.6	6,109,720
Shares	0.5	690,664	0.4	531,280
Total		<u><u>\$ 7,597,304</u></u>		<u><u>6,641,000</u></u>
Dividends distributed to preference shareholders				
Series A preferred shares		<u><u>181,151</u></u>		<u><u>-</u></u>

As of May 13, 2021, the abovementioned 2020 earnings appropriation has yet to be approved by the stockholders.

The information on prior year's distribution of the Company's earnings can be accessed from the Market Observation Post System on the internet.

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(q) Earnings per share

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

	<b>For the three months ended March 31,</b>	
	<b>2021</b>	<b>2020</b>
Profit attributable to common stockholders of the Company	<u>\$ 4,970,387</u>	<u>3,922,968</u>
Weighted average number of ordinary shares	<u>1,381,328</u>	<u>1,381,328</u>
Weighted average number of ordinary shares (Diluted)	<u>1,381,345</u>	<u>1,381,360</u>

Noted: Potential ordinary shares have no dilutive effect.

(r) Employee and board of directors compensation

According to the Articles of Association, if there are surplus profits, the annual surplus profits shall be allocated in accordance with the following sequence and manner; however, if the Company has accumulated losses, such accumulated losses shall first be offset against the annual profits:

- a) Between 0.01% and 1% of the surplus profits before tax of each financial years as employees' compensation;
- b) Not to exceed 0.1% of the surplus profits before tax of each financial year as directors' compensation.

For the three months ended March 31, 2021 and 2020, the Company estimated its employees' remuneration amounting to \$819 and \$588, and directors' remuneration amounting to \$5,460 and \$2,746, respectively. These estimated amounts were calculated based on the net profit before tax, excluding the remuneration to employees and directors of each period, multiplied by the percentage of remuneration to employees and directors as specified in the Company's Articles. These remunerations were expensed under operating costs or operating expenses during 2021 and 2020. If there are any subsequent adjustments to the actual remuneration amounts after the annual shareholders' meeting, the adjustment will be regarded as changes in accounting estimates and will be reflected in profit or loss in the following year.

For 2020 and 2019, the Company recognized employees' remuneration amounting to \$2,532 and \$2,320, and directors' remuneration amounting to \$16,846 and \$15,389, respectively. The amounts, as stated in the condensed interim consolidated financial statements, are identical to those of the actual distributions for 2020 and 2019. Related information would be available at the Market Observation Post System website.

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(s) Net other income and expenses

The components of net other income and expenses were as follows:

	<b>For the three months ended March 31,</b>	
	<b>2021</b>	<b>2020</b>
Net losses on disposal of foreclosed assets	\$ (47,834)	(43,476)
Net impairment (losses) profits on foreclosed assets	7,115	(15,050)
Gain on doubtful debt recoveries	177,885	125,702
Effect of changes in lease contract	-	(408)
	<b>\$ 137,166</b>	<b>66,768</b>

(t) Other gains and losses

The components of other gains and losses were as follows:

	<b>For the three months ended March 31,</b>	
	<b>2021</b>	<b>2020</b>
Interest on lease liabilities	\$ (11,329)	(14,096)
Net foreign exchange (losses) gains	(37,691)	12,922
Net gains on disposal of property, plant and equipment	260	709
Net (losses) gains on valuation of financial assets measured at fair value through profit or loss	36,690	(62,770)
Effect of changes in lease contract	656	-
Others	433,188	406,332
	<b>\$ 421,774</b>	<b>343,097</b>

(u) Financial instruments

1. Credit risks

1) Credit risks exposure

The carrying amounts of financial assets represented the maximum credit risk exposure of the Group. As of March 31, 2021, December 31, 2020, and March 31, 2020, the maximum exposure to credit risks amounted to \$554,965,167, \$540,226,711 and \$470,606,704, respectively.

The non-performing loans (net of allowance for doubtful accounts) amounted to \$71,776, \$72,658 and \$104,464 as of March 31, 2021, December 31, 2020, and March 31, 2020, respectively.

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The loans and receivables originated by the Group and their related allowance for impairment at the reporting date by geographic regions were as follows:

	<u>Taiwan</u>	<u>China</u>	<u>ASEAN</u>	<u>Others</u>	<u>Total</u>
<b><u>March 31, 2021</u></b>					
<b>Gross loans and receivables:</b>					
Neither past due nor impaired					
12-month ECL	\$ 233,633,692	172,186,211	52,732,642	-	458,552,545
Lifetime ECL	-	583,225	11,239,973	4,700,892	16,524,090
Past due or monitored					
Lifetime ECL	1,544,956	40,675	3,000,631	148,470	4,734,732
Impaired					
Lifetime ECL	5,933,312	3,388,829	2,483,837	-	11,805,978
Gross carrying amounts	<u>\$ 241,111,960</u>	<u>176,198,940</u>	<u>69,457,083</u>	<u>4,849,362</u>	<u>491,617,345</u>
Allowance for losses	<u>4,879,875</u>	<u>4,744,306</u>	<u>2,530,508</u>	<u>108,041</u>	<u>12,262,730</u>
Carrying amount	<u>\$ 236,232,085</u>	<u>171,454,634</u>	<u>66,926,575</u>	<u>4,741,321</u>	<u>479,354,615</u>

**Taiwan**

	<u>For the three months ended March 31, 2021</u>			
	<u>12-month ECL</u>	<u>Lifetime ECL-not credit impaired</u>	<u>Lifetime ECL-credit impaired</u>	<u>Total</u>
Balance at January 1, 2021	\$ 2,326,842	57,737	2,274,792	4,659,371
Impairment loss recognized	229,640	9,472	530,252	769,364
Bad debts written-off	-	-	(549,879)	(549,879)
Others	379	16	624	1,019
Balance at March 31, 2021	<u>\$ 2,556,861</u>	<u>67,225</u>	<u>2,255,789</u>	<u>4,879,875</u>

**China**

	<u>For the three months ended March 31, 2021</u>			
	<u>12-month ECL</u>	<u>Lifetime ECL-not credit impaired</u>	<u>Lifetime ECL-credit impaired</u>	<u>Total</u>
Balance at January 1, 2021	\$ 3,127,305	13,215	1,629,608	4,770,128
Impairment loss (profit) recognized	1,181,294	(11,677)	(623,196)	546,421
Transfer to lifetime ECL-not credit impaired	(15,635)	15,635	-	-
Transfer to lifetime ECL- credit impaired	(1,080,294)	-	1,080,294	-
Bad debts written-off	-	-	(536,207)	(536,207)
Others	(24,179)	(128)	(11,729)	(36,036)
Balance at March 31, 2021	<u>\$ 3,188,491</u>	<u>17,045</u>	<u>1,538,770</u>	<u>4,744,306</u>

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**ASEAN**

	<b>For the three months ended March 31, 2021</b>			
	<b>12-month ECL</b>	<b>Lifetime ECL- not credit impaired</b>	<b>Lifetime ECL- credit impaired</b>	<b>Total</b>
Balance at January 1, 2021	\$ 363,194	713,674	1,463,045	2,539,913
Impairment loss (profit) recognized	217,379	(47,138)	93,913	264,154
Transfer to lifetime ECL-not credit impaired	(113,215)	113,215	-	-
Transfer to lifetime ECL- credit impaired	(15,311)	(56,651)	71,962	-
Bad debts written-off	-	(6,359)	(184,957)	(191,316)
Others	335,840	(370,279)	(47,804)	(82,243)
Balance at March 31, 2021	<u>\$ 787,887</u>	<u>346,462</u>	<u>1,396,159</u>	<u>2,530,508</u>

**Others**

	<b>For the three months ended March 31, 2021</b>			
	<b>12-month ECL</b>	<b>Lifetime ECL- not credit impaired</b>	<b>Lifetime ECL- credit impaired</b>	<b>Total</b>
Balance at January 1, 2021	\$ -	130,196	-	130,196
Impairment profit recognized	-	(22,469)	-	(22,469)
Others	-	314	-	314
Balance at March 31, 2021	<u>\$ -</u>	<u>108,041</u>	<u>-</u>	<u>108,041</u>

**December 31, 2020**

**Gross loans and receivables:**

	<b>Taiwan</b>	<b>China</b>	<b>ASEAN</b>	<b>Others</b>	<b>Total</b>
Neither past due nor impaired					
12-month ECL	\$ 222,805,558	175,149,747	39,880,801	1,888,582	439,724,688
Lifetime ECL	-	453,667	22,186,760	2,660,001	25,300,428
Past due or monitored					
Lifetime ECL	1,505,295	66,578	3,386,129	114,292	5,072,294
Impaired					
Lifetime ECL	5,613,794	3,460,553	2,605,782	115,346	11,795,475
Gross carrying amounts	<u>\$ 229,924,647</u>	<u>179,130,545</u>	<u>68,059,472</u>	<u>4,778,221</u>	<u>481,892,885</u>
Allowance for losses	4,659,371	4,770,128	2,539,913	130,196	12,099,608
Carrying amount	<u>\$ 225,265,276</u>	<u>174,360,417</u>	<u>65,519,559</u>	<u>4,648,025</u>	<u>469,793,277</u>

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**Taiwan**

	<b>For the year ended December 31, 2020</b>			
	<b>12-month ECL</b>	<b>Lifetime ECL- not credit impaired</b>	<b>Lifetime ECL- credit impaired</b>	<b>Total</b>
Balance at January 1, 2020	\$ 1,752,730	42,829	2,271,108	4,066,667
Impairment loss recognized	597,958	15,263	2,235,365	2,848,586
Bad debts written-off	(12,952)	-	(2,217,235)	(2,230,187)
Others	(10,894)	(355)	(14,446)	(25,695)
Balance at December 31, 2020	<u>\$ 2,326,842</u>	<u>57,737</u>	<u>2,274,792</u>	<u>4,659,371</u>

**China**

	<b>For the year ended December 31, 2020</b>			
	<b>12-month ECL</b>	<b>Lifetime ECL- not credit impaired</b>	<b>Lifetime ECL- credit impaired</b>	<b>Total</b>
Balance at January 1, 2020	\$ 2,391,670	7,418	1,332,791	3,731,879
Impairment loss (profit) recognized	2,042,231	(7,062)	937,812	2,972,981
Transfer to lifetime ECL-not credit impaired	(12,611)	12,611	-	-
Transfer to lifetime ECL- credit impaired	(1,349,194)	-	1,349,194	-
Bad debts written-off	-	-	(2,018,482)	(2,018,482)
Others	55,209	248	28,293	83,750
Balance at December 31, 2020	<u>\$ 3,127,305</u>	<u>13,215</u>	<u>1,629,608</u>	<u>4,770,128</u>

**ASEAN**

	<b>For the year ended December 31, 2020</b>			
	<b>12-month ECL</b>	<b>Lifetime ECL- not credit impaired</b>	<b>Lifetime ECL- credit impaired</b>	<b>Total</b>
Balance at January 1, 2020	\$ 224,911	538,921	1,489,476	2,253,308
Impairment loss recognized	328,615	157,426	805,545	1,291,586
Transfer to lifetime ECL-not credit impaired	(90,952)	90,952	-	-
Transfer to lifetime ECL- credit impaired	(88,189)	(46,260)	134,449	-
Bad debts written-off	-	(1,553)	(886,475)	(888,028)
Others	(11,191)	(25,812)	(79,950)	(116,953)
Balance at December 31, 2020	<u>\$ 363,194</u>	<u>713,674</u>	<u>1,463,045</u>	<u>2,539,913</u>

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**Others**

	For the year ended December 31, 2020				Total
	12-month ECL	Lifetime ECL- not credit impaired	Lifetime ECL- credit impaired		
Balance at January 1, 2020	\$ -	141,263	-		141,263
Impairment profit recognized	-	(5,089)	-		(5,089)
Others	-	(5,978)	-		(5,978)
Balance at December 31, 2020	<u>\$ -</u>	<u>130,196</u>	<u>-</u>		<u>130,196</u>
	<u>Taiwan</u>	<u>China</u>	<u>ASEAN</u>	<u>Others</u>	<u>Total</u>
<b>March 31, 2020</b>					
<b>Gross loans and receivables:</b>					
Neither past due nor impaired					
12-month ECL	\$ 198,222,387	139,095,755	36,500,331	1,800,924	375,619,397
Lifetime ECL	550,433	220,402	19,188,744	2,992,542	22,952,121
Past due or monitored					
Lifetime ECL	1,057,910	-	3,836,171	212,617	5,106,698
Impaired					
Lifetime ECL	6,072,688	3,456,879	2,864,787	-	12,394,354
Gross carrying amounts	<u>\$ 205,903,418</u>	<u>142,773,036</u>	<u>62,390,033</u>	<u>5,006,083</u>	<u>416,072,570</u>
Allowance for losses	4,312,655	3,769,059	2,316,647	143,759	10,542,120
Carrying amount	<u>\$ 201,590,763</u>	<u>139,003,977</u>	<u>60,073,386</u>	<u>4,862,324</u>	<u>405,530,450</u>

**Taiwan**

	For the three months ended March 31, 2020				Total
	12-month ECL	Lifetime ECL- not credit- impaired	Lifetime ECL- credit-impaired		
Balance at January 1, 2020	\$ 1,752,730	42,829	2,271,108		4,066,667
Impairment loss recognized	112,053	4,890	551,790		668,733
Transfer to lifetime ECL- credit impaired	(5,683)	-	5,683		-
Bad debts written-off	-	-	(426,559)		(426,559)
Others	1,250	6	2,558		3,814
Balance at March 31, 2020	<u>\$ 1,860,350</u>	<u>47,725</u>	<u>2,404,580</u>		<u>4,312,655</u>



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**China**

	<b>For the three months ended March 31, 2020</b>			
	<b>12-month ECL</b>	<b>Lifetime ECL- not credit- impaired</b>	<b>Lifetime ECL- credit-impaired</b>	<b>Total</b>
Balance at January 1, 2020	\$ 2,391,671	7,418	1,332,790	3,731,879
Impairment loss (profit) recognized	1,908,270	206,954	(1,432,132)	683,092
Transfer to lifetime ECL-not credit impaired	(43,345)	43,345	-	-
Transfer to lifetime ECL- credit impaired	(1,936,597)	(251,760)	2,188,357	-
Bad debts written-off	-	-	(601,571)	(601,571)
Others	(26,901)	(68)	(17,372)	(44,341)
Balance at March 31, 2020	<u>\$ 2,293,098</u>	<u>5,889</u>	<u>1,470,072</u>	<u>3,769,059</u>

**ASEAN**

	<b>For the three months ended March 31, 2020</b>			
	<b>12-month ECL</b>	<b>Lifetime ECL- not credit- impaired</b>	<b>Lifetime ECL- credit-impaired</b>	<b>Total</b>
Balance at January 1, 2020	\$ 224,911	538,921	1,489,476	2,253,308
Impairment loss recognized	200,573	45,829	60,218	306,620
Transfer to lifetime ECL-not credit impaired	(143,813)	143,813	-	-
Transfer to lifetime ECL- credit impaired	(17,530)	(108,664)	126,194	-
Bad debts written-off	-	(245)	(82,362)	(82,607)
Others	(19,258)	(29,748)	(111,668)	(160,674)
Balance at March 31, 2020	<u>\$ 244,883</u>	<u>589,906</u>	<u>1,481,858</u>	<u>2,316,647</u>

**Others**

	<b>For the three months ended March 31, 2020</b>			
	<b>12-month ECL</b>	<b>Lifetime ECL- not credit- impaired</b>	<b>Lifetime ECL- credit-impaired</b>	<b>Total</b>
Balance at January 1, 2020	\$ -	141,263	-	141,263
Impairment loss recognized	-	1,337	-	1,337
Others	-	1,159	-	1,159
Balance at March 31, 2020	<u>\$ -</u>	<u>143,759</u>	<u>-</u>	<u>143,759</u>

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2) Loans and receivables which were neither past due nor impaired

The credit quality of the portfolio classified as loans and receivables neither past due nor impaired is under the circumstances that borrowers are with good credit rate and have no overdue records.

3) Loans and receivables which were past due or monitored

Loans and receivables that were past due or monitored, includes loans and receivables with renegotiated terms. Loans with renegotiated terms are due to the borrower's deteriorating financial position and where the Group has made concessions that it would not otherwise consider. Such activities include extended payment arrangements, approved external debt management plans, deferring foreclosure, modification, loan rewrites and/or deferral of payments pending a change in circumstances.

When loans and receivables of contractual interest or principal payments are past due, the Group considers that impairment loss has not been incurred, because the level of collateral available exceeds the amounts owed to the Group, or the overdue repayments are considered temporary issues.

The following table sets forth the aging of loans and receivables past due:

	<u>2021.3.31</u>	<u>2020.12.31</u>	<u>2020.3.31</u>
Past due up to 30 days	\$ 565,960	453,012	1,149,153
Past due from 31 to 90 days	3,074,993	3,517,659	3,819,102
Past due from 91 to 180 days	96,182	227,740	14,734
Past due over 180 days	<u>997,597</u>	<u>873,883</u>	<u>123,709</u>
	<u>\$ 4,734,732</u>	<u>5,072,294</u>	<u>5,106,698</u>

4) Impaired loans and receivables

Impaired loans and receivables are loans and receivables for which the Group determine that it will be unable to collect part of principal and interest due according to the contracted terms of the loans and receivables.

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**2. Liquidity risks**

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

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>Less than 1 month</u>	<u>1 to 3 months</u>	<u>3 months to 1 year</u>	<u>1 to 5 years</u>	<u>More than 5 years</u>	<u>On demand</u>
<b>March 31, 2021</b>								
<b>Non-derivative financial liabilities</b>								
Secured bank loans	\$ 76,065,113	81,627,717	4,516,718	10,527,469	31,717,162	33,184,202	171,957	1,510,209
Unsecured bank and other loans	215,951,724	218,956,548	18,401,580	19,790,198	39,166,497	137,800,493	3,797,780	-
Notes payable from securitization	8,502,798	8,890,821	263,393	1,122,638	1,929,076	5,575,714	-	-
Short-term notes and bills payable	86,464,292	86,660,000	13,100,000	15,290,000	58,270,000	-	-	-
Bonds payables	34,167,958	36,608,005	68,585	1,557,436	2,093,113	31,093,591	1,795,280	-
Other payables	13,978,337	14,088,670	8,091,400	635,873	1,958,832	1,066,889	23,312	2,312,364
Deposits relating to collateral of customers	55,747,418	59,775,613	5,359,549	790,289	7,009,319	45,159,533	36,825	1,420,098
Lease liabilities	4,397,578	5,065,059	57,778	102,184	485,387	1,126,164	3,293,546	-
<b>Derivative financial liabilities</b>								
Financial liabilities for hedging	876,561	876,561	-	-	876,561	-	-	-
	<u>\$ 496,151,779</u>	<u>512,548,994</u>	<u>49,859,003</u>	<u>49,816,087</u>	<u>143,505,947</u>	<u>255,006,586</u>	<u>9,118,700</u>	<u>5,242,671</u>
<b>December 31, 2020</b>								
<b>Non-derivative financial liabilities</b>								
Secured bank loans	\$ 73,952,387	77,014,876	3,239,499	7,549,279	35,001,195	30,991,526	185,594	47,783
Unsecured bank and other loans	204,145,766	210,085,482	22,516,647	20,347,098	36,372,271	126,707,400	3,855,365	286,701
Notes payable from securitization	10,434,751	10,822,774	729,702	1,400,490	2,327,865	2,036,603	4,328,114	-
Short-term notes and bills payable	83,998,707	84,230,000	10,750,000	14,540,000	58,940,000	-	-	-
Bonds payables	35,645,100	38,304,512	53,512	1,845,300	3,483,574	31,126,846	1,795,280	-
Other payables	17,888,136	18,000,020	11,574,559	1,544,118	1,522,435	984,663	23,312	2,350,933
Deposits relating to collateral of customers	54,646,385	54,662,814	700,116	880,634	9,225,422	42,426,547	137,805	1,292,290
Lease liabilities	4,222,448	4,901,831	55,656	108,659	476,653	1,156,903	3,103,960	-
<b>Derivative financial liabilities</b>								
Financial liabilities for hedging	1,402,120	1,402,120	-	-	1,402,120	-	-	-
	<u>\$ 486,335,800</u>	<u>499,424,429</u>	<u>49,619,691</u>	<u>48,215,578</u>	<u>148,751,535</u>	<u>235,430,488</u>	<u>13,429,430</u>	<u>3,977,707</u>

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	Carrying amount	Contractual cash flows	Less than 1 month	1 to 3 months	3 months to 1 year	1 to 5 years	More than 5 years	On demand
<b>March 31, 2020</b>								
<b>Non-derivative financial liabilities</b>								
Secured bank loans	\$ 55,421,526	57,981,039	3,004,950	5,331,434	21,779,744	27,648,884	216,027	-
Unsecured bank and other loans	204,405,187	210,078,763	23,608,754	25,337,182	54,108,712	106,788,716	235,399	-
Notes payable from securitization	5,455,179	5,653,490	7,898	13,601	61,204	5,570,787	-	-
Short-term notes and bills payable	76,472,276	76,770,000	9,500,000	13,070,000	54,200,000	-	-	-
Bonds payables	27,428,378	28,591,443	3,113	1,961,176	7,367,927	18,038,907	1,220,320	-
Other payables	12,027,410	12,111,283	6,871,786	611,027	1,392,695	840,649	-	2,395,126
Deposits relating to collateral of customers	46,521,689	46,567,690	303,070	850,112	7,923,231	36,439,195	69,424	982,658
Lease liabilities	3,813,385	4,416,756	58,781	101,905	466,724	1,162,913	2,626,433	-
<b>Derivative financial liabilities</b>								
Financial liabilities for hedging	191,264	191,264	-	-	191,264	-	-	-
	<u>\$ 431,736,294</u>	<u>442,361,728</u>	<u>43,358,352</u>	<u>47,276,437</u>	<u>147,491,501</u>	<u>196,490,051</u>	<u>4,367,603</u>	<u>3,377,784</u>

The Group is not expecting that the cash flows included in the maturity analysis could occur significantly earlier or at significantly different amounts.

### 3.Currency risks

#### 1) Exposure to currency risks

The Group's significant exposure to foreign currency risks was as follows:

		<b>2021.3.31</b>		
		<b>Foreign currency (In thousands)</b>	<b>Exchange rate</b>	<b>Functional currency</b>
<b>Financial assets</b>				
<b>Monetary items</b>				
USD	\$	21,252.14	USD : TWD	606,430
		68,113.06	USD : GBP	1,943,606
		3,399.92	USD : VND	97,017
JPY		780,091.60	JPY : USD	201,030
EUR		108,997.63	EUR : USD	3,649,241
CNY		22,348.01	CNY : USD	97,080
KHR		50,250,062.86	KHR : USD	354,483
SGD		17,397.52	SGD : USD	369,001

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		<b>2021.3.31</b>		
		<b>Foreign currency (In thousands)</b>	<b>Exchange rate</b>	<b>Functional currency</b>
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD	3,321.29	USD : VND	25,707	94,773
	68,113.06	USD : GBP	0.7274	1,943,606
JPY	330,000.00	JPY : USD	0.0090	85,031
EUR	88,000.00	EUR : USD	1.1733	2,946,250
KHR	26,366,075.00	KHR : USD	0.0071	185,997
SGD	18,000.00	SGD : USD	0.7433	381,781
CNY	18,000.00	CNY : USD	0.1522	78,190
		<b>2020.12.31</b>		
		<b>Foreign currency (In thousands)</b>	<b>Exchange rate</b>	<b>Functional currency</b>
<u>Financial assets</u>				
<u>Monetary items</u>				
USD	\$ 9,532.54	USD : TWD	28.4800	271,487
	67,471.63	USD : GBP	0.7321	1,921,592
	3,736.29	USD : VND	25,658	106,410
JPY	1,004,867.42	JPY : USD	0.0097	277,645
EUR	136,227.74	EUR : USD	1.2296	4,770,695
CNY	25,986.11	CNY : USD	0.1537	113,741
KHR	45,530,593.42	KHR : USD	0.0070	320,571
SGD	7,788.76	SGD : USD	0.7570	167,926
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD	3,428.57	USD : VND	25,658	97,646
	67,471.63	USD : GBP	0.7321	1,921,592
JPY	450,000.00	JPY : USD	0.0097	124,315
EUR	91,000.00	EUR : USD	1.2296	3,186,807
KHR	22,370,000.00	KHR : USD	0.0070	157,353
SGD	8,000.00	SGD : USD	0.7570	172,479

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		2020.3.31		
		Foreign currency (In thousands)	Exchange rate	Functional currency
<u>Financial assets</u>				
<u>Monetary items</u>				
USD	\$	121,977.37	USD : TWD	3,686,766
		61,516.94	USD : GBP	1,859,350
		5,058.87	USD : VND	152,904
JPY		809,703.41	JPY : USD	225,745
EUR		85,253.93	EUR : USD	2,833,841
HKD		51,121.08	HKD : USD	199,270
AUD		11,217.87	AUD : USD	209,045
SGD		7,307.55	SGD : USD	155,139
<u>Financial liabilities</u>				
<u>Monetary items</u>				
USD		4,558.48	USD : VND	137,780
		61,516.94	USD : GBP	1,859,350
JPY		900,000.00	JPY : USD	250,807
EUR		96,000.00	EUR : USD	3,191,035
HKD		25,000.00	HKD : USD	97,453
AUD		11,000.00	AUD : USD	204,984
SGD		7,000.00	SGD : USD	148,610

2) Sensitivity analysis

The Group's exposure to foreign currency risk arises from foreign currency exchange fluctuations on cash and cash equivalents, account receivables, and loans and borrowings. A 5% depreciation or appreciation of the TWD against the USD and CNY on balance sheet date would have decreased or increased the net profit after tax by \$145,084 and \$278,532, for the three months ended March 31, 2021 and 2020, respectively. The analysis is performed on the same basis for both years.

3) The foreign currency gain or loss on monetary items

Since the Group uses multiple functional currencies, the amounts for foreign currency gain or loss are consolidated for presentation. For the three months ended March 31, 2021 and 2020, the foreign currency gain (loss), including realized and unrealized, amounted to \$(37,691) and \$12,922, respectively.

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**4. Interest analysis**

The Group's financial assets and financial liabilities with interest rate exposure risk were as follows:

Ending balance as of March 31, 2021	Effective interest rate	Total	Floating rate	Fixed rate			Non-interest bearing
				Within 1 year	1~5 years	More than 5 years	
Financial assets							
Cash and cash equivalents	0.70 %	\$ 33,258,201	24,913,409	5,937,217	-	-	2,407,575
Debt securities	5.05 %	21,588,692	-	5,753,572	15,755,709	-	79,411
Total accounts receivables	9.53 %	491,739,594	47,073,355	216,831,388	216,689,177	3,734,132	7,411,542
Current financial assets for hedging	2.79 %	148,895	-	8,710	140,185	-	-
		546,735,382	71,986,764	228,530,887	232,585,071	3,734,132	9,898,528
Financial liabilities							
Secured bank loans	4.35 %	76,065,113	64,120,710	4,744,511	7,199,892	-	-
Unsecured bank and other loans	2.07 %	215,951,724	113,729,238	42,264,812	59,125,091	832,583	-
Short-term notes and bills payable	0.62 %	86,464,292	9,835,988	76,628,304	-	-	-
Bonds payables	1.84 %	34,167,958	-	2,839,996	30,077,962	1,250,000	-
Current financial liabilities for hedging	2.78 %	876,561	-	876,561	-	-	-
Notes payable from securitization	3.13 %	8,502,798	-	4,272,583	316,167	3,914,048	-
Deposits relating to collateral of customers	0.05 %	55,747,418	-	4,039,198	10,054,510	37,732	41,615,978
Lease liabilities	1.32 %	4,397,578	-	460,155	1,125,457	2,811,966	-
		482,173,442	187,685,936	136,126,120	107,899,079	8,846,329	41,615,978
Net exposure		\$ 64,561,940	(115,699,172)	92,404,767	124,685,992	(5,112,197)	(31,717,450)
Ending balance as of December 31, 2020	Effective interest rate	Total	Floating rate	Fixed rate			Non-interest bearing
				Within 1 year	1~5 years	More than 5 years	
Financial assets							
Cash and cash equivalents	0.85 %	\$ 32,796,805	25,336,088	5,956,408	-	-	1,504,309
Debt securities	5.07 %	18,773,053	-	5,847,283	12,925,770	-	-
Total accounts receivables	9.75 %	482,013,501	46,367,696	215,733,285	210,212,808	2,330,916	7,368,796
Current financial assets for hedging	2.64 %	118,697	-	118,697	-	-	-
		533,702,056	71,703,784	227,655,673	223,138,578	2,330,916	8,873,105

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Ending balance as of March 31, 2020	Effective interest rate	Total	Floating rate	Fixed rate			Non-interest bearing
				Within 1 year	1~5 years	More than 5 years	
Financial liabilities							
Secured bank loans	4.51 %	73,952,387	62,679,534	3,841,430	7,431,423	-	-
Unsecured bank and other loans	2.25 %	204,145,766	78,438,499	49,325,571	72,633,613	3,748,083	-
Short-term notes and bills payable	0.74 %	83,998,707	8,682,121	75,316,586	-	-	-
Bonds payables	2.13 %	35,645,100	-	4,481,095	29,414,005	1,750,000	-
Current financial liabilities for hedging	2.61 %	1,402,120	-	1,402,120	-	-	-
Notes payable from securitization	3.36 %	10,434,751	-	6,204,536	287,425	3,942,790	-
Deposits relating to collateral of customers	0.22 %	54,646,385	-	3,768,964	7,198,493	89,867	43,589,061
Lease liabilities	1.40 %	4,222,448	-	579,678	1,015,330	2,627,440	-
		468,447,664	149,800,154	144,919,980	117,980,289	12,158,180	43,589,061
Net exposure		\$ 65,254,392	(78,096,370)	82,735,693	105,158,289	(9,827,264)	(34,715,956)

Ending balance as of March 31, 2020	Effective interest rate	Total	Floating rate	Fixed rate			Non-interest bearing
				Within 1 year	1~5 years	More than 5 years	
Financial assets							
Cash and cash equivalents	0.68 %	\$ 29,939,568	22,209,787	5,257,994	-	-	2,471,787
Debt securities	4.99 %	15,951,397	-	5,166,904	10,784,493	-	-
Total accounts receivables	9.61 %	416,223,901	43,770,683	188,713,118	173,622,500	2,473,908	7,643,692
Current financial assets for hedging	1.77 %	568,945	-	568,945	-	-	-
		462,683,811	65,980,470	199,706,961	184,406,993	2,473,908	10,115,479
Financial liabilities							
Secured bank loans	4.73 %	55,421,526	49,151,564	4,171,331	2,098,631	-	-
Unsecured bank and other loans	2.72 %	204,405,187	130,038,043	40,082,033	34,060,528	224,583	-
Short-term notes and bills payable	0.88 %	76,472,276	13,817,775	62,654,501	-	-	-
Bonds payables	1.69 %	27,428,378	-	8,938,883	17,289,495	1,200,000	-
Current financial liabilities for hedging	1.76 %	191,264	-	191,264	-	-	-
Notes payable from securitization	1.91 %	5,455,179	-	57,486	5,306,690	91,003	-
Deposits relating to collateral of customers	0.08 %	46,521,689	-	3,089,422	7,414,561	66,552	35,951,154
Lease liabilities	1.67 %	3,813,385	-	419,495	1,204,574	2,189,316	-
		419,708,884	193,007,382	119,604,415	67,374,479	3,771,454	35,951,154
Net exposure		\$ 42,974,927	(127,026,912)	80,102,546	117,032,514	(1,297,546)	(25,835,675)



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The Group's sensitivity analysis in interest rates is based on the risk exposure to interest rates on the derivative and non-derivative financial instruments on the reporting date. For variable rate instruments, the sensitivity analysis assumes the variable rate liabilities are outstanding for the whole year on the reporting date. The Group's accounting and financial department reported that the increases or decreases in interest rates and the change in interest rate of 25 basis points has been determined as management's benchmark in assessing the reasonableness of the changes in the interest rates.

If the interest rate increases or decreases by 0.25%, the Group's profit will decrease or increase by \$254,297 and \$217,275 for the three months ended March 31, 2021 and 2020, respectively. This analysis assumes that all other variables remain constant.

**5. Sensitivity analysis— equity price risk :**

If the equity price changes, the impact to other comprehensive income, using the sensitivity analysis based on the same variables except for the price index for both period, will be as follows:

	For the three months ended March 31,			
	2021		2020	
	After-tax other comprehensive income	After-tax profit (loss)	After-tax other comprehensive income	After-tax profit (loss)
Equity price at reporting date				
Increase 7%	\$ 58,990	73,763	53,324	4,720
Decrease 7%	\$ (58,990)	(73,763)	(53,324)	(4,720)

**6. Fair value information**

**1) The Categories and Fair Values of Financial Instruments**

The fair value of financial assets and liabilities at fair value through profit or loss, derivative financial instruments used for hedging, and financial assets at fair value through other comprehensive income is measured on a recurring basis. The following are the carrying amount and the fair value of the Group's financial assets and financial liabilities (including fair value hierarchy information). However, for financial instruments not measured at fair value but whose carrying amount is estimated to be reasonably close to the fair value, and lease liabilities cannot be reliably measured, disclosure of fair value information is not required:

	March 31, 2021				
	Book value	Fair value			Total
		Level 1	Level 2	Level 3	
<b>Financial assets at fair value through profit or loss</b>					
Financial assets at fair value through profit or loss, mandatorily measured at fair value	\$ 1,152,048	198,428	-	953,620	1,152,048
<b>Financial assets for hedging</b>	148,895	-	148,895	-	148,895

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	March 31, 2021				
	Book value	Fair value			Total
		Level 1	Level 2	Level 3	
<b>Financial assets at fair value through other comprehensive income</b>					
Domestic and foreign market (OTC) equity securities	707,865	701,675	6,190	-	707,865
Measure the fair value of unquoted equity instruments	131,241	-	-	131,241	131,241
Sub-total	839,106	701,675	6,190	131,241	839,106
<b>Financial assets at amortized cost</b>	21,509,281	-	-	-	-
<b>Loans and receivable</b>					
Cash and cash equivalents	33,258,201	-	-	-	-
Accounts receivable	479,426,391	-	-	-	-
Other financial assets	3,421,456	-	-	-	-
Refundable deposits	614,973	-	-	-	-
Restricted bank deposits	3,989,302	-	-	-	-
Sub-total	520,710,323	-	-	-	-
<b>Total</b>	<b>\$ 544,359,653</b>	<b>900,103</b>	<b>155,085</b>	<b>1,084,861</b>	<b>2,140,049</b>
<b>Financial liabilities for hedging</b>	\$ 876,561	-	876,561	-	876,561
<b>Measurement of financial liabilities at amortized cost</b>					
Secured bank loans	76,065,113	-	-	-	-
Unsecured bank and other loans	215,951,724	-	-	-	-
Notes payable from securitization	8,502,798	-	-	-	-
Short-term notes and bills payable	86,464,292	-	-	-	-
Bonds payables	34,167,958	-	-	-	-
Other payables	13,978,337	-	-	-	-
Deposits relating to collateral of customers	55,747,418	-	-	-	-
Lease liabilities	4,397,578	-	-	-	-
Sub-total	495,275,218	-	-	-	-
<b>Total</b>	<b>\$ 496,151,779</b>	<b>-</b>	<b>876,561</b>	<b>-</b>	<b>876,561</b>

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	December 31, 2020				
	Book value	Fair value			Total
		Level 1	Level 2	Level 3	
<b>Financial assets at fair value through profit or loss</b>					
Financial assets at fair value through profit or loss, mandatorily measured at fair value	\$ 849,443	194,363	-	655,080	849,443
<b>Financial assets for hedging</b>	118,697	-	118,697	-	118,697
<b>Financial assets at fair value through other comprehensive income</b>					
Domestic and foreign market (OTC) equity securities	698,054	693,793	4,261	-	698,054
Measure the fair value of unquoted equity instruments	130,307	-	-	130,307	130,307
Sub-total	828,361	693,793	4,261	130,307	828,361
<b>Financial assets at amortized cost</b>	18,697,957	-	-	-	-
<b>Loans and receivable</b>					
Cash and cash equivalents	32,796,805	-	-	-	-
Accounts receivable	469,865,935	-	-	-	-
Other financial assets	2,903,336	-	-	-	-
Refundable deposits	628,703	-	-	-	-
Restricted bank deposits	3,443,074	-	-	-	-
Sub-total	509,637,853	-	-	-	-
<b>Total</b>	<b>\$ 530,132,311</b>	<b>888,156</b>	<b>122,958</b>	<b>785,387</b>	<b>1,796,501</b>
<b>Financial liabilities for hedging</b>	\$ 1,402,120	-	1,402,120	-	1,402,120
<b>Measurement of financial liabilities at amortized cost</b>					
Secured bank loans	73,952,387	-	-	-	-
Unsecured bank and other loans	204,145,766	-	-	-	-
Notes payable from securitization	10,434,751	-	-	-	-
Short-term notes and bills payable	83,988,707	-	-	-	-
Bonds payables	35,645,100	-	-	-	-
Other payables	17,888,136	-	-	-	-
Deposits relating to collateral of customers	54,646,385	-	-	-	-
Lease liabilities	4,222,448	-	-	-	-
Sub-total	484,923,680	-	-	-	-
<b>Total</b>	<b>\$ 486,325,800</b>	<b>-</b>	<b>1,402,120</b>	<b>-</b>	<b>1,402,120</b>

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	March 31, 2020				
	Book value	Fair value			Total
		Level 1	Level 2	Level 3	
<b>Financial assets at fair value through profit or loss</b>					
Financial assets at fair value through profit or loss, mandatorily measured at fair value	\$ 156,423	66,945	-	89,478	156,423
<b>Financial assets for hedging</b>	568,945	-	568,945	-	568,945
<b>Financial assets at fair value through other comprehensive income</b>					
Domestic and foreign market (OTC) equity securities	642,150	639,069	3,081	-	642,150
Measure the fair value of unquoted equity instruments	118,754	-	-	118,754	118,754
Sub-total	760,904	639,069	3,081	118,754	760,904
<b>Financial assets at amortized cost</b>	15,881,970	-	-	-	-
<b>Loans and receivable</b>					
Cash and cash equivalents	29,939,568	-	-	-	-
Accounts receivable	405,634,914	-	-	-	-
Other financial assets	2,248,160	-	-	-	-
Refundable deposits	410,212	-	-	-	-
Restricted bank deposits	6,477,319	-	-	-	-
Sub-total	444,710,173	-	-	-	-
<b>Total</b>	<b>\$ 462,078,415</b>	<b>706,014</b>	<b>572,026</b>	<b>208,232</b>	<b>1,486,272</b>
<b>Financial liabilities for hedging</b>	\$ 191,264	-	191,264	-	191,264
<b>Measurement of financial liabilities at amortized cost</b>					
Secured bank loans	55,421,526	-	-	-	-
Unsecured bank and other loans	204,405,187	-	-	-	-
Notes payable from securitization	5,455,179	-	-	-	-
Short-term notes and bills payable	76,472,276	-	-	-	-
Bonds payables	27,428,378	-	-	-	-
Other payables	12,027,410	-	-	-	-
Deposits relating to collateral of customers	46,521,689	-	-	-	-
Lease liabilities	3,813,385	-	-	-	-
Sub-total	431,545,030	-	-	-	-
<b>Total</b>	<b>\$ 431,736,294</b>	<b>-</b>	<b>191,264</b>	<b>-</b>	<b>191,264</b>

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**2) Valuation Techniques for Financial Instruments not Measured at Fair Value**

The Group's valuation techniques and assumptions used for financial instruments not measured at fair value are as follows:

**A. Financial assets at amortized cost**

If the quoted prices in active markets are available, the market price is established as the fair value. However, if quoted prices in active markets are not available, the estimated valuation or prices used by competitors are adopted.

**B. Financial assets measured at amortized cost and financial liabilities measured at amortized cost**

If there is quoted price generated by transactions, the recent transaction price and quoted price data is used as the basis for fair value measurement. However, if no quoted prices are available, the discounted cash flows are used to estimate fair values.

**3) Valuation Techniques for Financial Instruments Measured at Fair Value**

**A. Non-derivative Financial Instruments**

If quoted prices in active markets are available, the prices are established as fair values. For the Group's financial instruments that have no active markets, the fair values are determined as follows:

**Beneficiary Certificate that Has No Quoted Prices:** The discounted cash flow model is used to estimate fair values. The main assumption for the model is to discount expected future cash flows by using a discount rate that reflects the time value of money and risks.

**Equity Instrument that Has No Quoted Prices:** The net asset value method is used to estimate fair values. The main assumption for the model is to use the net asset value per share as the measuring basis.

**B. Derivative Financial Instruments**

Derivative financial instruments are measured by using common valuation models such as discounted cash flow model and Black-Scholes model.

**4) Change in Level 3 of the fair value's ledger**

	<u>At fair value through profit or loss</u>	<u>At fair value through others comprehensive income</u>	
	<u>Non-derivative financial assets</u>	<u>Unquoted equity instruments</u>	<u>Total</u>
Opening balance, January 1, 2021	\$ 655,080	130,307	785,387
Total gains and losses recognized:			
In profit or loss	13,377	-	13,377
In other comprehensive income	-	1,173	1,173
Purchase	428,100	-	428,100
Disposal	(143,141)	-	(143,141)
Effect of movements in exchange rate	204	(239)	(35)
Ending balance, March 31, 2021	<u>\$ 953,620</u>	<u>131,241</u>	<u>1,084,861</u>

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	At fair value through profit or loss	At fair value through others comprehensive income	
	Non-derivative financial assets	Unquoted equity instruments	Total
Opening balance, January 1, 2020	\$ 88,399	121,029	209,428
Total gains and losses recognized:			
In profit or loss	359	-	359
In other comprehensive income	-	(1,618)	(1,618)
Effect of movements in exchange rate	720	(657)	63
Ending balance, March 31, 2020	\$ <u>89,478</u>	<u>118,754</u>	<u>208,232</u>

For the three months ended March 31, 2021 and 2020, total gains and losses arising from the valuation of investments under Level 3 of the fair value hierarchy that were included in “other gains and losses” and “unrealized gains and losses from financial assets measured at fair value through other comprehensive” were as follows:

	For the three months ended March 31, 2021	2020
Total gains and losses recognized:		
In profit or loss, and presented in “other gains and losses”	\$ 13,377	359
In other comprehensive income, and presented in “unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income”	1,173	(1,618)

**5) The Quantified Information for Significant Unobservable Inputs (Level 3) Used in Fair Value Measurement**

The Group’s financial instruments that use Level 3 inputs to measure fair values include fair value through other comprehensive income-equity investments and financial assets at fair value through profit or loss. Most of these financial instruments using Level 3 inputs to measure fair values have only one significant unobservable input.

Quantified information of significant unobservable inputs was as follows:

Item	Valuation Technique	Significant Non-observable Input	The Relationship between Significant Non-observable Input and Fair Value
Financial assets at fair value through other comprehensive income - investments in equity instruments without active market	Net Asset Value Method	Net Asset Value	Not applicable

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<u>Item</u>	<u>Valuation Technique</u>	<u>Significant Non-observable Input</u>	<u>The Relationship between Significant Non-observable Input and Fair Value</u>
Financial assets at fair value through profit or loss without active market	Black-Scholes Model	·Stock Return Volatility (2.18%~5.30% on March 31, 2021)	·The higher stock return volatility, the higher the fair value
"	Discounted Cash Flow Method	·Discount Rate (0.76%~5.14% on March 31, 2021)	·The higher the discount rate, the lower the fair value

6) Fair value measurements in Level 3 - sensitivity analysis of reasonably possible alternative assumptions

For fair value measurements in Level 3, changing one or more of the assumptions to reflect reasonably possible alternative assumptions would have the following effects:

			<u>Impact or Fair Value Change on Net income or loss</u>	
	<u>Input</u>	<u>Variation</u>	<u>Favorable Change</u>	<u>Unfavorable Change</u>
<b>March 31, 2021</b>				
Financial asset at fair value through profit or loss				
Financial instruments without active market	Discount Rate	10%	\$ 4,683	(4,683)
"	Stock Return Volatility	10%	-	-
<b>December 31, 2020</b>				
Financial asset at fair value through profit or loss				
Financial instruments without active market	Discount Rate	10%	\$ 129	(129)
"	Stock Return Volatility	10%	-	-
<b>March 31, 2020</b>				
Financial asset at fair value through profit or loss				
Financial instruments without active market	Discount Rate	10%	\$ -	-
"	Stock Return Volatility	10%	-	-

The favorable and unfavorable effects represent the changes in fair value, and fair value is based on a variety of unobservable inputs calculated using a valuation technique. The analysis above only reflects the effects of changes in a single input, and it does not include the interrelationships with another input.

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(v) Financial risk management

There were no significant changes in the Group's financial risk management and policies as disclosed in Note (6)(v) of the consolidated financial statements for the year ended December 31, 2020.

(w) Capital Management

Management believes that the objectives, policies and processes of capital management of the Group has been applied consistently with those described in the consolidated financial statements for the year ended December 31, 2020. Also, management believes that there were no significant changes in the Group's capital management information as disclosed for the year ended December 31, 2020. Please refer to Note (6)(w) of the consolidated financial statements for the year ended December 31, 2020 for further details.

(x) Financing activities not affecting current cash flow

For the three months ended March 31, 2021 and 2020, the Group's investing and financing activities not affecting current cash flow were as follows:

Reconciliation of liabilities arising from financing activities was as follows:

	January 1, 2021	Cash flows	Non-cash adjustments	March 31, 2021
Lease liabilities	\$ 4,222,448	(162,517)	337,647	4,397,578
Total liabilities from financing activities	<u>\$ 4,222,448</u>	<u>(162,517)</u>	<u>337,647</u>	<u>4,397,578</u>

  

	January 1, 2020	Cash flows	Non-cash adjustments	March 31, 2020
Lease liabilities	\$ 3,596,445	(132,138)	349,078	3,813,385
Total liabilities from financing activities	<u>\$ 3,596,445</u>	<u>(132,138)</u>	<u>349,078</u>	<u>3,813,385</u>

**(7) Related Party Transactions**

(a) The Company is the ultimate controlling party of the Group.

(b) Names and relationship of related parties

The followings are entities that have had related parties transactions during the periods covered in the consolidated financial statements.

Name of related parties	Relationship with the Group
C&E Engine Leasing Limited	Associates
Grand Pacific Investment & Development Co., Ltd.	Other related party
Chailease Construction & Development Corp.	"
Chaico Investment Corporation	"
Yellowstone Security Co., Ltd.	"



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<u><b>Name of related parties</b></u>	<u><b>Relationship with the Group</b></u>
Yellowstone Service Co., Ltd.	Other related party
Chailease Resources Technology Co., Ltd.	"
CITC Enterprise (Thai) Co., Ltd.	"
Yellowstone Interior Design Company Limited	"
Global Hospitality Group Inc.	"
Global Property Management Co., Ltd.	"
Chailease Youngster Foundation	"
Advance Rental Care Co., Ltd.	"
Qin An Investment Consulting (Shanghai) Co., Ltd.	"
Shanghai Jiasheng Decoration Engineering Co., Ltd.	"
Yujia Investment Management Consulting (Shanghai) Co., Ltd.	"
Anywhere 2 Go Company Limited	"
Bangkok Bank Public Company Limited	"
Bangkok Insurance Public Company Limited	"
Enrich Management Consultants Ltd.	"
Sathorn City Tower Property Fund	"
Chailease Enterprise Co., Ltd.	"
Chailease Biofund Company Limited	"
Chun An Investment Co., Ltd.	"
Chun An Technology Co., Ltd.	"
Li Cheng Investment Co., Ltd.	"
Jen Chung Co., Ltd.	"
EzfunDS Securities Investment Consulting Enterprise Ltd.	"
Shenyang Putai Hemodialysis Center Co., Ltd.	"
Qiqihar Zhongtai Nephrotic Hospital Co., Ltd.	"
Tonghua Zhongyi Hemodialysis Co., Ltd.	"
Chaico Biomedical Co., Ltd.	"
Les Terroirs de Chailease Co., Ltd.	"

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(c) Related-party transactions

1. Operating revenue

Operating revenue of the Group from the related parties was as follows:

	<b>For the three months ended March 31,</b>	
	<b>2021</b>	<b>2020</b>
Other related parties	<b>\$ 5,183</b>	<b>4,480</b>

2. Receivables from related parties

Receivables of the Group from related parties were as follows:

<b>Account</b>	<b>Categories of related parties</b>	<b>2021.3.31</b>	<b>2020.12.31</b>	<b>2020.3.31</b>
Leases receivable	Other related parties	\$ 74,254	79,790	39,193
Accounts receivable	Other related parties	-	92	-
Other receivables	Other related parties	6,230	17,026	2,806
Other non-current financial assets	Other related parties	105,838	3,502	3,216
		<b>\$ 186,322</b>	<b>100,410</b>	<b>45,215</b>

3. Payable to related parties

Payable to related parties was as follows:

<b>Account</b>	<b>Categories of related parties</b>	<b>2021.3.31</b>	<b>2020.12.31</b>	<b>2020.3.31</b>
Other current financial liabilities	Other related parties	\$ 2,157	3,022	2,113

4. Asset transactions

The Group purchased leasehold improvements from other related parties amounting to \$5,406 and \$0 for the three months ended March 31, 2021 and 2020, respectively.

5. Related-Party Financing

Financing to associates and related parties was as follows:

	<b>2021.3.31</b>	<b>2020.12.31</b>	<b>2020.3.31</b>
Associates	\$ 1,458,656	1,554,024	1,800,924
Other related parties	1,742	2,425	10,733
	<b>\$ 1,460,398</b>	<b>1,556,449</b>	<b>1,811,657</b>

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The loans receivable from associates bear interest at rates ranging from 1.88% to 5.50%. As of March 31, 2021, December 31, 2020, and March 31, 2020, interest receivable from the loans receivable from associates amounted to \$7,345, \$12,182 and \$15,662, respectively. For the three months ended March 31, 2021 and 2020, interest revenue from the loans receivable from associates amounted to \$10,678 and \$21,970, respectively.

The loans receivable from other related parties bear interest at rates ranging from 5.53% to 10.05%. As of March 31, 2021, December 31, 2020, and March 31, 2020, interest receivable from the loans receivable from other related parties amounted to \$6, \$10 and \$41, respectively. For the three months ended March 31, 2021 and 2020, interest revenue from the loans receivable from other related parties amounted to \$52 and \$342, respectively.

**6. Interest bearing borrowings**

Borrowings of the Group from related parties were as follows:

	<u>2021.3.31</u>	<u>2020.12.31</u>	<u>2020.3.31</u>
Other related parties	<u>\$ 6,038,340</u>	<u>6,498,080</u>	<u>4,013,910</u>

The borrowings from other related parties bear interest at 1.55%~3.25%. As of March 31, 2021, December 31, 2020, and March 31, 2020, interest payable from the interest-bearing borrowings from other related parties amounted to \$491, \$2,487 and \$354, respectively. For the three months ended March 31, 2021 and 2020, interest expense from the interest-bearing borrowing from other related parties amounted to \$45,322 and \$32,809, respectively.

**7. Guarantee**

As of March 31, 2021, December 31, 2020, and March 31, 2020, the Group had provided a guarantee for loans taken out by associates and the credit limit of the guarantee was \$0, \$0 and \$95,738, and the actual drawn amount was \$0, \$0 and \$8,615, respectively.

**8. Leases**

1) In November 2017, the Group rented an office building from other related parties. A four and half years lease contract was signed, in which the rental fee was determined based on nearby office rental rates. The total value of the contract was \$80,141. For the three months ended March 31, 2021 and 2020, the Group recognized the amount of \$210 and \$345 as interest expense. As of March 31, 2021, December 31, 2020, and March 31, 2020, the balance of lease liabilities amounted to \$22,727, \$31,022 and \$50,845.

2) For the three months ended March 31, 2021 and 2020, rent expense is not included in rent liabilities that from other related parties amounted to \$1,117 and \$1,477, respectively.

**9. Others**

1) As of March 31, 2021, December 31, 2020, and March 31, 2020 bank deposits in financial institutions which are other related parties of the Group amounted to \$272,975, \$393,111 and \$292,967, respectively. For the three months ended March 31, 2021 and 2020, interest revenue from the deposits in other related parties amounted to \$0 and \$0, respectively.

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- 2) The Group purchased debt securities-real estate asset trust from other related parties, with rates ranging from 2.75% to 4.75% and the time to maturity is between 2022 and 2023. The investment balance from debt securities amounted to \$466,000 as of March 31, 2021, and December 31, 2020, respectively.

For the three months ended March 31, 2021, interest revenue from debt securities amounted to \$3,785.

- 3) Other expense with related parties:

<u>Other related parties</u>	<u>For the three months ended March 31,</u>	
	<u>2021</u>	<u>2020</u>
Other operating costs and expenses	\$ <u>40,199</u>	<u>14,274</u>

- (d) Key management personnel compensation

	<u>For the three months ended March 31,</u>	
	<u>2021</u>	<u>2020</u>
Short-term employee benefits	\$ 93,931	83,777
Post-employment benefits	<u>6,732</u>	<u>609</u>
	<u>\$ 100,663</u>	<u>84,386</u>

**(8) Pledged Assets**

The carrying values of pledged assets were as follows:

<u>Pledged assets</u>	<u>Object</u>	<u>2021.3.31</u>	<u>2020.12.31</u>	<u>2020.3.31</u>
Restricted cash in banks				
Restricted account for loans repayment	Issuance of short-term notes and bills, and as guarantee for short-term and long-term borrowings; as well as performance guarantee for alliance contracts(Note)	\$ 3,830,461	3,383,305	3,382,112
Property, plant and equipment	As guarantee for short-term and long-term borrowings	2,105,077	2,124,752	2,126,552
Refundable deposits	Provincial court seizure etc.	63,446	65,645	69,672
Accounts receivable and notes receivable	Issuance of short-term notes and bills and as guarantee for short-term and long-term borrowings	120,083,625	121,034,457	113,048,831
Total		<u>\$ 126,082,609</u>	<u>126,608,159</u>	<u>118,627,167</u>

Note: The Group issued discount coupons for car rental services and opened a trust account with Sunny Bank in accordance with mandatory and prohibitory provisions of the standard contracts for coupons.

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**(9) Commitments and Contingencies**

- (a) The Group entered into alliances with several commercial banks for which the banks will provide direct financing loans to the Group's corporate and individual customers. Should these corporate and individual customers default on their payments, the Group is required to assume their loan obligations and pay these loans on behalf of these customers. As of March 31, 2021, December 31, 2020, and March 31, 2020, the balance of unexpired payments from these alliance transactions amounted to \$10,605,513, \$10,092,480 and \$8,210,021, respectively.
- (b) The Group entered into several electricity procurement agreements with Taiwan Power Company and all of these agreements will expire on twenty years after the date the electricity generating sets are launched. Under these agreements, reselling to third parties of electric power from the renewable energy system is prohibited.
- (c) The Group signed the unclosed contract of the installation and construction project of solar power for \$20,815,005 for the year ended March 31, 2021. As of March 31, 2021, December 31, 2020, and March 31 2020, the amount of \$17,289,684, \$16,497,158 and \$9,902,831 was remained unpaid.

**(10) Losses Due to Major Disasters: None.**

**(11) Subsequent Events: None.**

**(12) Other**

- (a) Liquidity analysis of assets and liabilities :

	<b>2021.3.31</b>		
	<b>Expected to be collected or paid within 12 months</b>	<b>Expected to be collected or paid after 12 months</b>	<b>Total</b>
<u>Current assets</u>			
Cash and cash equivalents	\$ 33,258,201	-	33,258,201
Current financial assets at fair value through profit or loss	1,124,019	-	1,124,019
Current financial assets at amortized cost	5,753,572	11,519,686	17,273,258
Current financial assets for hedging	8,710	-	8,710
Accounts receivable, net	243,005,629	138,140,606	381,146,235
Other current financial assets	6,628,918	66,809	6,695,727
Other current assets	9,131,640	-	9,131,640
	<u>\$ 298,910,689</u>	<u>149,727,101</u>	<u>448,637,790</u>

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		<b>2021.3.31</b>	
	<b>Expected to be collected or paid within 12 months</b>	<b>Expected to be collected or paid after 12 months</b>	<b>Total</b>
<u>Current liabilities</u>			
Short-term borrowings	\$ 57,761,181	-	57,761,181
Short-term notes and bills payable	86,464,292	-	86,464,292
Current financial liabilities for hedging	876,561	-	876,561
Accounts and notes payable	4,296,110	8,880	4,304,990
Current tax liabilities	4,431,519	-	4,431,519
Current lease liabilities	460,154	534,536	994,690
Other current financial liabilities	21,116,923	35,697,796	56,814,719
Long-term liabilities, current portion	72,045,908	90,544,458	162,590,366
Other current liabilities	4,538,332	-	4,538,332
	<u>\$ 251,990,980</u>	<u>126,785,670</u>	<u>378,776,650</u>
 <b>2020.12.31</b>			
	<b>Expected to be collected or paid within 12 months</b>	<b>Expected to be collected or paid after 12 months</b>	<b>Total</b>
<u>Current assets</u>			
Cash and cash equivalents	\$ 32,796,805	-	32,796,805
Current financial assets at fair value through profit or loss	821,296	-	821,296
Current financial assets at amortized cost	5,778,510	8,640,435	14,418,945
Current financial assets for hedging	118,697	-	118,697
Accounts receivable, net	237,616,698	138,102,324	375,719,022
Other current financial assets	5,448,266	76,634	5,524,900
Other current assets	8,584,757	-	8,584,757
	<u>\$ 291,165,029</u>	<u>146,819,393</u>	<u>437,984,422</u>

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	<b>2020.12.31</b>		
	<b>Expected to be collected or paid within 12 months</b>	<b>Expected to be collected or paid after 12 months</b>	<b>Total</b>
<u>Current liabilities</u>			
Short-term borrowings	\$ 56,025,737	-	56,025,737
Short-term notes and bills payable	83,998,707	-	83,998,707
Current financial liability for hedging	1,402,120	-	1,402,120
Accounts and notes payable	6,826,884	-	6,826,884
Current tax liabilities	3,011,666	-	3,011,666
Current lease liabilities	579,678	370,281	949,959
Other current financial liabilities	20,350,773	35,378,299	55,729,072
Long-term liabilities, current portion	73,593,539	89,889,377	163,482,916
Other current liabilities	4,640,995	-	4,640,995
	<u>\$ 250,430,099</u>	<u>125,637,957</u>	<u>376,068,056</u>
	<b>2020.3.31</b>		
	<b>Expected to be collected or paid within 12 months</b>	<b>Expected to be collected or paid after 12 months</b>	<b>Total</b>
<u>Current assets</u>			
Cash and cash equivalents	\$ 29,939,568	-	29,939,568
Current financial assets at fair value through profit or loss	136,852	-	136,852
Current financial assets at amortized cost	5,097,477	7,814,417	12,911,894
Current financial assets for hedging	568,945	-	568,945
Accounts receivable, net	213,317,731	109,022,962	322,340,693
Other current financial assets	8,292,103	79,155	8,371,258
Other current assets	6,789,082	-	6,789,082
	<u>\$ 264,141,758</u>	<u>116,916,534</u>	<u>381,058,292</u>

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	2020.3.31		
	Expected to be collected or paid within 12 months	Expected to be collected or paid after 12 months	Total
<u>Current liabilities</u>			
Short-term borrowings	\$ 63,756,914	-	63,756,914
Short-term notes and bills payable	76,472,276	-	76,472,276
Current financial liability for hedging	191,264	-	191,264
Accounts and notes payable	4,894,635	76	4,894,711
Current tax liabilities	2,732,264	-	2,732,264
Current lease liabilities	419,495	502,626	922,121
Other current financial liabilities	16,266,792	28,241,914	44,508,706
Long-term liabilities, current portion	79,576,233	62,047,296	141,623,529
Other current liabilities	3,348,315	-	3,348,315
	<u>\$ 247,658,188</u>	<u>90,791,912</u>	<u>338,450,100</u>

- (b) The employee benefits, depreciation and amortization expenses categorized by nature were as follows:

By function	For the three months ended March 31, 2021			For the three months ended March 31, 2020		
By item	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefits						
Salary	-	1,824,639	1,824,639	12,249	1,697,754	1,710,003
Labor and health insurance	-	134,560	134,560	777	112,664	113,441
Pension	-	99,437	99,437	373	78,476	78,849
Others	-	123,542	123,542	-	97,749	97,749
Depreciation	975,011	178,525	1,153,536	817,923	177,039	994,962
Amortization	-	34,493	34,493	-	41,481	41,481



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**(13) Other disclosures**

**(a) Information on significant transactions**

The information on significant transactions of the Group, which is required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers”, for the three months ended March 31, 2021 was as follows:

**1. Fund loaning to other parties:**

(Amounts Expressed in Thousands of New Taiwan Dollars)

No.	Financing company	Counter-party (Note 4)	Account	Related party	Maximum balance for the year	Ending balance	Amount actually drawn	Interest rate	Nature of financing (Note 1)	Transaction amount	Reasons for financing	Allowance for bad debt	Collateral		Financing limits for each borrowing company (Note 2)	Financing company's total financing amount limits (Note 3)
													Item	Value		
0	The Company	Chalease Capital (Thailand) Co., Ltd	Accounts receivable	Yes	3,281,525	3,281,525	-	2.71%	2	-	Working Capital	-	None	-	10,015,970	100,159,700
1	Chalease Finance Co., Ltd.	A	Accounts receivable	No	871,200	871,200	871,200	0.01%~19.87%	2	-	Working Capital	7,841	None	-	4,545,314	81,815,643
"	"	B	Accounts receivable	No	497,296	497,296	497,296	0.01%~19.87%	2	-	Working Capital	4,476	None	-	4,545,314	81,815,643
"	"	C	Accounts receivable	No	465,600	465,600	465,600	0.01%~19.87%	2	-	Working Capital	4,190	None	-	4,545,314	81,815,643
"	"	D	Accounts receivable	No	444,987	444,987	444,987	0.01%~19.87%	2	-	Working Capital	4,005	None	-	4,545,314	81,815,643
"	"	E	Accounts receivable	No	384,567	357,231	357,231	0.01%~19.87%	2	-	Working Capital	3,215	None	-	4,545,314	81,815,643
"	"	F	Accounts receivable	No	257,300	257,300	257,300	0.01%~19.87%	1	257,300		2,316	None	-	4,545,314	81,815,643
"	"	F-1	Accounts receivable	No	25,120	25,120	25,120	0.01%~19.87%	2	-	Working Capital	226	None	-	4,545,314	81,815,643
"	"	G	Accounts receivable	No	298,395	280,181	194,401	0.01%~19.87%	2	-	Working Capital	1,750	None	-	4,545,314	81,815,643
"	"	H	Accounts receivable	No	246,000	246,000	246,000	0.01%~19.87%	1	1,392,000		2,214	None	-	4,545,314	81,815,643
"	"	I	Accounts receivable	No	212,407	212,407	212,407	0.01%~19.87%	2	-	Working Capital	1,912	None	-	4,545,314	81,815,643
"	"	J	Accounts receivable	No	197,000	196,999	69,999	0.01%~19.87%	2	-	Working Capital	630	None	-	4,545,314	81,815,643
"	"	K	Accounts receivable	No	186,000	186,000	186,000	0.01%~19.87%	2	-	Working Capital	1,674	None	-	4,545,314	81,815,643
"	"	L	Accounts receivable	No	185,000	185,000	53,000	0.01%~19.87%	2	-	Working Capital	477	None	-	4,545,314	81,815,643
"	"	M	Accounts receivable	No	184,000	184,000	184,000	0.01%~19.87%	2	-	Working Capital	1,656	None	-	4,545,314	81,815,643
"	"	N	Accounts receivable	No	287,700	149,000	149,000	0.01%~19.87%	2	-	Working Capital	1,341	None	-	4,545,314	81,815,643
"	"	O	Accounts receivable	No	144,000	144,000	144,000	0.01%~19.87%	2	-	Working Capital	1,296	None	-	4,545,314	81,815,643
"	"	P	Accounts receivable	No	144,000	144,000	144,000	0.01%~19.87%	2	-	Working Capital	1,296	None	-	4,545,314	81,815,643
"	"	Q	Accounts receivable	No	144,000	144,000	-	0.01%~19.87%	1	144,000		-	None	-	4,545,314	81,815,643
"	"	R	Accounts receivable	No	140,676	140,676	128,076	0.01%~19.87%	2	-	Working Capital	1,153	None	-	4,545,314	81,815,643

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No.	Financing company	Counter-party (Note 4)	Account	Related party	Maximum balance for the year	Ending balance	Amount actually drawn	Interest rate	Nature of financing (Note 1)	Transaction amount	Reasons for financing	Allowance for bad debt	Collateral		Financing limits for each borrowing company (Note 2)	Financing company's total financing amount limits (Note 3)
													Item	Value		
1	Chailase Finance Co., Ltd.	S	Accounts receivable	No	160,056	139,407	139,407	0.01%~19.87%	1	513,020		1,255	Properties	46,940	4,545,314	81,815,643
"	"	T	Accounts receivable	No	40,855	26,319	26,319	0.01%~19.87%	1	240,000		237	None	-	4,545,314	81,815,643
"	"	T-1	Accounts receivable	No	132,818	111,002	111,002	0.01%~19.87%	2	-	Working Capital	999	None	-	4,545,314	81,815,643
"	"	Summary of other clients	Accounts receivable	No	6,984,765	5,279,677	5,144,177	0.01%~19.87%	1	25,620,966		46,298	Bank Deposits/ Stocks/ Properties	979,945	4,545,314	81,815,643
"	"	Summary of other clients	Accounts receivable	No	30,655,833	24,557,791	22,570,625	0.01%~19.87%	2	-	Working Capital	383,066	Bank Deposits/ Stocks/ Fund/ Beneficiary certificate/ Machinery Equipment/ Properties	3,122,378	4,545,314	81,815,643
"	"	TUNG CHING ENERGY TECHNOLOGY INC.	Accounts receivable	Yes	3,240	3,240	3,240	0.01%~19.87%	2	-	Working Capital	29	None	-	4,545,314	81,815,643
"	"	Chailase Construction and Development Company Co., Ltd.	Accounts receivable	Yes	91,000	91,000	-	0.01%~19.87%	1	91,000		-	None	-	4,545,314	81,815,643
"	"	Chuang Ju Limited Partnership	Accounts receivable	Yes	1,000,000	1,000,000	1,000,000	0.01%~19.87%	2	-	Working Capital	9,000	None	-	4,545,314	81,815,643
2	Fina Finance & Trading Co., Ltd.	A	Accounts receivable	No	322,476	314,967	314,967	1.5760%~19.9663%	2	-	Working Capital	3,150	Properties	299,320	1,931,669	30,906,702
"	"	B	Accounts receivable	No	426,834	253,914	253,914	1.5760%~19.9663%	2	-	Working Capital	2,539	None	-	1,931,669	30,906,702
"	"	C	Accounts receivable	No	203,918	200,371	200,371	1.5760%~19.9663%	2	-	Working Capital	2,004	Properties	182,542	1,931,669	30,906,702
"	"	D	Accounts receivable	No	170,000	170,000	170,000	1.5760%~19.9663%	2	-	Working Capital	1,700	Properties	183,512	1,931,669	30,906,702
"	"	E	Accounts receivable	No	134,922	134,799	134,799	1.5760%~19.9663%	2	-	Working Capital	1,348	Properties	150,028	1,931,669	30,906,702
"	"	F	Accounts receivable	No	105,000	104,965	104,965	1.5760%~19.9663%	2	-	Working Capital	1,050	Properties	103,370	1,931,669	30,906,702
"	"	G	Accounts receivable	No	70,000	70,000	70,000	1.5760%~19.9663%	2	-	Working Capital	700	Properties	67,119	1,931,669	30,906,702
"	"	H	Accounts receivable	No	70,391	69,131	69,131	1.5760%~19.9663%	2	-	Working Capital	691	Properties	67,123	1,931,669	30,906,702
"	"	I	Accounts receivable	No	69,000	69,000	69,000	1.5760%~19.9663%	2	-	Working Capital	690	Properties	18,061	1,931,669	30,906,702
"	"	J	Accounts receivable	No	70,000	68,992	68,992	1.5760%~19.9663%	2	-	Working Capital	690	Properties	63,326	1,931,669	30,906,702
"	"	Summary of other clients	Accounts receivable	No	7,470,097	6,121,437	6,080,937	1.5760%~19.9663%	2	-	Working Capital	92,385	Bank Deposits/ Stocks/ Equipment/ Properties	1,365,498	1,931,669	30,906,702
"	"	Summary of other clients	Accounts receivable	No	1,724,859	1,438,627	1,342,120	1.5760%~19.9663%	1	2,401,660		31,006	Equipment/ Properties/Vehicles	242,902	1,931,669	30,906,702
"	"	Chuang Ju Limited Partnership	Accounts receivable	Yes	1,300,000	1,000,000	1,000,000	1.5760%~19.9663%	2	-	Working Capital	-	None	-	1,931,669	30,906,702

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													Item	Value		
3	Chalease Consumer Finance Co., Ltd.	A	Accounts receivable	No	223	159	159	2%-19%	2	-	Working Capital	1	None	-	594,130	5,941,304
"	"	B	Accounts receivable	No	220	85	85	2%-19%	2	-	Working Capital	1	None	-	594,130	5,941,304
"	"	C	Accounts receivable	No	95	24	24	2%-19%	2	-	Working Capital	3	None	-	594,130	5,941,304
"	"	D	Accounts receivable	No	34	-	-	2%-19%	2	-	Working Capital	-	None	-	594,130	5,941,304
"	"	E	Accounts receivable	No	25	-	-	2%-19%	2	-	Working Capital	-	None	-	594,130	5,941,304
"	"	Summary of other clients	Accounts receivable	No	-	-	-	2%-19%	1	-	-	-	None	-	594,130	5,941,304
"	"	Summary of other clients	Accounts receivable	No	-	-	-	2%-19%	2	-	Working Capital	-	None	-	594,130	5,941,304
"	"	Chuang Ju Limited Partnership	Accounts receivable	Yes	400,000	400,000	400,000	2%-19%	2	-	Working Capital	-	None	-	594,130	5,941,304
4	Chalease International Finance Corporation	A	Receivable-short term financing	No	54,541	47,301	47,301	4.35%-17%	2	-	Working Capital	520	None	-	1,979,046	15,832,368
"	"	B	Receivable-short term financing	No	47,663	42,595	42,595	4.35%-17%	2	-	Working Capital	620	Real estate	7,750	1,979,046	15,832,368
"	"	C	Receivable-short term financing	No	41,027	37,407	37,407	4.35%-17%	2	-	Working Capital	387	Vehicles	1,173	1,979,046	15,832,368
"	"	D	Receivable-short term financing	No	29,563	27,029	27,029	4.35%-17%	2	-	Working Capital	152	None	-	1,979,046	15,832,368
"	"	E	Receivable-short term financing	No	28,719	26,185	26,185	4.35%-17%	2	-	Working Capital	167	None	-	1,979,046	15,832,368
"	"	F	Receivable-short term financing	No	27,150	24,888	24,888	4.35%-17%	2	-	Working Capital	195	None	-	1,979,046	15,832,368
"	"	G	Receivable-short term financing	No	25,581	24,133	24,133	4.35%-17%	2	-	Working Capital	227	None	-	1,979,046	15,832,368
"	"	H	Receivable-short term financing	No	26,185	23,940	23,940	4.35%-17%	2	-	Working Capital	219	Vehicles	-	1,979,046	15,832,368
"	"	I	Receivable-short term financing	No	26,064	23,892	23,892	4.35%-17%	2	-	Working Capital	-	None	-	1,979,046	15,832,368
"	"	J	Receivable-short term financing	No	28,508	23,621	23,621	4.35%-17%	2	-	Working Capital	330	None	-	1,979,046	15,832,368
"	"	Summary of other clients	Receivable-short term financing	No	1,914,700	1,516,774	1,451,614	4.35%-17%	2	-	Working Capital	45,107	Vehicles/ Real estate/ Equipment/ Properties	165,668	1,979,046	15,832,368
"	"	Summary of other clients	Receivables-business relationship	No	47,543	39,144	39,144	4.35%-17%	1	122,501	-	817	Vehicles/ Equipment	18,379	1,979,046	15,832,368
"	"	Chalease International Corp.	Receivables from related party	Yes	2,606,400	2,606,400	-	4.35%-17%	2	-	Working Capital	-	None	-	9,895,230	15,832,368
"	"	Chalease Finance International Corp.	Receivables from related party	Yes	1,303,200	1,303,200	-	4.35%-17%	2	-	Working Capital	-	None	-	9,895,230	15,832,368
"	"	JonRuci Finance Corporation	Receivables from related party	Yes	30,408	30,408	-	4.35%-17%	2	-	Working Capital	-	None	-	9,895,230	15,832,368

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													Item	Value		
4	Chalease International Finance Corporation	Chalease Commercial Factoring Corporation	Receivables from related party	Yes	868,800	868,800	-	4.35%-17%	2	-	Working Capital	-	None	-	9,895,230	15,832,368
5	Chalease Specialty Finance Co., Ltd.	A	Accounts receivable	No	298,000	298,000	206,950	0.88%-13.08%	2	-	Working Capital	1,387	None	-	667,002	8,004,020
"	"	B	Accounts receivable	No	200,000	150,000	50,000	0.88%-13.08%	2	-	Working Capital	335	None	-	667,002	8,004,020
"	"	C	Accounts receivable	No	145,000	130,000	130,000	0.88%-13.08%	2	-	Working Capital	871	None	-	667,002	8,004,020
"	"	D	Accounts receivable	No	108,500	108,500	94,535	0.88%-13.08%	2	-	Working Capital	633	None	-	667,002	8,004,020
"	"	E	Accounts receivable	No	97,500	97,500	69,375	0.88%-13.08%	2	-	Working Capital	465	None	-	667,002	8,004,020
"	"	F	Accounts receivable	No	120,000	90,000	90,000	0.88%-13.08%	2	-	Working Capital	603	None	-	667,002	8,004,020
"	"	G	Accounts receivable	No	90,000	90,000	-	0.88%-13.08%	2	-	Working Capital	-	None	-	667,002	8,004,020
"	"	H	Accounts receivable	No	174,400	87,000	87,000	0.88%-13.08%	2	-	Working Capital	583	None	-	667,002	8,004,020
"	"	I	Accounts receivable	No	70,000	70,000	70,000	0.88%-13.08%	2	-	Working Capital	469	None	-	667,002	8,004,020
"	"	J	Accounts receivable	No	65,000	65,000	65,000	0.88%-13.08%	2	-	Working Capital	436	None	-	667,002	8,004,020
"	"	Summary of other clients	Accounts receivable	No	1,001,776	733,545	683,545	0.88%-13.08%	2	-	Working Capital	16,344	Properties	17,786	667,002	8,004,020
6	Chalease Finance Trust 2019	A	Accounts receivable	No	13,295	11,355	11,355	4.00%-14.81%	2	-	Working Capital	91	None	-	53,301	1,045,149
"	"	B	Accounts receivable	No	13,294	9,912	9,912	4.00%-14.81%	2	-	Working Capital	79	None	-	53,301	1,045,149
"	"	C	Accounts receivable	No	10,548	7,953	7,953	4.00%-14.81%	1	36,093		64	Bank Deposits	5,000	53,301	1,045,149
"	"	D	Accounts receivable	No	11,478	7,587	7,587	4.00%-14.81%	1	140,243		61	None	-	53,301	1,045,149
"	"	E	Accounts receivable	No	9,315	7,575	7,575	4.00%-14.81%	1	29,772		61	None	-	53,301	1,045,149
"	"	F	Accounts receivable	No	11,304	7,473	7,473	4.00%-14.81%	2	-	Working Capital	60	Bank Deposits	5,850	53,301	1,045,149
"	"	G	Accounts receivable	No	9,991	7,415	7,415	4.00%-14.81%	2	-	Working Capital	59	Bank Deposits	6,000	53,301	1,045,149
"	"	H	Accounts receivable	No	7,523	7,126	7,126	4.00%-14.81%	2	-	Working Capital	57	None	-	53,301	1,045,149
"	"	I	Accounts receivable	No	9,461	7,076	7,076	4.00%-14.81%	1	24,000		57	Bank Deposits	6,270	53,301	1,045,149
"	"	J	Accounts receivable	No	9,274	6,845	6,845	4.00%-14.81%	2	-	Working Capital	55	None	-	53,301	1,045,149
"	"	Summary of other clients	Accounts receivable	No	582,357	195,584	195,584	4.00%-14.81%	2	-	Working Capital	4,017	Bank Deposits	74,325	53,301	1,045,149
"	"	Summary of other clients	Accounts receivable	No	181,178	123,177	123,177	4.00%-14.81%	1	1,076,792		1,100	Bank Deposits	48,960	53,301	1,045,149

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													Item	Value		
7	Chailase International Corp.	Chailase International Finance Corporation	Receivables from related party	Yes	868,800	868,800	-	3.85%-4.35%	2	-	Working Capital	-	None	-	803,762	1,286,019
"	"	Chailase International Finance Corporation	Receivables from related party	Yes	434,400	434,400	-	3.85%-4.35%	2	-	Working Capital	-	None	-	803,762	1,286,019
8	Chailase Finance International Corp.	Chailase International Finance Corporation	Receivables from related party	Yes	868,800	868,800	-	3.85%-4.35%	2	-	Working Capital	-	None	-	1,264,871	2,023,793
"	"	Chailase International Corp.	Receivables from related party	Yes	434,400	434,400	-	3.85%-4.35%	2	-	Working Capital	-	None	-	1,264,871	2,023,793
9	Chailase Auto Rental Co., Ltd.	A	Accounts receivable	No	2,000	1,921	1,921	4.25%-8.34%	1	4,463		10	Vehicles	1,400	158,716	1,587,162
"	"	B	Accounts receivable	No	1,500	1,500	-	4.25%-8.34%	2	-	Working Capital	-	Vehicles	180	158,716	1,587,162
"	"	C	Accounts receivable	No	1,300	1,300	1,300	4.25%-8.34%	2	-	Working Capital	7	Vehicles	1,300	158,716	1,587,162
"	"	D	Accounts receivable	No	1,200	1,200	1,200	4.25%-8.34%	2	-	Working Capital	6	Vehicles	1,000	158,716	1,587,162
"	"	E	Accounts receivable	No	1,050	1,050	1,050	4.25%-8.34%	2	-	Working Capital	5	Vehicles	720	158,716	1,587,162
"	"	F	Accounts receivable	No	1,000	1,000	1,000	4.25%-8.34%	2	-	Working Capital	5	Vehicles	880	158,716	1,587,162
"	"	G	Accounts receivable	No	900	895	895	4.25%-8.34%	1	1,275		4	Vehicles	680	158,716	1,587,162
"	"	H	Accounts receivable	No	900	752	752	4.25%-8.34%	2	-	Working Capital	4	Vehicles	600	158,716	1,587,162
"	"	I	Accounts receivable	No	375	356	356	4.25%-8.34%	1	1,571		2	Vehicles	250	158,716	1,587,162
"	"	J	Accounts receivable	No	400	342	342	4.25%-8.34%	2	-	Working Capital	2	Vehicles	270	158,716	1,587,162
"	"	K	Accounts receivable	No	310	310	-	4.25%-8.34%	2	-	Working Capital	-	Vehicles	210	158,716	1,587,162

Note 1: (1)Those with business relationship please fill in 1;

(2)Those necessary for short-term financing please fill in 2.

Note 2: Limit on the amount for loaning fund to individual counter-party

(0)The Company— The maximum fund loaning provided by Chailase Holding Company Limited for individual entity cannot exceed \$10,015,970, which is 10% of the net worth.

(1)Subsidiary— The maximum fund loaning provided by Chailase Finance Co., Ltd. for individual entity cannot exceed \$4,545,314, which is 10% of the net worth.

(2)Subsidiary— The maximum fund loaning provided by Fina Finance & Trading Co., Ltd. for individual entity cannot exceed \$1,931,669, which is 10% of the net worth.

(3)Subsidiary— The maximum fund loaning provided by Chailase Consumer Finance Co., Ltd. for individual entity cannot exceed \$594,130, which is 10% of the net worth.

(4)Subsidiary— The maximum fund loaning provided by Chailase International Finance Corporation for individual entity cannot exceed \$1,979,046, which is 5% of the net worth. The maximum fund loaning cannot exceed \$9,895,230, which is 25% of the net worth to individual associate.

(5)Subsidiary— The maximum fund loaning provided by Chailase Specialty Finance Co., Ltd. for individual entity cannot exceed \$667,002, which is 10% of the net worth.

(6)Special purpose entities— The maximum fund loaning provided by Chailase Finance Securitization Trust 2019 for an individual entity cannot exceed \$53,301, which is 1% of the securitized financial assets approved by the competent authority.

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- (7)Subsidiary— The maximum fund loaning provided by Chailease International Corp. for individual entity cannot exceed \$160,752, which is 5% of the net worth. The maximum fund loaning cannot exceed \$803,762, which is 25% of the net worth to individual associate.
- (8)Subsidiary— The maximum fund loaning provided by Chailease Finance International Corp. for individual entity cannot exceed \$252,974, which is 5% of the net worth. The maximum fund loaning cannot exceed \$1,264,871, which is 25% of the net worth to individual associate.
- (9)Subsidiary— The maximum fund loaning provided by Chailease Auto Rental Co., Ltd. for individual entity cannot exceed \$158,716, which is 10% of the net worth.

**Note 3: Limit on the amount for loaning fund**

- (0)The Company— The total amount of fund loaning provided by Chailease Holding Company Limited cannot exceed \$100,159,700, which is the net worth; the total amount of fund loaning for short-term financing cannot exceed \$40,063,880, which is 40% of the net worth of the most recent financial statement.
- (1)Subsidiary— The total amount of fund loaning provided by Chailease Finance Co., Ltd. cannot exceed \$81,815,643, which is 180% of the net worth; the total amount of fund loaning for short-term financing cannot exceed \$45,453,135, which is the net worth of the most recent financial statement.
- (2)Subsidiary— The total amount of fund loaning provided by Fina Finance & Trading Co., Ltd. cannot exceed \$30,906,702, which is 160% of the net worth; the total amount of fund loaning for short-term financing cannot exceed \$19,316,689, which is the net worth of the most recent financial statement.
- (3)Subsidiary— The total amount of fund loaning provided by Chailease Consumer Finance Co., Ltd. cannot exceed \$5,941,304, which is the net worth; the total amount of fund loaning for short-term financing cannot exceed \$2,376,522, which is 40% of the net worth of the most recent financial statement.
- (4)Subsidiary— The total amount of fund loaning provided by Chailease International Finance Corporation cannot exceed \$15,832,368, which is 40% of the net worth of the most recent financial statement.
- (5)Subsidiary— The total amount of fund loaning provided by Chailease Specialty Finance Co., Ltd. cannot exceed \$8,004,020, which is 120% of the net worth; the total amount of fund loaning for short-term financing cannot exceed \$2,668,007, which is 40% of the net worth of the most recent financial statement.
- (6)Special purpose entities— The total amount of fund loaning provided by Chailease Finance Securitization Trust 2019 cannot exceed \$1,045,149, which is the book value of the subordinated debt securities; the total amount of fund loaning for short-term financing cannot exceed \$533,015, which is 10% of the securitized financial assets approved by the competent authority.
- (7)Subsidiary— The total amount of fund loaning provided by Chailease International Corp. cannot exceed \$1,286,019, which is 40% of the net worth of the most recent financial statement.
- (8)Subsidiary— The total amount of fund loaning provided by Chailease Finance International Corp. cannot exceed \$2,023,793, which is 40% of the net worth of the most recent financial statement.
- (9)Subsidiary— The total amount of fund loaning provided by Chailease Finance International Corp. cannot exceed \$1,587,162, which is the net worth of the most recent financial statement; the total amount of fund loaning for short-term financing cannot exceed \$634,865, which is 40% of the securitized financial assets approved by the competent authority.

**Note 4: Counter parties**

- (1)Subsidiary— Chailease Finance Co., Ltd.: There are 5,016 counter parties altogether during the period, the above table only disclosed the related parties and the top 20 counter parties.
- (2)Subsidiary— Fina Finance & Trading Co., Ltd.: There are 912 counter parties altogether during the period, the above table only disclosed the related parties and the top 10 counter parties.
- (3)Subsidiary— Chailease Consumer Finance Co., Ltd.: There are 6 counter parties altogether during the period, the above table only disclosed the related parties and the top 10 counter parties.
- (4)Subsidiary— Chailease International Finance Corporation: There are 206 counter parties altogether during the period, the above table only disclosed the related parties and the top 10 counter parties.
- (5)Subsidiary— Chailease Specialty Finance Co., Ltd.: There are 67 counter parties altogether during the period, the above table only disclosed the related parties and the top 10 counter parties.
- (6)Special purpose entities— Chailease Finance Securitization Trust 2019: There are 169 counter parties altogether during the period, the above table only disclosed the related parties and the top 10 counter parties.
- (7)Subsidiary— Chailease International Corp.: There is 2 counter party during the period.
- (8)Subsidiary— Chailease Finance International Corp.: There are 2 counter parties during the period.
- (9)Chailease Consumer Finance Co., Ltd. is the Limited partnership of Chuang Ju Limited Partnership.
- (10)Subsidiary— Chailease Auto Rental Co., Ltd.: There are 11 counter parties during the period.

**Note 5:** Subject to the contracts, we use letters instead of the real name of counter parties.

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**2. Guarantees and endorsements for other parties:**

(Amounts Expressed in Thousands of New Taiwan Dollars)

No.	Endorsement/ guarantee provider	Counter-party		Limitation on endorsement/ guarantee amount provided to each guaranteed party	Maximum balance for the year	Ending balance	Amount actually drawn	Amount of endorsement/ guarantee collateralized by properties	Ratio of accumulated endorsement/guarantee to net equity per latest financial statements	Maximum endorsement guarantee amount allowance	Guarantee provided by parent company	Guarantee provided by a subsidiary	Guarantee provided to subsidiaries in Mainland China
		Name	Nature of relationship (Note 1)										
0	The Company	Chailase International Finance Corporation	2	200,319,400	57,026,140	57,026,140	38,801,592	-	56.94 %	500,798,500	Y		Y
"	"	Chailase International Company (Malaysia) Limited	2	200,319,400	1,141,400	1,141,400	228,280	-	1.14 %	500,798,500	Y		
"	"	Chailase Berjaya Credit Sdn. Bhd.	2	50,079,850	11,324,480	11,055,216	8,567,911	-	11.04 %	500,798,500	Y		
"	"	Chailase Royal Leasing Pte.	2	50,079,850	3,994,900	3,994,900	1,049,243	-	3.99 %	500,798,500	Y		
"	"	Chailase Royal Finance Pte.	2	50,079,850	3,424,200	3,424,200	1,398,183	-	3.42 %	500,798,500	Y		
"	"	Chailase Berjaya Finance Corporation	2	50,079,850	1,946,015	1,946,015	340,407	-	1.94 %	500,798,500	Y		
1	Chailase Finance Co., Ltd.	Chailase Auto Rental Co., Ltd.	2	90,906,270	5,096,050	5,096,050	3,680,000	-	11.21 %	227,265,675	Y		
"	"	Chailase Consumer Finance Co., Ltd.	2	90,906,270	5,670,000	5,670,000	880,000	-	12.47 %	227,265,675	Y		
"	"	Chailase Specialty Finance Co., Ltd.	2	90,906,270	300,000	300,000	-	-	0.66 %	227,265,675	Y		
"	"	Chailase International Leasing Company Limited	2	90,906,270	13,647,163	13,647,163	8,550,221	-	30.02 %	227,265,675	Y		
"	"	Chailase International Trading Company Limited	2	90,906,270	1,113,258	1,113,258	243,587	-	2.45 %	227,265,675	Y		
"	"	Yun Tang Inc.	2	90,906,270	1,206,741	1,181,712	881,712	-	2.60 %	227,265,675	Y		
"	"	Chailase Credit Services Co., Ltd.	2	90,906,270	36,000	36,000	3	-	0.08 %	227,265,675	Y		
"	"	Chailase Energy Integration Co., Ltd.	2	90,906,270	780,000	730,000	-	-	1.61 %	227,265,675	Y		
"	"	Chailase Power Technology Co., Ltd.	2	90,906,270	1,400,000	1,400,000	460,850	-	3.08 %	227,265,675	Y		
"	"	Chung Ho Energy Integration Co., Ltd.	2	90,906,270	20,000	20,000	-	-	0.04 %	227,265,675	Y		
"	"	Chung Yen Energy Integration Co., Ltd.	2	90,906,270	20,000	20,000	-	-	0.04 %	227,265,675	Y		
"	"	Chung Cheng Energy Integration Co., Ltd.	2	90,906,270	20,000	20,000	-	-	0.04 %	227,265,675	Y		
"	"	Ho Lien Energy Integration Co., Ltd.	2	90,906,270	20,000	20,000	-	-	0.04 %	227,265,675	Y		
"	"	Grand Pacific Financing Corp.	2	100,159,700	3,081,780	3,081,780	993,018	-	6.78 %	227,265,675			
"	"	Chailase International Financial Services Co., Ltd.	2	100,159,700	24,452,928	22,683,042	12,475,553	-	49.90 %	227,265,675			
"	"	Chailase International Financial Services (Singapore) Pte. Ltd.	2	100,159,700	13,359,060	13,356,992	9,529,208	-	29.39 %	227,265,675			
2	Asia Sermkij Leasing Public Co., Ltd.	Bangkok Grand Pacific Lease Public Company Limited	2	10,370,723	238,900	228,725	173,831	-	4.41 %	25,926,807	Y		

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No.	Endorsement/ guarantee provider	Counter-party		Limitation on endorsement/ guarantee amount provided to each guaranteed party	Maximum balance for the year	Ending balance	Amount actually drawn	Amount of endorsement/ guarantee collateralized by properties	Ratio of accumulated endorsement/guarantee to net equity per latest financial statements	Maximum endorsement guarantee amount allowance	Guarantee provided by parent company	Guarantee provided by a subsidiary	Guarantee provided to subsidiaries in Mainland China
		Name	Nature of relationship (Note1)										
3	Chailase International Finance Corporation	Chailase International Corp.	2	79,161,841	12,943,082	12,802,776	4,530,801	-	32.35 %	197,904,604	Y		Y
		Chailase Finance International Corp.	2	79,161,841	8,874,368	8,346,272	4,735,939	-	21.09 %	197,904,604	Y		Y
4	Grand Pacific Holding Corp.	Grand Pacific Financing Corp.	2	1,098,683	85,605	85,605	-	-	3.81 %	11,231,091	Y		

Note 1: (1)The Company has business with the receiving parties.

(2)The Company holds directly or indirectly more than 50% of the common stock of the subsidiaries.

(3)The Company hold directly or indirectly more than 50% by the investee.

(4)The stockholders of the Company provide guarantee for the investee to their stockholding percentage.

(5)Others: According to the Regulations Governing Loaning of Funds and Making of guarantees and endorsements by Public Companies article 5, paragraph 2, guarantees made between companies in which the public company holds, directly or indirectly, 100% of the voting shares have no restriction on the guarantees amount.

Note 2: If the financial statements included contingent loss, the amount stated shall be indicated.

Note 3: The maximum guarantees and endorsements cannot exceed five times of net worth of the Company. The maximum guarantees and endorsements for individual counter party cannot exceed 50% of net worth of the Company. The amount of guarantees and endorsements for the subsidiaries in which be hold more than 80% of its outstanding common shares cannot exceed double of net worth of the Company.

Note 4: Subsidiary— The total amount of guarantees and endorsements provided by Chailase Finance Co., Ltd.(CFC) cannot exceed five times of its net worth, and guarantees for a individual entity cannot exceed 50% of its net worth. The amount of guarantees and endorsements for subsidiaries in which be hold more than 80% of its outstanding common shares cannot exceed double of its net worth; and if the guarantees and endorsements are for business purpose, the amount cannot exceed the transaction amount during last year. The total amount of guarantees and endorsements for the Company holds directly or indirectly 100% of the investee cannot exceed the net worth of the Company, the maximum guarantees and endorsements cannot exceed five times of net worth of CFC.

Note 5: Subsidiary— The total amount of guarantees and endorsements provided by Chailase Finance Co., Ltd. for Chailase International Financial Services Co., Ltd., Chailase International Financial Services (Singapore) Pte. Ltd., Chailase Specialty Finance Co., Ltd., and Chailase Auto Rental Co., Ltd., is \$11,771,058. The total amount has been adjusted.

Note 6: Subsidiary— The maximum guarantees and endorsements provided by Asia Sermkij Leasing Public Company Limited cannot exceed five times of its net worth. The maximum of guarantees and endorsements for individual counter party cannot exceed double of its net worth.

Note 7: Subsidiary— The maximum and the total amount of guarantees and endorsements provided by Grand Pacific Holding Corp. cannot exceed five times of its capital.

Note 8: Subsidiary— The maximum guarantees and endorsements provided by Chailase International Finance Corporation cannot exceed five times of net worth of the most recent financial statement. The maximum guarantees and endorsements for individual counter party cannot exceed 50% of its net worth. The individual counter party holding shares to the company are exceed 50% and the maximum guarantees and endorsements cannot exceed double of its net worth.

Note 9: The total amount of guarantees and endorsements provided by the Company for Chailase International Finance Corporation and Chailase International Corp. is CNY110,000 thousand (\$477,840). The total amount has been disclosed in the balance of guarantees and endorsements for Chailase International Corp.

Note 10: The total amount of guarantees and endorsements provided by the Company for Chailase International Finance Corporation and Chailase Finance International Corp. is CNY100,000 thousand (\$434,400). The total amount has been disclosed in the balance of guarantees and endorsements for Chailase Finance International Corp.

Note 11: The total amount of guarantees and endorsements provided by the Company for Chailase Royal Finance Plc. and Chailase Royal Leasing Plc. is USD120,000 thousand (\$3,424,200). The total amount has been adjusted.



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**3. Securities held at the end of the period (excluding investment in subsidiaries, associates and joint ventures):**

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Held company Name	Marketable securities type and name	Relationship with the company	Financial statement account	Ending balance				Note
				Shares/Units in (thousands)	Carrying value	Percentage of ownership (%)	Fair value (Note 1)	
Chailease Finance Co., Ltd	UNI-PRESIDENT ENTERPRISES CORP.	Investee company accounted for under the financial assets at fair value through profit or loss	Current financial assets at fair value through profit or loss	35	2,555	- %	2,555	
"	Ta Chen Stainless Pipe Co., Ltd.	"	"	770	24,140	- %	24,140	
"	China Airlines Ltd.	"	"	50	762	- %	762	
"	The Shanghai Commercial & Savings Bank, Ltd.	"	"	150	6,293	- %	6,293	
"	Forcera Materials Co., Ltd.(Former name : SIC Electronics Co., Ltd.)	"	"	130	480	- %	480	
"	Compeq Manufacturing Co., Ltd.	"	"	210	9,009	- %	9,009	
"	Macronix International Co., Ltd.	"	"	300	13,305	- %	13,305	
"	Aceton Technology Corp.	"	"	50	13,800	- %	13,800	
"	Elite Material Co.,Ltd.	"	"	95	16,055	- %	16,055	
"	MediaTek Inc.	"	"	15	14,535	- %	14,535	
"	Visual Photonics Epitaxy Co. Ltd	"	"	120	14,220	- %	14,220	
"	King Yuan ELECTRONICS CO., LTD.	"	"	250	10,300	- %	10,300	
"	Ennostar Inc.	"	"	250	20,525	- %	20,525	
"	Vanguard International Semiconductor Co., Ltd.	"	"	100	10,800	- %	10,800	
"	ITEQ Corporation	"	"	120	16,380	- %	16,380	
"	PHISON Electronics	"	"	20	9,770	- %	9,770	
"	Highwealth Construction Corp.	"	"	200	8,700	- %	8,700	
"	Sampotech Co., Ltd.	"	"	369	-	0.10 %	-	(Note 2)
"	Skanhex Technology Inc.	"	"	5,273	-	4.53 %	-	(Note 2)
"	Rosun Technologies, Inc.	"	"	182	-	- %	-	Percentage of ownership less than 0.01% (Note 2)
"	EastWest Pharmaceuticals	"	"	242	-	5.84 %	-	(Note 2)
"	Azanda Network Devices	"	"	714	-	- %	-	Percentage of ownership less than 0.01% (Note 2)
"	Deerport	"	"	-	-	10.48 %	-	Shareholding less than 1,000 shares (Note 2)

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Held company Name	Marketable securities type and name	Relationship with the company	Financial statement account	Ending balance				Note
				Shares/Units in (thousands)	Carrying value	Percentage of ownership (%)	Fair value (Note 1)	
Chalease Finance Co., Ltd	Webi & Net Internet Services Inc.	Investee company accounted for under the financial assets at fair value through profit or loss	Current financial assets at fair value through profit or loss	250	-	10.53 %	-	(Note 2)
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	20,066	- %	20,066	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	20,021	- %	20,021	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	20,067	- %	20,067	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	1,007	- %	1,007	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	35,154	- %	35,154	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	2,812	- %	2,812	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	25,083	- %	25,083	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	25,213	- %	25,213	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	35,098	- %	35,098	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	17,162	- %	17,162	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	18,039	- %	18,039	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	25,906	- %	25,906	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	8,033	- %	8,033	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	15,092	- %	15,092	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	17,025	- %	17,025	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	4,522	- %	4,522	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	17,371	- %	17,371	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	15,033	- %	15,033	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	1,207	- %	1,207	
"	Yuanta Securities Co., Ltd.'s Convertible Bond	"	"	-	4,330	- %	4,330	

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Held company Name	Marketable securities type and name	Relationship with the company	Financial statement account	Ending balance				Note
				Shares/Units in (thousands)	Carrying value	Percentage of ownership (%)	Fair value (Note 1)	
Chalease Finance Co., Ltd	MasterLink Securities Corporation's Convertible Bond	Investee company accounted for under the financial assets at fair value through profit or loss	Current financial assets at fair value through profit or loss	-	35,253	- %	35,253	
"	MasterLink Securities Corporation's Convertible Bond	"	"	-	20,297	- %	20,297	
"	MasterLink Securities Corporation's Convertible Bond	"	"	-	10,125	- %	10,125	
"	MasterLink Securities Corporation's Convertible Bond	"	"	-	20,058	- %	20,058	
"	MasterLink Securities Corporation's Convertible Bond	"	"	-	47,509	- %	47,509	
"	MasterLink Securities Corporation's Convertible Bond	"	"	-	6,064	- %	6,064	
"	MasterLink Securities Corporation's Convertible Bond	"	"	-	10,087	- %	10,087	
"	SinoPac Securities Corporation's Convertible Bond	"	"	-	15,147	- %	15,147	
"	SinoPac Securities Corporation's Convertible Bond	"	"	-	20,315	- %	20,315	
"	SinoPac Securities Corporation's Convertible Bond	"	"	-	30,077	- %	30,077	
"	SinoPac Securities Corporation's Convertible Bond	"	"	-	25,192	- %	25,192	
"	SinoPac Securities Corporation's Convertible Bond	"	"	-	10,128	- %	10,128	
"	SinoPac Securities Corporation's Convertible Bond	"	"	-	14,141	- %	14,141	
"	KGI Securities Co. Corporation's Convertible Bond	"	"	-	18,861	- %	18,861	
"	KGI Securities Co. Corporation's Convertible Bond	"	"	-	26,128	- %	26,128	
"	KGI Securities Co. Corporation's Convertible Bond	"	"	-	34,197	- %	34,197	
"	KGI Securities Co. Corporation's Convertible Bond	"	"	-	3,231	- %	3,231	
"	KGI Securities Co. Corporation's Convertible Bond	"	"	-	34,549	- %	34,549	

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Held company Name	Marketable securities type and name	Relationship with the company	Financial statement account	Ending balance				Note
				Shares/Units in (thousands)	Carrying value	Percentage of ownership (%)	Fair value (Note 1)	
Chalease Finance Co., Ltd	KGI Securities Co. Corporation's Convertible Bond	Investee company accounted for under the financial assets at fair value through profit or loss	Current financial assets at fair value through profit or loss	-	15,191	- %	15,191	
"	KGI Securities Co. Corporation's Convertible Bond	"	"	-	10,120	- %	10,120	
"	KGI Securities Co. Corporation's Convertible Bond	"	"	-	20,103	- %	20,103	
"	KGI Securities Co. Corporation's Convertible Bond	"	"	-	12,651	- %	12,651	
"	KGI Securities Co. Corporation's Convertible Bond	"	"	-	6,125	- %	6,125	
"	KGI Securities Co. Corporation's Convertible Bond	"	"	-	20,573	- %	20,573	
"	KGI Securities Co. Corporation's Convertible Bond	"	"	-	10,063	- %	10,063	
"	KGI Securities Co. Corporation's Convertible Bond	"	"	-	25,120	- %	25,120	
"	KGI Securities Co. Corporation's Convertible Bond	"	"	-	10,077	- %	10,077	
"	KGI Securities Co. Corporation's Convertible Bond	"	"	-	15,230	- %	15,230	
"	China Real Estate Management Co., Ltd.	—	Current financial assets at amortized cost	-	93,835	- %	93,835	
"	Bank of Yuanta's Beneficial Right of the Real Estate Trust	—	"	-	48,500	- %	48,500	
"	Bank of Yuanta's Beneficial Right of the Real Estate Trust	—	"	-	20,920	- %	20,920	
"	Bank of Yuanta's Beneficial Right of the Real Estate Trust	—	"	-	258,063	- %	258,063	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	35,000	- %	35,000	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	8,800	- %	8,800	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	50,000	- %	50,000	

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				Shares/Units in (thousands)	Carrying value	Percentage of ownership (%)	Fair value (Note 1)	
Chailease Finance Co., Ltd	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	Current financial assets at amortized cost	-	100,000	- %	100,000	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	80,000	- %	80,000	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	53,000	- %	53,000	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	55,000	- %	55,000	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	62,000	- %	62,000	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	91,500	- %	91,500	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	44,900	- %	44,900	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	91,000	- %	91,000	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	18,200	- %	18,200	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	38,700	- %	38,700	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	40,000	- %	40,000	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	45,000	- %	45,000	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	60,000	- %	60,000	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	25,000	- %	25,000	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	57,600	- %	57,600	

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				Shares/Units in (thousands)	Carrying value	Percentage of ownership (%)	Fair value (Note 1)	
Chailease Finance Co., Ltd	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	Current financial assets at amortized cost	-	292,510	- %	292,510	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	57,000	- %	57,000	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	685,990	- %	685,990	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	45,000	- %	45,000	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	16,000	- %	16,000	
"	Global Glory Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	30,000	- %	30,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	65,000	- %	65,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	20,300	- %	20,300	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	48,750	- %	48,750	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	104,000	- %	104,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	70,000	- %	70,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	80,000	- %	80,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	65,000	- %	65,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	260,000	- %	260,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	67,000	- %	67,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	20,600	- %	20,600	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	36,000	- %	36,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	43,000	- %	43,000	

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				Shares/Units in (thousands)	Carrying value	Percentage of ownership (%)	Fair value (Note 1)	
Chalease Finance Co., Ltd	Chung Ho Real Estate Management Co., Ltd.	—	Current financial assets at amortized cost	-	18,000	- %	18,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	235,000	- %	235,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	140,000	- %	140,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	29,000	- %	29,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	200,000	- %	200,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	127,000	- %	127,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	17,100	- %	17,100	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	139,000	- %	139,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	90,000	- %	90,000	
"	United Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	333,000	- %	333,000	
"	United Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	24,800	- %	24,800	
"	United Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	968,578	- %	968,578	
"	United Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	69,000	- %	69,000	
"	United Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	30,000	- %	30,000	
"	United Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	56,000	- %	56,000	

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				Shares/Units in (thousands)	Carrying value	Percentage of ownership (%)		Fair value (Note 1)
Chalease Finance Co., Ltd	United Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	Current financial assets at amortized cost	-	74,420	-	%	74,420
"	United Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	52,900	-	%	52,900
"	United Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	360,000	-	%	360,000
"	Bank of Taipei Star's Beneficial Right of the Real Estate Trust	—	"	-	44,620	-	%	44,620
"	Bank of Taipei Star's Beneficial Right of the Real Estate Trust	—	"	-	16,387	-	%	16,387
"	Bank of Taipei Star's Beneficial Right of the Real Estate Trust	—	"	-	155,248	-	%	155,248
"	Bank of Taipei Star's Beneficial Right of the Real Estate Trust	—	"	-	10,000	-	%	10,000
"	Bank of Taipei Star's Beneficial Right of the Real Estate Trust	—	"	-	67,980	-	%	67,980
"	Bank of Shin Kong's Beneficial Right of the Real Estate Trust	—	"	-	9,058	-	%	9,058
"	Bank of Shin Kong's Beneficial Right of the Real Estate Trust	—	"	-	110,640	-	%	110,640
"	Bank of Shin Kong's Beneficial Right of the Real Estate Trust	—	"	-	138,935	-	%	138,935
"	Bank of Shin Kong's Beneficial Right of the Real Estate Trust	—	"	-	45,330	-	%	45,330
"	Bank of Shin Kong's Beneficial Right of the Real Estate Trust	—	"	-	52,600	-	%	52,600
"	Bank of Shin Kong's Beneficial Right of the Real Estate Trust	—	"	-	72,586	-	%	72,586
"	Bank of Shin Kong's Beneficial Right of the Real Estate Trust	—	"	-	109,680	-	%	109,680
"	Bank of Shin Kong's Beneficial Right of the Real Estate Trust	—	"	-	573,000	-	%	573,000
"	Bank of Shin Kong's Beneficial Right of the Real Estate Trust	—	"	-	51,000	-	%	51,000



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				Shares/Units in (thousands)	Carrying value	Percentage of ownership (%)	Fair value (Note 1)	
Chalease Finance Co., Ltd	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	Current financial assets at amortized cost	-	115,700	- %	115,700	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	160,000	- %	160,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	57,750	- %	57,750	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	11,000	- %	11,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	87,400	- %	87,400	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	17,750	- %	17,750	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	50,000	- %	50,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	63,000	- %	63,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	73,000	- %	73,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	52,810	- %	52,810	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	100,000	- %	100,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	135,800	- %	135,800	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	247,000	- %	247,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	544,100	- %	544,100	

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				Shares/Units in (thousands)	Carrying value	Percentage of ownership (%)	Fair value (Note 1)	
Chalease Finance Co., Ltd	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	Current financial assets at amortized cost	-	45,400	- %	45,400	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	817,040	- %	817,040	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	189,000	- %	189,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	126,220	- %	126,220	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	34,000	- %	34,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	408,000	- %	408,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	7,867	- %	7,867	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	32,500	- %	32,500	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	17,492	- %	17,492	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	29,500	- %	29,500	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	83,160	- %	83,160	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	37,800	- %	37,800	

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				Shares/Units in (thousands)	Carrying value	Percentage of ownership (%)	Fair value (Note 1)	
Chalease Finance Co., Ltd	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	Non-current financial assets at amortized cost	-	249,592	- %	249,592	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	24,360	- %	24,360	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	260,000	- %	260,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	25,500	- %	25,500	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	4,264	- %	4,264	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	41,000	- %	41,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	200,000	- %	200,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	65,400	- %	65,400	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	27,000	- %	27,000	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	67,000	- %	67,000	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	56,500	- %	56,500	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	118,800	- %	118,800	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	90,950	- %	90,950	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	81,760	- %	81,760	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	99,618	- %	99,618	

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Chalease Finance Co., Ltd	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	Non-current financial assets at amortized cost	-	123,800	- %	123,800	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	70,000	- %	70,000	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	113,000	- %	113,000	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	663,000	- %	663,000	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	422,750	- %	422,750	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	26,000	- %	26,000	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	273,000	- %	273,000	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	200,000	- %	200,000	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	138,004	- %	138,004	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	35,900	- %	35,900	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	123,000	- %	123,000	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	36,086	- %	36,086	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	61,380	- %	61,380	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	49,500	- %	49,500	

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				Shares/Units in (thousands)	Carrying value	Percentage of ownership (%)	Fair value (Note 1)	
Chailease Finance Co., Ltd	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	Current financial assets at amortized cost	-	116,400	- %	116,400	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	15,000	- %	15,000	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	396,310	- %	396,310	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	59,085	- %	59,085	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	169,000	- %	169,000	
"	Bank of FEI's Beneficial Right of the Real Estate Trust	—	"	-	79,780	- %	79,780	
"	Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	Non-current financial assets at amortized cost	-	83,000	- %	83,000	
"	Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	109,000	- %	109,000	
"	Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	280,000	- %	280,000	
"	Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	33,200	- %	33,200	
"	Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	26,500	- %	26,500	
"	Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	40,800	- %	40,800	
"	Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	42,000	- %	42,000	
"	Global Glory Real Estate Management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	10,300	- %	10,300	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	15,000	- %	15,000	

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				Shares/Units in (thousands)	Carrying value	Percentage of ownership (%)	Fair value (Note 1)	
Chalease Finance Co., Ltd	Chung Ho Real Estate Management Co., Ltd.	—	Non-current financial assets at amortized cost	-	161,600	- %	161,600	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	1,560,000	- %	1,560,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	19,000	- %	19,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	117,400	- %	117,400	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	20,000	- %	20,000	
"	Chung Ho Real Estate Management Co., Ltd.	—	"	-	67,000	- %	67,000	
"	United Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	149,000	- %	149,000	
"	United Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	65,800	- %	65,800	
"	Bank of Shin Kong's Beneficial Right of the Real Estate Trust	—	"	-	11,220	- %	11,220	
"	Bank of Shin Kong's Beneficial Right of the Real Estate Trust	—	"	-	11,500	- %	11,500	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	68,000	- %	68,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	173,000	- %	173,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	9,900	- %	9,900	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	28,650	- %	28,650	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	140,000	- %	140,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	120,000	- %	120,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	7,500	- %	7,500	

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Held company Name	Marketable securities type and name	Relationship with the company	Financial statement account	Ending balance				Note
				Shares/Units in (thousands)	Carrying value	Percentage of ownership (%)	Fair value (Note 1)	
Chalease Finance Co., Ltd	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	Non-current financial assets at amortized cost	-	363,000	- %	363,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	69,000	- %	69,000	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	91,100	- %	91,100	
"	Chaofu Real Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	62,188	- %	62,188	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	130,800	- %	130,800	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	17,335	- %	17,335	
"	Taiyi Real-Estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	—	"	-	131,830	- %	131,830	
"	O-Bank	Investee at fair value	Non-current financial assets at fair value through other comprehensive income	92,694	648,858	3.06 %	648,858	
"	Subton Technology Co., Ltd.	"	"	288	6,190	0.10 %	6,190	
"	Spring House Entertainment Tech Inc.	"	"	688	9,890	4.67 %	9,890	
"	Tekcon Electronics Corp.	"	"	137	1,208	0.52 %	1,208	
"	Ecomsoftware Inc.	"	"	130	2,788	2.60 %	2,788	
"	Kingmax Technology Inc.	"	"	2,081	21,043	4.73 %	21,043	
"	Everterminal Co., Ltd.	"	"	490	5,442	0.50 %	5,442	
"	Crownpo Technology Inc.(former name:SMTEK INC. )	"	"	57	970	0.51 %	970	
"	Book4u Co., Ltd.	"	"	9	87	0.19 %	87	
"	Phoenix Innovation Technology Venture Capital Corporation	"	"	1,000	11,020	2.34 %	11,020	
"	CTCI Corp.	"	"	770	29,183	0.10 %	29,183	
"	U-Ming Marine Transport Corp.	"	"	270	11,151	0.30 %	11,151	
"	Chin Poon	"	"	380	12,483	0.10 %	12,483	

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				Shares/Units in (thousands)	Carrying value	Percentage of ownership (%)	Fair value (Note 1)	
Chalease Specialty Finance Co., Ltd.	Linkou amusement Co., Ltd.(Stock)	Investee at fair value	Non-current financial assets at fair value through other comprehensive income	-	36,708	- %	36,708	Shareholding less than 1,000 shares
"	Bank of Shin Kong's Beneficial Right of the Real Estate Trust	—	Current financial assets at amortized cost	-	48,200	- %	48,200	
"	Agora Garden Taipei	—	"	-	1,295,000	- %	1,295,000	
"	Bank of Shin Kong's Beneficial Right of the Real Estate Trust	—	Non-current financial assets at amortized cost	-	1,400	- %	1,400	
Chalease Energy Integration Inc. Co.	International Ocean Vessel Technical Consultant Co., LTD.	Investee at fair value	Non-current financial assets at fair value through other comprehensive income	908	18,839	10.83 %	18,839	
Bangkok Grand Pacific Lease Public Company Limited	Bangkok Club Co., Ltd.(stock)	"	"	64	193	0.14 %	193	
Asia Sermkij Leasing Public Co., Ltd.	Swe Trans Group Co., Ltd.	"	"	10	5,931	19.00 %	5,931	
"	Bumrungrad Hospital(stock)	Investee company accounted for under the financial assets at fair value through profit or loss	Current financial assets at fair value through profit or loss	59	7,279	0.10 %	7,279	
Grand Pacific Holding Corp.	Mobileshift, Inc.	Investee at fair value	Non-current financial assets at fair value through other comprehensive income	359	7,134	0.03 %	7,134	
"	Stemcyte Inc.	"	"	38	1,427	0.15 %	1,427	
Grand Pacific Financing Corp.	Swabplus Inc.	"	"	10	-	- %	-	
"	Mobileshift, Inc.	"	"	358	7,134	0.03 %	7,134	
"	Stemcyte Inc.	"	"	38	1,427	0.15 %	1,427	
Chalease International Company (Malaysia) Limited	Anywhere 2 GO Co. Ltd CB	Investee company accounted for under the financial assets at fair value through profit or loss	Current financial assets at fair value through profit or loss	-	70,258	- %	70,258	
"	The Future Commerce Sdn. Bhd	"	Non-current financial assets at fair value through profit or loss	-	18,875	- %	18,875	
"	Logicsnesia PTE LTD	"	"	-	9,154	- %	9,154	

Note 1: Listed companies use price in the open market, and non-listed companies use its net worth. The aforementioned net worths were calculated in financial statements audit by accountants.

Note 2: The chance of recover of the decrease in net worth and continuous losses is insignificant; therefore, they belong to permanent reduction.

Note 3: The aforementioned inter-company transactions have been eliminated upon the consolidation.



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**4. Aggregate purchases or sales of the same securities reaching NT\$300 million or 20 percent of paid-in capital or more:**

(Amounts Expressed in Thousands of New Taiwan Dollars)

Company name	Marketable securities type and name (Note 1)	Financial statement account (Note 1)	Counter-party	Nature of relationship	Beginning Balance		Acquisition		Disposal				Ending Balance	
					Shares (In thousands)	Amount	Shares (In thousands)	Amount	Shares (In thousands)	Amount	Carrying value	Gain (loss) on disposal	Shares (In thousands)	Amount
Chailcase Finance Co., Ltd.	Chaofu real estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	Financial assets at amortized cost	-	-	-	-	-	817,040	-	-	-	-	-	817,040
"	Chaofu real estate management Co., Ltd.'s Beneficial Right of the Real Estate Trust	"	-	-	-	-	-	363,000	-	-	-	-	-	363,000
"	Chailcase Specialty Finance Co., Ltd.	Investments accounted for using equity method	-	-	-	-	-	-	-	-	-	-	-	-
Chailcase Specialty Finance Co., Ltd.	Sing Chuang Limited Partnership	"	-	-	-	-	-	-	-	-	-	-	-	-

Note 1: Securities accounted under equity method only need to fill in the first two columns.

Note 2: The aforementioned inter-company transactions have been eliminated upon consolidation.

**5. Acquisition of real estate reaching NT\$300 million or 20 percent of paid-in capital or more: None.**

**6. Disposal of real estate reaching NT\$300 million or 20 percent of paid-in capital or more: None.**

**7. Purchases or sales of goods from or to related parties reaching NT\$100 million or 20 percent of paid-in capital or more: None.**

**8. Accounts receivable from related parties reaching NT\$100 million or 20 percent of paid-in capital or more:**

(Amounts Expressed in Thousands of New Taiwan Dollars)

Company name	Related party	Nature of relationship	Ending balance	Turnover days	Overdue		Amounts received in subsequent period	Allowance for bad debts
					Amount	Action taken		
Chailcase Finance Co., Ltd.	Chuang Ju Limited Partnership	Subsidiaries	1,010,577	-	-		-	-
Fina Finance & Trading Co., Ltd	Chuang Ju Limited Partnership	Subsidiaries	1,003,468	-	-		-	-
Chailcase International Financial Services Co., Ltd.	Chailcase International Fortune Corp (Liberia)	Associates	229,073	-	-		-	-
"	Chailcase International Financial Services (Singapore) Pte. Ltd.	Associates	4,790,905	-	-		-	-
"	Chailcase International Financial Services (Labuan) Co., Ltd.	Associates	1,321,417	-	-		-	-

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Company name	Related party	Nature of relationship	Ending balance	Turnover days	Overdue		Amounts received in subsequent period	Allowance for bad debts
					Amount	Action taken		
Chaillease International Financial Services Co., Ltd.	Chaillease International Financial Services (Liberia) Corp.	Associates	428,962	-	-		-	-
"	Chaillease International Company(Malaysia) Limited	Associates	1,796,576	-	-		-	-
Chaillease Finance (B.V.I.) Company, Ltd.	Chaillease International Financial Services Co., Ltd.	Associates	944,045	-	-		-	-
Chaillease International Company (Malaysia) Limited	Chaillease International Company (UK) Limited	Subsidiaries	1,797,761	-	-		-	-
Asia Sermkij Leasing Public Co., Ltd.	Bangkok Grand Pacific Lease Public company Limited.	Subsidiaries	3,696,478	-	-		-	-
Chaillease Consumer Finance Co.,Ltd.	Chuang Ju Limited Partnership	Subsidiaries	419,373	-	-		-	-
Chaillease International Company (UK) Limited	C&E Engine Leasing Limited	Associates	1,466,000	-	-		-	-
My Leasing (Mauritius) Corp.	Chaillease Holding Company Limited	Subsidiaries	1,227,718	-	-		-	-

Note: The aforementioned inter-company transactions have been eliminated upon consolidation.

9.Trading in derivative instruments: Please reference to Note (6)(b).

10.Others: The business relationship between the parent and the subsidiaries and between each subsidiary, and the circumstances and amounts of any significant transactions between them:

No.	Company name	Counter-party	Nature of relationship	Intercompany transactions			
				Financial statements item	Amount	Terms	Percentage of the consolidated net revenue or total assets
1	Chaillease Finance Co., Ltd	Chaillease International Finance Corporation 、 Chaillease Berjaya Credit Sdn. Bhd. 、 Chaillease Royal Leasing Plc.	3	Other financial assets-current	418,314	Same as normal transactions	0.07 %
"	"	Chuang Ju Limited Partnership	3	Financing and interest receivable	1,010,577	"	0.17 %
2	Chaillease Finance (B.V.I.) Company, Ltd.	Chaillease International Financial Services Co., Ltd.	3	Financing and interest receivable	944,045	"	0.15 %
3	Chaillease International Finance Corporation	Chaillease Finance Co., Ltd.	3	Other financial liabilities-current	195,480	"	0.03 %
4	My Leasing (Mauritius) Corp.	Chaillease Holding Company Limited	2	Other financial assets-current	1,227,718	"	0.20 %
5	Chaillease International Company (UK) Limited	Chaillease International Company(Malaysia) Limited	3	Borrowings and interest payable	1,797,761	"	0.29 %
6	Chaillease International Financial Services Co., Ltd.	Chaillease International Fortune Corp (Liberia) 、 Chaillease International Company (Malaysia) Limited 、 Chaillease International Financial Services (Singapore) Pte. Ltd. 、 Chaillease International Financial Services (Liberia) Corp. 、 Chaillease International Financial Services (Labuan) Co., Ltd.	3	Financing and interest receivable	8,566,933	"	1.40 %

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No.	Company name	Counter-party	Nature of relationship	Intercompany transactions			
				Financial statements item	Amount	Terms	Percentage of the consolidated net revenue or total assets
6	Chailease International Financial Services Co., Ltd.	Chailease Finance (B.V.I.) Company, Ltd.	3	Borrowings and interest payable	944,045	Same as normal transactions	0.15 %
7	Chailease International Financial Services (Liberia) Corp.	Chailease International Financial Services Co., Ltd.	3	Borrowings and interest payable	428,962	"	0.07 %
8	Chailease International Fortune Corp (Liberia)	Chailease International Financial Services Co., Ltd.	3	Borrowings and interest payable	229,073	"	0.04 %
9	Chailease International Company (Malaysia) Limited	Chailease International Financial Services Co., Ltd.	3	Borrowings and interest payable	1,796,576	"	0.29 %
"	"	Chailease International Company (UK) Limited	3	Financing and interest receivable	1,797,761	"	0.29 %
10	Chailease Berjaya Credit Sdn. Bhd.	Chailease Finance Co., Ltd.	3	Other financial liabilities-current	165,616	"	0.03 %
11	Chailease International Financial Services (Labuan) Co., Ltd.	Chailease International Financial Services Co., Ltd.	3	Borrowings and interest payable	1,321,417	"	0.22 %
12	Chailease International Financial Services (Singapore) Pte Ltd	Chailease International Financial Services Co., Ltd.	3	Borrowings and interest payable	4,790,905	"	0.79 %
13	Asia Sermkij leasing public Co, Ltd	Bangkok Grand Pacific Lease Public Company Limited	3	Financing and interest receivable	3,696,478	"	0.61 %
14	Bangkok Grand Pacific Lease Public Company Limited	Asia Sermkij leasing public Co, Ltd	3	Borrowings and interest payable	3,696,478	"	0.61 %
15	Fina Finance & Trading Co., Ltd.	Chuang Ju Limited Partnership	3	Financing and interest receivable	1,003,468	"	0.16 %
16	Chailease Consumer Finance Co., Ltd.	Chuang Ju Limited Partnership	3	Financing and interest receivable	403,179	"	0.07 %
17	Chuang Ju Limited Partnership	Chailease Finance Co., Ltd. · Fina Finance & Trading Co., Ltd. · Chailease Consumer Finance Co., Ltd.	3	Borrowings and interest payable	2,417,224	"	0.40 %

Note 1: Descriptions of numbers are as follows:

1. Parent company is coded "0".
2. The subsidiaries are coded consecutively beginning from "1" in the order presented in the table above.

Note 2: Nature of relationship is categorized as follows:

1. Transactions from parent company to subsidiary.
2. Transactions from subsidiary to parent company.
3. Transactions from subsidiary to subsidiary.

Note 3: Business transaction less than 100 million is not required to be disclosed.

Note 4: The aforementioned inter-company transactions have been eliminated upon consolidation.

**(b) Information on investees:**

The information on investees of the Group for the three months ended March 31, 2021 is as follows (excluding information on investment in Mainland China):

Investor company	Investee company	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2021			Net income (losses) of the investee	Share of profits/losses of investee	Note
				March 31, 2021	December 31, 2020	Shares/Units (In thousands)	Percentage of ownership	Carrying value			
The Company	Chailease International Company (Malaysia) Limited	Malaysia	Investment	24,600,455	24,600,455	1,389,372	100.00 %	51,025,134	2,539,185	2,539,185	
"	Chailease International Financial Services Co., Ltd.	British Virgin Islands	Installment sales, leasing overseas and financial consulting	2,767,895	2,767,895	97,000	100.00 %	5,562,883	108,044	108,044	
"	Grand Pacific Holdings Corp. and its subsidiaries	U.S.	Financing leasing, real estate, and mortgage	139,573	139,573	3,927	51.00 %	1,145,572	50,509	25,759	

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Investor company	Investee company	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2021			Net income (losses) of the investee	Share of profits/losses of investee	Note
				March 31, 2021	December 31, 2020	Shares/Units (In thousands)	Percentage of ownership	Carrying value			
The Company	Golden Bridge (B.V.I.) Corp. and its subsidiaries	British Virgin Islands	Investment	16,561,986	16,561,986	506,150	100.00 %	44,593,370	2,804,040	2,804,040	
"	Chaillease International Company (Hong Kong) Limited	Hong Kong	Investment	245,401	245,401	8,600	100.00 %	229,336	(11,237)	(11,237)	
"	Chaillease International Financial Services (Liberia) Corp.	Liberia	Leasing	169,051	169,051	-	100.00 %	45,574	(14,912)	(14,912)	share holding less than 1,000 shares
"	Chaillease International Financial Services (Labuan) Co., Ltd.	Malaysia	Leasing	6,715	6,715	30	100.00 %	2,290	755	755	
"	Chaillease International Fortune Corp (Liberia)	Liberia	Leasing	285	285	-	100.00 %	4,299	2,158	2,158	share holding less than 1,000 shares
"	Chaillease International Financial Services Co. (Singapore) Pte. Ltd.	Singapore	Financing	3,231,642	3,231,642	109,000	100.00 %	3,446,535	112,429	112,429	
Chaillease International Company (Malaysia) Limited	Asia Sermkij Leasing Public Co., Ltd. and its subsidiaries	Thailand	Installment sales of automobiles	443,373	443,373	41,799	11.88 %	645,708	259,832	30,868	
"	Chaillease International Company (UK) Limited	U.K.	Consulting, aircraft leasing and investment	28,141,193	28,141,193	567,087	100.00 %	47,755,623	2,416,866	2,416,866	
"	Chaillease Berjaya Credit Sdn. Bhd.	Malaysia	Installment sales	690,165	575,138	105,000	70.00 %	1,140,610	112,715	78,901	
"	Chaillease Royal Leasing Plc.	Cambodia	Leasing	85,605	85,605	3,000	60.00 %	224,738	21,434	12,860	
"	Chaillease Royal Finance Plc.	Cambodia	Financing	170,982	170,982	6,312	60.00 %	198,632	19,302	11,581	
"	Yellowstone Holding AG	Swiss	Investment	190,733	190,733	630,000	35.00 %	156,221	(4,829)	(1,690)	
"	Chaillease Berjaya Finance Corporation	Philippines	Leasing and financing	238,169	238,169	410,000	63.08 %	118,248	(3,305)	(2,085)	
"	CL Capital Management Company Limited	Cayman Islands	Investment consultant	-	-	-	48.00 %	-	209	-	
"	CL Investment Partners Company Limited	Cayman Islands	Investment consultant	4,008	4,008	-	48.00 %	3,940	(18)	(9)	

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Investor company	Investee company	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2021			Net income (losses) of the investee	Share of profits/losses of investee	Note
				March 31, 2021	December 31, 2020	Shares/Units (In thousands)	Percentage of ownership	Carrying value			
Chailease International Company (Malaysia) Limited	Chailease Greater China SME Fund, L.P.	Cayman Islands	Investment funds	396,700	396,700	-	48.00 %	346,332	(3,118)	(1,497)	
"	Diamond Rain Group Limited	British Virgin Islands	Investment	630,989	630,989	18,212	35.28 %	597,817	(26,522)	(9,357)	
"	Chailease Capital (Thailand) Co., Ltd.	Thailand	Investment	58,279	58,279	19,600	49.00 %	63,651	4,503	2,206	
"	Chailease Royal Insurance Broker Plc.	Cambodia	Insurance Brokers	2,568	-	90	60.00 %	2,281	(476)	(286)	
Chailease Berjaya Credits Sdn. Bhd.	Chailease Agency Sdn. Bhd.	Malaysia	Insurance Brokers	657	657	100	100.00 %	6,330	1,885	1,885	
"	Chailease Services Sdn. Bhd.	Malaysia	Insurance Brokers	657	657	100	100.00 %	1,977	(176)	(176)	
Chailease International Company (UK) Limited	Chailease Finance Co., Ltd.	Taiwan	Installment sales, leasing and factoring	25,972,303	25,972,303	2,076,050	100.00 %	48,055,642	2,646,861	2,646,861	
"	C&E Engine Leasing Limited	Ireland	Leasing	642,566	642,566	22,519	50.00 %	652,803	20,374	10,187	
Chailease Finance Co., Ltd.	Fina Finance & Trading Co., Ltd.	Taiwan	Installment sales, trading and factoring	9,991,242	9,991,242	861,000	100.00 %	20,292,883	941,904	941,904	
"	Chailease Specialty Finance Co., Ltd.	Taiwan	Installment sales	6,337,496	5,137,496	249,561	100.00 %	6,670,016	69,007	69,007	
"	Asia Sermkij Leasing Public Co., Ltd. and its subsidiaries	Thailand	Installment sales of automobiles	769,526	769,526	128,837	36.61 %	1,989,721	259,819	95,120	
"	Chailease Finance (B.V.I.) Company, Ltd.	British Virgin Islands	Installment sales, leasing overseas and financial consulting	1,167,367	1,167,367	40,910	100.00 %	1,211,303	(25,882)	(25,882)	
"	Chailease International Leasing Company Limited (Vietnam)	Vietnam	Leasing	702,275	702,275	-	100.00 %	1,640,537	98,508	98,508	
"	Chailease Auto Rental Co., Ltd.	Taiwan	Leasing	1,352,227	1,352,227	141,339	100.00 %	1,622,561	32,192	32,192	
"	Chailease Insurance Brokers Co., Ltd.	Taiwan	Personal and property insurance brokers	8,000	8,000	800	100.00 %	84,264	12,372	12,372	
"	Grand Pacific Holdings Corp. and its subsidiaries	U.S.	Financing leasing, real estate, and mortgage	117,242	117,242	3,773	49.00 %	1,100,647	50,509	24,749	
"	Chailease Cloud Service Co., Ltd.	Taiwan	Software of cloud products, leasing and installment sales	25,000	10,000	2,500	100.00 %	20,985	(50)	(50)	
"	Yun Tang Inc.	Taiwan	Solar power business	465,000	445,000	-	100.00 %	541,906	7,348	7,348	
"	Chailease Energy Integration Co., Ltd.	Taiwan	Solar power business	50,000	50,000	5,000	100.00 %	851,452	114,217	114,217	

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				March 31, 2021	December 31, 2020	Shares/Units (In thousands)	Percentage of ownership	Carrying value			
Chailease Finance Co., Ltd.	Chailease Power Technology Co., Ltd.	Taiwan	Solar power business	250,000	250,000	25,000	100.00 %	267,943	2,674	2,674	
"	Chailease International Trading Company Limited (Vietnam)	Vietnam	Trading	142,675	142,675	-	100.00 %	185,126	6,766	6,766	
"	Chung Cheng Energy Integration Co., Ltd.	Taiwan	Solar power business	303,400	303,400	30,340	100.00 %	303,563	415	415	
"	Ho Lien Energy Integration Co., Ltd.	Taiwan	Solar power business	2,660,588	2,660,588	266,059	100.00 %	2,659,706	560	560	
"	Chailease Finance Securitization Trust 2019	Taiwan	Special purpose entity	1,045,149	1,045,149	-	100.00 %	1,014,768	73,375	73,375	
"	Tai Yuan Energy Intergration Co., Ltd.	Taiwan	Solar power business	180,050	180,050	18,005	100.00 %	179,110	(82)	(82)	
"	Chung Ho Energy Integration Co., Ltd.	Taiwan	Solar power business	1,612,124	1,612,124	161,212	100.00 %	1,611,555	(73)	(73)	
"	Chung Yen Energy Integration Co., Ltd.	Taiwan	Solar power business	302,900	302,900	30,290	100.00 %	302,337	(127)	(127)	
"	TUNG FENG INC.	Taiwan	Solar power business	34,010	34,010	3,401	100.00 %	33,868	(21)	(21)	
"	He To Energy Integration Co., Ltd.	Taiwan	Solar power business	500	500	50	100.00 %	402	(21)	(21)	
"	Chung Yu Energy Integration Co., Ltd.	Taiwan	Solar power business	500	500	50	100.00 %	402	(21)	(21)	
"	Jung Yu Energy Integration Co., Ltd.	Taiwan	Solar power business	500	500	50	100.00 %	402	(21)	(21)	
"	Chung Wei Energy Integration Co., Ltd.	Taiwan	Solar power business	500	500	50	100.00 %	402	(21)	(21)	
"	TUNG CHING ENERGY TECHNOLOGY INC.	Taiwan	Solar power business	200,030	-	-	100.00 %	200,028	(2)	(2)	
Fina Finance & Trading Co., Ltd.	Chailease Consumer Finance Co., Ltd.	Taiwan	Factoring, trading-in, management, and valuation on accounts receivable; installment sales; financial instrument	4,152,436	4,152,436	309,434	100.00 %	6,172,304	231,000	231,000	
"	Chailease Credit Services Co., Ltd.	Taiwan	Installment sales and leasing	10,101	10,101	1,000	100.00 %	11,216	170	170	
Chailease Consumer Finance Co., Ltd.	Chuang Ju Limited Partnership	Taiwan	Installment sales and leasing	3,300,000	3,300,000	-	- %	3,795,653	129,401	129,401	(Note 2)
Chailease Specialty Finance Co., Ltd.	Sing Chuang Limited Partnership	Taiwan	Installment sales and leasing	1,800,000	1,500,000	-	- %	2,006,576	43,539	43,539	(Note 3)
Chailease Credit Services Co., Ltd.	Chuang Ju Limited Partnership	Taiwan	Installment sales and leasing	10	10	-	- %	10	-	-	(Note 2)

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**CHAILEASE HOLDING COMPANY LIMITED AND SUBSIDIARIES**

**Notes to Consolidated Financial Statements**

**March 31, 2021 and 2020**

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

Investor company	Investee company	Location	Main businesses and products	Original investment amount		Balance as of March 31, 2021			Net income (losses) of the investee	Share of profits/losses of investee	Note
				March 31, 2021	December 31, 2020	Shares/Units (In thousands)	Percentage of ownership	Carrying value			
Chailase Cloud Service Co., Ltd.	Sing Chuang Limited Partnership	Taiwan	Installment sales and leasing	10	10	-	- %	10	-	-	(Note 3)
Chailase International Company (Hong Kong) Limited	PT Chailase Indonesia Finance	Indonesia	Financing	19,305	222,750	97,500	75.00 %	14,815	(4,743)	(3,557)	
"	Chailase Management Consulting Co., Limited	Hong Kong	Consulting	1,835	1,835	500	100.00 %	2,380	(150)	(150)	
Chailase Capital (Taiwan) Co., Ltd.	Asia Sermkij Leasing Public Co., Ltd and its subsidiaries	Thailand	Installment sales of automobiles	115,677	89,748	6,512	1.85 %	100,573	259,819	4,808	

Note 1: The aforementioned inter-company transactions have been eliminated upon consolidation.

Note 2: Chailase Consumer Financial Co., Ltd. is the limited partner, and Chailase Credit Services Co., Ltd. is the general partner.

Note 3: Chailase Specialty Financial Co., Ltd. is the limited partner, and Chailase Cloud Services Co., Ltd. is the general partner.

**(c) Information on investment in Mainland China:**

**1.Related information on investment in Mainland China:**

Name of the Investee Company	Principal Business Activities	Total Amount of Paid-in Capital	Method of Investment (Note 1)	Accumulated Outflow of Investment from Taiwan as of January 1, 2021	Investment Flows		Accumulated Outflow of Investment from Taiwan as of March 31, 2021	Net Income (Losses) of the Investee	Percentage of Ownership	Share of profits/losses (Note 2)	Carrying Amount as of March 31, 2021	Accumulated Inward Remittance of Earnings as of March 31, 2021
					Outflow	Inflow						
Chailase International Finance Corporation	Leasing	10,899,779	(2)	-	-	-	-	3,002,241	97.89 %	2,938,756	43,433,085	2,939,105
Chailase Finance International Corp.	Leasing	3,994,900	(2)	-	-	-	-	230,456	98.41 %	226,792	5,204,232	-
Chailase International Corp.	Trading	2,345,760	(2)	-	-	-	-	162,309	97.89 %	158,877	3,304,817	-
Jirong Real Estate Co., Ltd.	House property leasing and management	738,480	(2)	-	-	-	-	3,420	97.89 %	3,348	744,830	-
DMC Energy Management Services (Shenzhen) Co., Ltd.	Environmental business	108,600	(2)	-	-	-	-	(803)	19.57 %	(166)	19,151	-
Chailase International Commercial Factoring Corporation	Factoring	217,200	(2)	-	-	-	-	825	97.89 %	808	215,564	-

Note 1: The methods for engaging in investment in Mainland China include the following:

- 1.Direct investment in China companies.
- 2.Indirectly invested in China company through third region.
- 3.Others.

Note 2: Investment gains and losses were recognized based on the financial reports reviewed by the Taiwan Parent Company's certified public accountants.

Note 3: The limit is not calculated because the Company is foreign company.

Note 4: All numbers are disclosed in NT dollars. The amounts involved with foreign currency are converted to NT dollars by using exchange rates on the financial report date.

Note 5: Current investment gains and losses and book values at the end of the period are included the amounts of direct and indirect investments.

Note 6: The aforementioned inter-company transactions have been eliminated upon consolidation.

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**Notes to Consolidated Financial Statements**

**March 31, 2021 and 2020**

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

2. Limit on the amount of investment in Mainland China area: None.

3. Significant transactions:

The aforementioned intercompany transaction have been eliminated upon consolidation for the three months ended March 31, 2021, please refer to Note (13) (a).

(d) Major shareholders: There were no shareholders whose shareholding ratio exceeded 5%.

**(14) Segment Information**

(a) Operating segment financial information:

	For the three months ended March 31, 2021					
	Taiwan	China	ASEAN	Others	Elimination	Total
<b>Revenue</b>						
Revenue from external customers	\$ 8,259,792	6,557,400	1,836,129	105,701	-	16,759,022
Intersegment revenue	363,064	19,434	71,493	-	(453,991)	-
<b>Total revenue</b>	<b>\$ 8,622,856</b>	<b>6,576,834</b>	<b>1,907,622</b>	<b>105,701</b>	<b>(453,991)</b>	<b>16,759,022</b>
<b>Reportable segment profit or loss</b>	<b>\$ 2,675,072</b>	<b>3,059,555</b>	<b>509,714</b>	<b>59,016</b>	<b>-</b>	<b>6,303,357</b>
<b>Revenue</b>						
Revenue from external customers	\$ 7,033,839	5,139,084	1,666,822	102,772	-	13,942,517
Intersegment revenue	359,705	35,356	52,007	-	(447,068)	-
<b>Total revenue</b>	<b>\$ 7,393,544</b>	<b>5,174,440</b>	<b>1,718,829</b>	<b>102,772</b>	<b>(447,068)</b>	<b>13,942,517</b>
<b>Reportable segment profit or loss</b>	<b>\$ 2,190,847</b>	<b>2,096,094</b>	<b>348,489</b>	<b>29,438</b>	<b>-</b>	<b>4,664,868</b>

(b) The revenue from external customers reported to the chief operating decision-maker is measured in a manner consistent with that of the statement of comprehensive income. A reconciliation of reportable segment income and profit for the three months ended March 31, 2021 and 2020 is provided as follows:

	For the three months ended March 31,	
	2021	2020
Reportable segment income	\$ 6,303,357	4,664,868
Management segment loss	(1,090,653)	(564,821)
Profit for the period	<b>\$ 5,212,704</b>	<b>4,100,047</b>