

O-BANK CO., LTD.

A. BALANCE SHEETS

(In Thousands of New Taiwan Dollars)

| | ASSETS | September 30, 2021 | | December 31, 2020 | | September 30, 2020 | |
|-------|---|----------------------|------------|-----------------------|------------|----------------------|------------|
| | | Amount | % | Amount | % | Amount | % |
| 11000 | Cash and cash equivalents | \$ 3,079,492 | 1 | \$ 3,566,116 | 1 | \$ 1,966,487 | 1 |
| 11500 | Due from the central bank and call loans to banks, net | 19,713,015 | 6 | 17,127,229 | 5 | 19,284,768 | 5 |
| 12000 | Financial assets at fair value through profit or loss | 41,639,781 | 13 | 56,042,294 | 17 | 60,263,582 | 18 |
| 12100 | Financial assets at fair value through other comprehensive income | 73,138,320 | 23 | 65,178,855 | 20 | 63,877,998 | 19 |
| 13000 | Receivables, net | 2,231,147 | 1 | 1,413,105 | 1 | 2,057,589 | 1 |
| 13200 | Current tax assets | 137,714 | - | 74,418 | - | 65,960 | - |
| 13500 | Discounts and loans, net | 154,404,194 | 49 | 163,916,864 | 50 | 171,496,790 | 50 |
| 15000 | Investments measured by equity method, net | 16,971,682 | 6 | 16,542,108 | 5 | 16,271,717 | 5 |
| 15500 | Other financial assets, net | 772,950 | - | 219,108 | - | 796,502 | - |
| 18500 | Property and equipment, net | 2,405,312 | 1 | 2,489,958 | 1 | 2,524,592 | 1 |
| 18600 | Right-of-use assets, net | 205,815 | - | 246,147 | - | 271,101 | - |
| 19000 | Intangible assets, net | 902,691 | - | 1,084,891 | - | 1,105,145 | - |
| 19300 | Deferred tax assets | 395,671 | - | 367,617 | - | 362,251 | - |
| 19500 | Other assets | <u>356,422</u> | <u>-</u> | <u>584,938</u> | <u>-</u> | <u>461,852</u> | <u>-</u> |
| 10000 | Total assets | <u>\$316,354,206</u> | <u>100</u> | <u>\$ 328,853,648</u> | <u>100</u> | <u>\$340,806,334</u> | <u>100</u> |
| | LIABILITIES AND EQUITY | | | | | | |
| | Liabilities | | | | | | |
| 21000 | Deposits from the central bank and banks | \$ 13,697,354 | 4 | \$ 22,339,755 | 7 | \$ 31,487,518 | 9 |
| 22000 | Financial liabilities at fair value through profit or loss | 295,266 | - | 637,659 | - | 473,368 | - |
| 22500 | Notes and bonds issued under repurchase agreement | 1,849,074 | 1 | 1,439,016 | - | 2,196,399 | 1 |
| 23000 | Payables | 1,928,382 | 1 | 1,925,339 | 1 | 1,552,865 | 1 |
| 23200 | Current tax liabilities | 99,319 | - | 23,946 | - | 88,354 | - |
| 23500 | Deposits and remittances | 244,221,544 | 77 | 246,420,823 | 75 | 251,481,539 | 74 |
| 24000 | Bank notes payable | 14,500,000 | 5 | 16,400,000 | 5 | 16,400,000 | 5 |
| 25500 | Other financial liabilities | 2,525,744 | 1 | 2,848,008 | 1 | 2,891,410 | 1 |
| 25600 | Provisions | 522,485 | - | 512,847 | - | 482,289 | - |
| 26000 | Lease liabilities | 213,698 | - | 253,261 | - | 277,667 | - |
| 29300 | Deferred income tax liabilities | 489,208 | - | 435,263 | - | 436,333 | - |
| 29500 | Other liabilities | <u>75,313</u> | <u>-</u> | <u>61,836</u> | <u>-</u> | <u>38,588</u> | <u>-</u> |
| 20000 | Total liabilities | <u>280,417,387</u> | <u>89</u> | <u>293,297,753</u> | <u>89</u> | <u>307,806,330</u> | <u>91</u> |
| | Equity | | | | | | |
| | Share Capital | | | | | | |
| 31101 | Common stock | 27,330,063 | 9 | 27,330,063 | 8 | 24,130,063 | 7 |
| 31103 | Preferred stock | <u>3,000,000</u> | <u>1</u> | <u>3,000,000</u> | <u>1</u> | <u>3,000,000</u> | <u>1</u> |
| 31100 | Total Share Capital | <u>30,330,063</u> | <u>10</u> | <u>30,330,063</u> | <u>9</u> | <u>27,130,063</u> | <u>8</u> |
| 31500 | Capital surplus | <u>6,742</u> | <u>-</u> | <u>5,966</u> | <u>-</u> | <u>10,510</u> | <u>-</u> |
| | Retained earnings | | | | | | |
| 32001 | Legal reserve | 3,729,690 | 1 | 3,697,811 | 1 | 3,697,811 | 1 |
| 32003 | Special reserve | 797,783 | - | 1,396,353 | 1 | 1,396,353 | - |
| 32011 | Unappropriated earnings | <u>1,606,182</u> | <u>-</u> | <u>106,262</u> | <u>-</u> | <u>955,342</u> | <u>-</u> |
| 32000 | Total retained earnings | <u>6,133,655</u> | <u>1</u> | <u>5,200,426</u> | <u>2</u> | <u>6,049,506</u> | <u>1</u> |
| 32500 | Other equity interest | <u>(495,337)</u> | <u>-</u> | <u>57,744</u> | <u>-</u> | <u>(151,771)</u> | <u>-</u> |
| 32600 | Treasury shares | <u>(38,304)</u> | <u>-</u> | <u>(38,304)</u> | <u>-</u> | <u>(38,304)</u> | <u>-</u> |
| 30000 | Total equity | <u>35,936,819</u> | <u>11</u> | <u>35,555,895</u> | <u>11</u> | <u>33,000,004</u> | <u>9</u> |
| | Total liabilities and equity | <u>\$316,354,206</u> | <u>100</u> | <u>\$ 328,853,648</u> | <u>100</u> | <u>\$340,806,334</u> | <u>100</u> |

B. STATEMENTS OF COMPREHENSIVE INCOME

(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

| | | For the Six Months Ended September 30 | | | |
|-------|--|---------------------------------------|------------|------------------|------------|
| | | 2021 | | 2020 | |
| | | Amount | % | Amount | % |
| 41000 | Interest income | \$ 2,603,825 | 63 | \$3,417,928 | 96 |
| 51000 | Interest expenses | (977,110) | (23) | (2,030,563) | (57) |
| 49010 | Net interest revenue | <u>1,626,715</u> | <u>40</u> | <u>1,387,365</u> | <u>39</u> |
| | Net revenue other than interest | | | | |
| 49100 | Net service fee revenue | 598,003 | 14 | 461,066 | 13 |
| 49200 | Gain (loss) on financial assets or liabilities measured at fair value through profit or loss | 181,475 | 4 | (230,124) | (6) |
| 49310 | Realized gain on financial assets at fair value through other comprehensive income | 259,457 | 6 | 248,454 | 7 |
| 49600 | Foreign exchange gain, net | 433,204 | 10 | 833,041 | 23 |
| 49700 | Impairment loss on assets | (4,123) | - | (1,394) | - |
| 49750 | Share of income of subsidiaries, associates and joint ventures accounted for using equity method | 1,002,316 | 24 | 778,784 | 22 |
| 48099 | Net other revenue other than interest income | <u>68,433</u> | <u>2</u> | <u>81,967</u> | <u>2</u> |
| 49020 | Net revenue other than interest | <u>2,538,765</u> | <u>60</u> | <u>2,171,794</u> | <u>61</u> |
| 4xxxx | Net revenue | <u>4,165,480</u> | <u>100</u> | <u>3,559,159</u> | <u>100</u> |
| 58200 | Bad debts expense, commitment and guarantee liability provision | (264,324) | (6) | (360,295) | (10) |

(Continued)

| | | For the Six Months Ended September 30 | | | |
|--|--|---------------------------------------|-----------|------------------|-----------|
| | | 2021 | | 2020 | |
| | | Amount | % | Amount | % |
| Operating expense | | | | | |
| 58500 | Employee benefits expenses | \$ 1,275,479 | 31 | \$ 1,247,993 | 35 |
| 59000 | Depreciation and amortization expense | 396,127 | 10 | 393,086 | 11 |
| 59500 | Other general and administrative expense | <u>614,130</u> | <u>15</u> | <u>615,739</u> | <u>17</u> |
| 58400 | Total operating expense | <u>2,285,736</u> | <u>56</u> | <u>2,256,818</u> | <u>63</u> |
| 61001 | Profit from continuing operations before tax | 1,615,420 | 38 | 942,046 | 27 |
| 61003 | Income tax expense | <u>160,742</u> | <u>4</u> | <u>46,424</u> | <u>1</u> |
| 64000 | Profit | <u>1,454,678</u> | <u>34</u> | <u>895,622</u> | <u>26</u> |
| Other comprehensive income | | | | | |
| Components of other comprehensive income that will not be reclassified to profit or loss, net of tax | | | | | |
| 65204 | Revaluation gains on investments in equity instruments measured at fair value through other comprehensive income | 274,091 | 7 | 34,871 | 1 |
| 65207 | Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using equity method | <u>19,152</u> | <u>-</u> | <u>2,892</u> | <u>-</u> |
| 65200 | Components of other comprehensive income that will not be reclassified to profit or loss, net of tax | <u>293,243</u> | <u>7</u> | <u>37,763</u> | <u>1</u> |

(Continued)

For the Six Months Ended September 30

| | | 2021 | | 2020 | |
|--------------------|--|---------------------|---------------|-------------------|--------------|
| | | Amount | % | Amount | % |
| 65300 | Components of other comprehensive income that will be reclassified to profit or loss, net of tax | | | | |
| 65301 | Exchange differences on translation | (\$ 243,941) | (6) | (\$ 309,371) | (9) |
| 65307 | Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using equity method, components of other comprehensive income that will be reclassified to profit or loss | (157,909) | (4) | 186,425 | 5 |
| 65308 | Gains (losses) from investments in debt instruments measured at fair value through other comprehensive income | (318,831) | (8) | 25,262 | 1 |
| 65320 | Income tax related to components of other comprehensive income that will be reclassified to profit or loss | <u>25,862</u> | <u>1</u> | <u>35,348</u> | <u>1</u> |
| 65300 | Components of other comprehensive income that will be reclassified to profit or loss, net of tax | (<u>694,819</u>) | (<u>17</u>) | (<u>62,336</u>) | (<u>2</u>) |
| 65000 | Other comprehensive income (loss), net of tax | (<u>401,576</u>) | (<u>10</u>) | (<u>24,573</u>) | (<u>1</u>) |
| 66000 | Total comprehensive income, net of tax | <u>\$ 1,053,102</u> | <u>24</u> | <u>\$ 871,049</u> | <u>25</u> |
| EARNINGS PER SHARE | | | | | |
| 67501 | Basic | <u>\$ 0.49</u> | | <u>\$ 0.32</u> | |
| 67701 | Diluted | <u>\$ 0.44</u> | | <u>\$ 0.28</u> | |

(Concluded)

C. Balance of Demand Deposit, Time Deposit, and Foreign Currency Deposit in proportion to total deposits:

(In Thousands of New Taiwan Dollars)

| | September 30, 2021 | September 30, 2020 |
|--------------------------------|--------------------|--------------------|
| Demand deposit | 69,144,700 | 58,970,735 |
| Demand deposit ratio | 28.33% | 23.45% |
| Time deposit | 174,951,561 | 192,497,972 |
| Time deposit ratio | 71.67% | 76.55% |
| Foreign currency deposit | 80,971,996 | 72,179,843 |
| Foreign currency deposit ratio | 33.17% | 28.70% |

Note :

1. Demand deposit ratio = Demand deposit ÷ Total deposits;
Time deposit ratio = Time deposit ÷ Total deposits;
Foreign currency deposit ratio = Foreign currency deposit ÷ Total deposits
2. Demand Deposit and Time Deposit include foreign currency deposit and public Treasury deposit.
3. All deposits exclude Post Office Re-Deposit.

D. Balances and Ratios of Small and Medium Enterprises Business (SME) Loan and Consumer Loan:

(In Thousands of New Taiwan Dollars)

| | September 30, 2021 | September 30, 2020 |
|---------------------|--------------------|--------------------|
| SME loan | 26,202,350 | 23,924,976 |
| SME loan ratio | 16.73% | 13.76% |
| Consumer loan | 16,251,931 | 17,461,564 |
| Consumer loan ratio | 10.37% | 10.04% |

Note :

1. SME Loan Ratio = SME Loan ÷ Total Loans; Consumer Loan Ratio = Consumer Loan ÷ Total Loans
2. SME is defined according to standard set by the Ministry of Economic Affairs
3. Consumer loan includes housing loan, home improvement loan, auto loan, organizational employee benefit loan, and other personal consumer loan (excluding revolving interests of credit cards)

E. Primary Net Position of Foreign Currency

Unit : In Thousands of Original Dollars and New Taiwan Dollars

| | September 30, 2021 | | | September 30, 2020 | | |
|--|--------------------|----------------------------|-----------------|--------------------|----------------------------|-----------------|
| | Currency | Amount in Foreign Currency | NTD Equivalence | Currency | Amount in Foreign Currency | NTD Equivalence |
| Primary Net Position of Foreign Currency (Market risk) | USD | 72,653 | 2,024,534 | USD | 72,433 | 2,109,713 |
| | HKD | 473,748 | 1,695,168 | HKD | 438,398 | 1,647,612 |
| | CNY | 160,347 | 691,975 | CNY | 147,675 | 632,115 |
| | JPY | 220,823 | 54,989 | AUD | 5,694 | 118,149 |
| | INR | 125,914 | 47,280 | EUR | 2,840 | 97,007 |
| | | | | | | |

Note :

1. Primary foreign currencies are the top 5 highest currencies ranked according to value after standardizing to the same currency.
2. Primary net position is the absolute value of each currency

F. The disposal of major assets (According to 『 Procedures for Acquisition or Disposal of Assets by Public Companies 』 regulations :

The details have been published in the public information observatory as required.
(<https://mops.twse.com.tw/mops/web/index>) :

Basic Information

Code : 2897

Company Name : O-Bank Co., Ltd.

G. The top ten shareholders :

For the Years Ended September 30, 2021

| Name | Shares | Pledged Holding | Shareholding (%) |
|-----------------------------------|-------------|-----------------|------------------|
| Ming Shan Investment Co., Ltd. | 386,271,554 | 0 | 12.74% |
| Yi Chang Investment Co., Ltd. | 289,007,997 | 0 | 9.53% |
| Tai Hsuan Investment Co., Ltd. | 287,135,501 | 0 | 9.47% |
| Heng Tong Machinery Co., Ltd. | 148,374,456 | 0 | 4.89% |
| Chen Yu Development Co. Limited | 110,308,794 | 0 | 3.64% |
| China Steel Corporation | 103,847,695 | 0 | 3.42% |
| Chailease Finance Co., Ltd. | 92,694,047 | 0 | 3.06% |
| Tai Ya Investment Co., Ltd. | 90,627,346 | 0 | 2.99% |
| Hung Sheng Construction Co., Ltd. | 59,369,000 | 40,000,000 | 1.96% |
| The Great Taipei Gas Corp. | 56,833,777 | 0 | 1.87% |

Note: Numbers and ratios of shareholdings refer to both common and preferred stocks.

H. Other financial information please refers to 2021 3Q Consolidate Report for your reference.