

PRIMASIA SECURITIES COMPANY LIMITED
BALANCE SHEETS
DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars)

Assets	Notes	December 31, 2022		December 31, 2021	
		AMOUNT	%	AMOUNT	%
Current assets					
Cash and cash equivalents	6(1)	\$ 234,504	3	\$ 19,659	-
Financial assets at fair value through profit or loss – current	6(2)	1,742,217	24	1,194,619	16
Accounts receivable	6(4)	683,988	9	953,572	13
Prepayments		10,374	-	1,282	-
Other receivables		3,357	-	4,271	-
Other financial assets – current	7	170	-	1,678	-
Current income tax assets		580	-	104	-
Restricted assets – current	6(1) and 8	411,000	5	411,000	5
Other current assets		52,313	1	727,491	10
Total current assets		3,138,503	42	3,313,676	44
Non-current assets					
Financial assets at fair value through other comprehensive income – non-current	6(2) and 8	3,612,417	49	3,522,083	47
Property and equipment	6(5) and 8	375,584	5	384,702	5
Right-of-use assets	6(6)	26,102	1	32,410	1
Intangible assets	6(7)	77,743	1	87,410	1
Other non-current assets	6(3)(8) and 8	156,562	2	156,598	2
Total non-current assets		4,248,408	58	4,183,203	56
Total Assets		\$ 7,386,911	100	\$ 7,496,879	100

(Continued)

PRIMASIA SECURITIES COMPANY LIMITED
BALANCE SHEETS
DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars)

Liabilities and Equity	Notes	December 31, 2022		December 31, 2021	
		AMOUNT	%	AMOUNT	%
Current liabilities					
Short-term loans	6(9)	\$ 645,000	9	\$ 587,000	8
Commercial paper payable	6(9)	1,452,789	20	579,594	8
Accounts payable	6(10)	680,151	9	951,103	12
Current income tax liabilities		5,009	-	4,000	-
Lease liabilities – current		3,560	-	6,273	-
Other current liabilities		119,155	1	816,478	11
Total current liabilities		2,905,664	39	2,944,448	39
Non-current liabilities					
Long-term borrowings	6(12)	322,460	5	341,900	5
Provision for liabilities – non-current	6(11)	389	-	13,427	-
Lease liabilities – non-current		23,271	-	26,755	-
Other non-current liabilities		-	-	500	-
Total non-current liabilities		346,120	5	382,582	5
Total Liabilities		3,251,784	44	3,327,030	44
Equity					
Capital stock	6(14)	1,137,554	15	1,137,554	15
Retained earnings					
Legal reserve	6(14)	115,481	2	101,616	2
Special reserve	6(14)	98,496	1	70,764	1
Accumulated earnings	6(14)	85,634	1	216,291	3
Other equity interest	6(14)	2,697,962	37	2,643,624	35
Total Equity		4,135,127	56	4,169,849	56
Total liabilities and equity		\$ 7,386,911	100	\$ 7,496,879	100

The accompanying notes are an integral part of these financial statements.

PRIMASIA SECURITIES COMPANY LIMITED
STATEMENTS OF COMPREHENSIVE INCOME
YEARS ENDED DECEMBER 31, 2022 AND 2021

(Expressed in thousands of New Taiwan dollars, except earnings per share amount)

Items	Notes	Year ended December 31			
		2022		2021	
		AMOUNT	%	AMOUNT	%
Income					
Brokerage handling fee revenue	7	\$ 131,129	79	\$ 210,843	43
Revenue from underwriting business		773	-	1,106	-
Net (losses) gains on sale of operating securities	6(2)	(5,671)	(3)	34,291	7
Interest revenue		23,993	14	15,725	3
Dividend revenue		22,365	13	6,902	2
Net losses on operating securities measured at fair value through profit or loss	6(2)	(33,268)	(20)	(108,895)	(22)
Futures commission revenue		1,346	1	1,185	-
Net gains on derivative instruments – counter	6(2)	-	-	297,054	61
Other operating revenue		25,914	16	30,884	6
		<u>166,581</u>	<u>100</u>	<u>489,095</u>	<u>100</u>
Expenses					
Brokerage handling fee expenses		(19,386)	(12)	(32,703)	(7)
Proprietary handling fee expenses		(22)	-	(14)	-
Finance costs		(32,850)	(20)	(17,410)	(4)
Employee benefit expenses	6(16) and 7	(143,294)	(86)	(250,273)	(51)
Depreciation and amortisation expenses	6(17)	(31,312)	(19)	(29,579)	(6)
Other operating expenses	7	(59,269)	(35)	(64,214)	(13)
		<u>(286,133)</u>	<u>(172)</u>	<u>(394,193)</u>	<u>(81)</u>
Non-operating income and expenses					
Other income and expenses	6(2)(18) and 7	136,272	82	223,056	46
Income from continuing operations before income tax		16,720	10	317,958	65
Income tax expense	6(13)	(1,100)	(1)	(4,739)	(1)
Net income		<u>\$ 15,620</u>	<u>9</u>	<u>\$ 313,219</u>	<u>64</u>
Other comprehensive income					
Items that will not be reclassified subsequently to profit or loss					
Remeasurement of net defined benefit	6(11)	\$ 9,076	5	(\$ 5,430)	(1)
Unrealised gains on valuation of investments in equity instruments measured at fair value through other comprehensive income	6(2)	54,338	33	774,734	158
Other comprehensive income (net amount after tax)		<u>63,414</u>	<u>38</u>	<u>769,304</u>	<u>157</u>
Total comprehensive income		<u>\$ 79,034</u>	<u>47</u>	<u>\$ 1,082,523</u>	<u>221</u>
 Basic earnings per share (in New Taiwan dollars)	6(15)	 \$	 0.14	 \$	 2.75

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PRIMASIA SECURITIES COMPANY LIMITED
STATEMENTS OF CHANGES IN EQUITY
YEARS ENDED DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars)

		Retained Earnings			Unrealised gain on financial assets measured at fair value through other comprehensive income	Total equity
	Note	Capital stock	Legal reserve	Special reserve	Accumulated earnings	
<u>Year ended December 31, 2021</u>						
Balance at January 1, 2021		\$ 1,137,554	\$ 77,163	\$ 21,859	\$ 95,615	\$ 1,868,890
Net income for the year		-	-	-	313,219	-
Other comprehensive income (loss)	6(2)(14)	-	-	-	(5,430)	774,734
Total comprehensive income		-	-	-	307,789	774,734
Appropriation and distribution of prior year's earnings:						
Legal reserve	6(14)	-	24,453	-	(24,453)	-
Special reserve	6(14)	-	-	48,905	(48,905)	-
Cash dividends	6(14)	-	-	-	(113,755)	(113,755)
Balance at December 31, 2021		\$ 1,137,554	\$ 101,616	\$ 70,764	\$ 216,291	\$ 2,643,624
<u>Year ended December 31, 2022</u>						
Balance at January 1, 2022		\$ 1,137,554	\$ 101,616	\$ 70,764	\$ 216,291	\$ 2,643,624
Net income for the year		-	-	-	15,620	-
Other comprehensive income	6(2)(14)	-	-	-	9,076	54,338
Total comprehensive income for the period		-	-	-	24,696	54,338
Appropriation and distribution of prior year's earnings:						
Legal reserve	6(14)	-	13,865	-	(13,865)	-
Special reserve	6(14)	-	-	27,732	(27,732)	-
Cash dividends	6(14)	-	-	-	(113,756)	(113,756)
Balance at December 31, 2022		\$ 1,137,554	\$ 115,481	\$ 98,496	\$ 85,634	\$ 2,697,962

The accompanying notes are an integral part of these financial statements.

PRIMASIA SECURITIES COMPANY LIMITED
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2022 AND 2021
(Expressed in thousands of New Taiwan dollars, except as otherwise indicated)

	Year ended December 31	
	2022	2021
<u>CASH FLOWS FROM OPERATING ACTIVITIES</u>		
Profit before tax	\$ 16,720	\$ 317,958
Adjustments		
Adjustments to reconcile profit (loss)		
Depreciation expense	19,243	18,484
Amortisation expense	12,069	11,095
Net losses on operating securities measured at fair value through profit or loss	37,612	13,148
Dividend income	(130,576)	(91,752)
Interest income	(25,444)	(16,390)
Interest expense	32,850	17,410
Changes in operating assets and liabilities		
Changes in operating assets		
Increase in financial assets at fair value through profit or loss	(587,204)	(501,593)
Decrease in accounts receivable	269,584	212,084
Increase in prepayments	(9,092)	(321)
Decrease (increase) in other receivables	1,003	(35)
Decrease in other financial assets – current	1,508	10,043
Decrease (increase) in other current assets	675,178	(551,780)
Decrease in other non-current assets	36	4,681
Changes in operating liabilities		
Decrease in accounts payable	(270,952)	(217,146)
(Decrease) increase in other current liabilities	(697,518)	596,918
(Decrease) increase in other non-current liabilities	(500)	500
Decrease in provision for liabilities – non-current	(3,962)	(7,976)
Cash outflow generated from operations	(659,445)	(184,672)
Interest received	25,355	16,457
Interest paid	(32,655)	(17,174)
Dividend received	130,576	91,752
Income taxes paid	(567)	(5)
Net cash flows used in operating activities	(536,736)	(93,642)
<u>CASH FLOWS FROM INVESTING ACTIVITIES</u>		
Proceeds from disposal of financial assets at fair value through profit or loss	1,994	183,672
Acquisition of financial assets at fair value through other comprehensive income	(35,996)	(6,676)
Acquisition of property and equipment	(1,240)	(123,372)
Acquisition of intangible assets	(2,402)	(1,968)
Net cash flows (used in) generated from investing activities	(37,644)	51,656
<u>CASH FLOWS FROM FINANCING ACTIVITIES</u>		
Increase in short-term loans	38,560	166,900
Increase in commercial paper payable	873,195	46
Payments of lease liabilities	(8,774)	(8,696)
Cash dividends paid	(113,756)	(113,755)
Net cash flows generated from financing activities	789,225	44,495
Net increase in cash and cash equivalents	214,845	2,509
Cash and cash equivalents at beginning of year	19,659	17,150
Cash and cash equivalents at end of year	\$ 234,504	\$ 19,659

The accompanying notes are an integral part of these financial statements.