Yang Ming Marine Transport Corporation and Subsidiaries

Consolidated Financial Statements for the Nine Months Ended September 30, 2024 and 2023 and Independent Auditors' Review Report

INDEPENDENT AUDITORS' REVIEW REPORT

The Board of Directors and Shareholders
Yang Ming Marine Transport Corporation

Introduction

We have reviewed the accompanying consolidated balance sheets of Yang Ming Marine Transport Corporation and its subsidiaries (collectively, the "Group") as of September 30, 2024 and 2023, the related consolidated statements of comprehensive income for the three months ended September 30, 2024 and 2023 and for the nine months ended September 30, 2024 and 2023, the consolidated statements of changes in equity and cash flows for the nine months then ended, and the related notes to the consolidated financial statements, including material accounting policy information (collectively referred to as the "consolidated financial statements"). 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 Standard 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 reviews.

Scope of Review

Except as explained in the following paragraph, we conducted our reviews in accordance with the Standards on Review Engagements of the Republic of China 2410 "Review of Interim Financial Information Performed by the Independent Auditor of the Entity". A review of 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 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.

Basis for Qualified Conclusion

As disclosed in Note 13 to the consolidated financial statements, the financial statements of some non-significant subsidiaries included in the consolidated financial statements referred to in the first paragraph were not reviewed. As of September 30, 2024 and 2023, combined total assets of these non-significant subsidiaries were NT$44,617,508 thousand and NT$65,612,621 thousand, respectively, representing 10.32% and 15.79%, respectively, of the consolidated total assets, and combined total liabilities of these subsidiaries were NT$8,918,803 thousand and NT$10,534,181 thousand, respectively, representing 8.28% and 7.95%, respectively, of the consolidated total liabilities; the amounts of combined comprehensive income of these subsidiaries were 1.64% (NT$418,777 thousand), (1.61)% (NT$(88,298) thousand), (1.41)% (NT$(764,495) thousand), and (0.49)% (NT$(47,713) thousand) of the consolidated total comprehensive income for the three months and the nine months ended September 30, 2024 and 2023, respectively. Also, as disclosed in Note 14, the carrying amounts of the associates and joint ventures accounted for by the equity-method were NT$6,182,334 thousand and NT$6,055,362 thousand as of September 30, 2024 and 2023, respectively. The amounts of comprehensive income recognized on investments accounted for by the equity-method were NT$130,197 thousand, NT$202,834 thousand, NT$339,271 thousand, and NT$417,811 thousand for the three months and the nine months ended September 30, 2024 and 2023, respectively. Related information on the investments held by subsidiaries, associates and joint ventures disclosed in Note 36 to the consolidated financial statements that were not reviewed either.

Qualified Conclusion

Based on our reviews, except for adjustments, if any, as might have been determined to be necessary had the financial statements of the non-significant subsidiaries, the associates and joint ventures accounted for by the equity-method as described in the preceding paragraph been reviewed, nothing has come to our attention that caused 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 September 30, 2024 and 2023, its consolidated financial performance for the three months ended September 30, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the nine months ended September 30, 2024 and 2023 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 reviews resulting in this independent auditors' review report are Chin-Tsung Cheng and Chen-Hsiu Yang.

Deloitte & Touche
Taipei, Taiwan
Republic of China

November 11, 2024

Notice to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with accounting principles and practices generally accepted in 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 applied in the Republic of China.

For the convenience of readers, the independent auditors' review report and the accompanying consolidated financial statements have been translated into English from the original Chinese version prepared and used in the Republic of China. If there is any conflict between the English version and the original Chinese version or any difference in the interpretation of the two versions, the Chinese-language independent auditors' review report and consolidated financial statements shall prevail.

YANG MING MARINE TRANSPORT CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

(In Thousands of New Taiwan Dollars)

ASSETS	September 30, 2024 Amount	%	December 31, 2023 Amount	%	September 30, 2023 Amount	%
CURRENT ASSETS						
Cash and cash equivalents (Notes 6 and 32)	$ 131,333,451	30	$ 69,921,565	18	$ 145,478,164	35
Financial assets at fair value through profit or loss (FVTPL) - current (Note 7)	2,479,450	1	94,795	—	2,030,237	1
Financial assets at amortized cost - current (Notes 9, 31, 32 and 33)	79,543,193	18	115,208,702	29	58,881,280	14
Financial assets for hedging - current (Notes 6, 31 and 32)	17,798,378	4	17,269,769	5	24,196,046	6
Contract assets, net (Notes 25 and 32)	3,686,725	1	1,560,716	—	2,287,059	1
Notes receivable, net (Note 10)	9,231	—	10,666	—	12,784	—
Trade receivables, net (Notes 10 and 25)	13,111,157	3	6,150,777	2	7,745,809	2
Trade receivables from related parties (Notes 10, 25 and 32)	211,074	—	214,168	—	265,083	—
Finance lease receivables, net (Note 11)	20,954	—	20,747	—	20,678	—
Current tax assets (Note 4)	789,640	—	1,578,957	1	756,509	—
Shipping fuel (Note 12)	4,841,082	1	4,535,017	1	4,610,857	1
Prepayments (Note 32)	556,405	—	447,866	—	591,077	—
Prepayments to shipping agents (Note 32)	121,329	—	231,639	—	258,105	—
Other current assets (Note 32)	1,905,384	1	1,456,059	—	1,826,315	—
Total current assets	256,407,453	59	218,701,443	56	248,960,003	60
NON-CURRENT ASSETS						
Financial assets at fair value through profit or loss (FVTPL) - non-current (Note 7)	284,568	—	355,828	—	351,072	—
Financial assets at fair value through other comprehensive income (FVTOCI) - non-current (Note 8)	525,982	—	491,901	—	537,955	—
Financial assets at amortized cost - non-current (Notes 9, 31, 32 and 33)	11,933,693	3	4,742,457	1	2,704,282	1
Investments accounted for using equity method (Note 14)	9,102,069	2	8,797,221	2	8,782,170	2
Property, plant and equipment (Notes 15, 32, 33 and 34)	91,716,026	21	83,481,541	21	78,109,814	19
Right-of-use assets (Notes 16 and 32)	42,689,994	10	56,044,654	15	61,878,100	15
Investment properties (Note 17)	7,220,316	2	7,220,132	2	7,146,807	2
Other intangible assets	119,459	—	142,842	—	145,117	—
Deferred tax assets (Note 4)	749,015	—	899,525	—	940,109	—
Prepayments for equipment (Notes 32 and 34)	11,280,080	3	11,343,872	3	5,617,711	1
Refundable deposits	369,194	—	257,720	—	232,629	—
Finance lease receivables - non-current (Note 11)	70,054	—	85,795	—	91,008	—
Other financial assets - non-current	26,669	—	26,058	—	22,081	—
Other non-current assets (Note 32)	41,326	—	19,564	—	10,800	—
Total non-current assets	176,128,445	41	173,909,110	44	166,569,655	40
TOTAL	$ 432,535,898	100	$ 392,610,553	100	$ 415,529,658	100

(Continued)

LIABILITIES AND EQUITY	September 30, 2024 Amount	%	December 31, 2023 Amount	%	September 30, 2023 Amount	%
CURRENT LIABILITIES						
Short-term borrowings (Notes 18 and 32)	$ 562,000	—	$ 1,955,000	—	$ 2,015,000	1
Short-term bills payable (Notes 18 and 32)	723,348	—	1,098,357	—	1,096,921	—
Financial liabilities for hedging - current (Notes 16 and 31)	7,576,427	2	10,380,140	3	11,448,647	3
Contract liabilities - current (Note 25)	646,532	—	304,854	—	733,584	—
Notes payable (Note 32)	28,016	—	33,821	—	39,330	—
Trade payables (Note 20)	16,300,066	4	14,101,232	4	18,209,887	5
Trade payables to related parties (Notes 20 and 32)	605,300	—	676,812	—	489,856	—
Other payables (Notes 21 and 32)	6,024,407	2	5,950,080	2	5,550,448	1
Current tax liabilities (Note 4)	2,199,795	1	9,783,057	2	8,916,214	2
Provisions - current (Note 22)	66,831	—	36,018	—	—	—
Lease liabilities - current (Notes 16 and 32)	9,454,412	2	4,666,192	1	5,032,270	1
Other advance account	117,627	—	89,129	—	87,022	—
Current portion of long-term liabilities (Notes 18, 19, 32 and 33)	4,860,382	1	2,579,706	1	2,580,801	1
Other current liabilities	1,473,229	—	992,962	—	1,008,940	—
Total current liabilities	50,638,372	12	52,647,360	13	57,208,920	14
NON-CURRENT LIABILITIES						
Financial liabilities for hedging - non-current (Notes 16 and 31)	16,399,816	4	21,401,129	6	27,154,648	7
Bonds payable (Notes 19 and 32)	3,629,892	1	5,878,396	2	8,360,448	2
Long-term borrowings (Notes 18, 32 and 33)	148,889	—	288,477	—	339,510	—
Provisions - non-current (Note 22)	4,886	—	4,955	—	5,328	—
Deferred tax liabilities (Note 4)	19,602,938	5	7,235,954	2	9,713,487	2
Lease liabilities - non-current (Notes 16 and 32)	14,310,863	3	24,445,367	6	26,750,821	7
Other advance account - non-current	99,628	—	30,706	—	45,032	—
Net defined benefit liabilities - non-current (Notes 4 and 23)	1,674,772	—	1,762,453	—	1,728,727	—
Other non-current liabilities	1,154,945	—	1,214,547	—	1,255,089	—
Total non-current liabilities	57,026,629	13	62,261,984	16	75,353,090	18
Total liabilities	107,665,001	25	114,909,344	29	132,562,010	32
EQUITY ATTRIBUTABLE TO OWNERS OF THE COMPANY						
Share capital - ordinary shares	34,921,043	8	34,921,043	9	34,921,043	8
Capital surplus	27,975,030	7	27,975,030	7	27,975,030	7
Retained earnings						
Legal reserve	35,467,390	8	34,991,933	9	34,991,933	8
Special reserve	4,936,702	1	3,988,772	1	3,988,772	1
Unappropriated earnings	219,240,181	51	176,009,020	45	177,331,957	43
Total retained earnings	259,644,273	60	214,989,725	55	216,312,662	52
Other equity	1,554,818	—	(907,886)	—	3,066,043	1
Total equity attributable to owners of the Company	324,095,164	75	276,977,912	71	282,274,778	68
NON-CONTROLLING INTERESTS	775,733	—	723,297	—	692,870	—
Total equity	324,870,897	75	277,701,209	71	282,967,648	68
TOTAL	$ 432,535,898	100	$ 392,610,553	100	$ 415,529,658	100

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' review report dated November 11, 2024) (Concluded)

YANG MING MARINE TRANSPORT CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2024		2023		2024		2023	
	Amount	%	Amount	%	Amount	%	Amount	%
OPERATING REVENUE (Notes 16, 25 and 32)	$ 72,838,388	100	$ 35,901,113	100	$ 169,229,037	100	$ 107,900,924	100
OPERATING COSTS (Notes 12, 16, 26, and 32)	38,224,518	53	35,290,390	98	107,899,565	64	100,323,390	93
GROSS PROFIT	34,613,870	47	610,723	2	61,329,472	36	7,577,534	7
OPERATING EXPENSES (Notes 9, 10, 16, 25, 26, 31 and 32)								
Selling and marketing expenses	2,220,542	3	1,753,896	5	6,377,610	4	5,218,111	5
General and administrative expenses	448,253	1	272,770	1	1,208,745	—	855,325	—
Expected credit loss (gain)	21,178	—	683	—	54,722	—	(604)	—
Total operating expenses	2,689,973	4	2,027,349	6	7,641,077	4	6,072,832	5
OTHER OPERATING INCOME AND EXPENSES (Notes 16, 26 and 32)	385,213	1	59,963	—	641,268	—	180,331	—
PROFIT (LOSS) FROM OPERATIONS	32,309,110	44	(1,356,663)	(4)	54,329,663	32	1,685,033	2
NON-OPERATING INCOME AND EXPENSES (Notes 16, 26 and 32)								
Interest income	2,882,071	4	2,949,402	8	8,385,494	5	9,206,241	9
Other income	22,824	—	27,735	—	87,371	—	71,328	—
Other gains and losses	502,425	1	2,040,214	6	2,460,562	2	4,078,844	4
Net Gain on disposal of financial assets at amortized cost	312	—	—	—	312	—	—	—
Finance costs	(439,577)	—	(683,927)	(2)	(1,405,616)	(1)	(1,926,862)	(2)
Share of profit or loss of associates and joint ventures	262,174	—	309,491	1	483,575	—	551,728	—
Total non-operating income and expenses	3,230,229	5	4,642,915	13	10,011,698	6	11,981,279	11
PROFIT BEFORE INCOME TAX	35,539,339	49	3,286,252	9	64,341,361	38	13,666,312	13
INCOME TAX EXPENSE (Notes 4 and 27)	(7,099,611)	(10)	(406,165)	(1)	(12,482,780)	(7)	(7,337,640)	(7)
NET PROFIT FOR THE PERIOD	28,439,728	39	2,880,087	8	51,858,581	31	6,328,672	6

(Continued)

	For the Three Months Ended September 30				For the Nine Months Ended September 30			
	2024		2023		2024		2023	
OTHER COMPREHENSIVE INCOME (LOSS) (Notes 4, 6, 16, 24 and 27)								
Items that will not be reclassified subsequently to profit or loss:								
Unrealized gain (loss) on investments in equity instruments at FVTOCI	$ 59,253	—	$ (8,256)	—	$ 34,081	—	$ 31,108	—
Share of the other comprehensive (loss) income of associates and joint ventures accounted for using the equity method	(63,679)	—	(119,517)	—	112,806	—	(107,740)	—
	(4,426)	—	(127,773)	—	146,887	—	(76,632)	—
Items that may be reclassified subsequently to profit or loss:								
Exchange differences on translating the financial statements of foreign operations	(3,912,414)	(5)	3,640,384	10	3,087,899	2	4,818,393	5
Gain (loss) on hedging instruments	285,543	—	(388,780)	(1)	(201,311)	—	(597,462)	(1)
Income tax related to items that may be reclassified subsequently to profit or loss	702,870	1	(530,918)	(2)	(540,768)	(1)	(723,309)	(1)
	(2,924,001)	(4)	2,720,686	7	2,345,820	1	3,497,622	3
Other comprehensive income (loss) for the period, net of income tax	(2,928,427)	(4)	2,592,913	7	2,492,707	1	3,420,990	3
TOTAL COMPREHENSIVE INCOME FOR THE PERIOD	$ 25,511,301	35	$ 5,473,000	15	$ 54,351,288	32	$ 9,749,662	9
NET PROFIT ATTRIBUTABLE TO :								
Owners of the Company	$ 28,367,121	39	$ 2,806,420	8	$ 51,633,644	31	$ 6,077,506	6
Non-controlling interests	72,607	—	73,667	—	224,937	—	251,166	—
	$ 28,439,728	39	$ 2,880,087	8	$ 51,858,581	31	$ 6,328,672	6
TOTAL COMPREHENSIVE INCOME ATTRIBUTABLE TO :								
Owners of the Company	$ 25,413,178	35	$ 5,370,164	15	$ 54,101,460	32	$ 9,534,650	9
Non-controlling interests	98,123	—	102,836	—	249,828	—	215,012	—
	$ 25,511,301	35	$ 5,473,000	15	$ 54,351,288	32	$ 9,749,662	9
EARNINGS PER SHARE (Note 28)								
Basic	$ 8.12		$ 0.80		$ 14.79		$ 1.74	
Diluted	$ 8.10		$ 0.80		$ 14.74		$ 1.73	

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' review report dated November 11, 2024) (Concluded)

YANG MING MARINE TRANSPORT CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY

(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Company											
							Other Equity					
	Share Capital (Note 24)		Capital Surplus	Retained Earnings (Note 24)			Exchange Differences on Translating the Financial Statements of Foreign Operations	Unrealized Valuation Gain/(Loss) on Financial Assets at Fair Value Through Other Comprehensive Income	Gain (Loss) on Hedging Instruments		Non-controlling Interests	
	Shares (In Thousands)	Amount	(Note 24)	Legal Reserve	Special Reserve	Unappropriated Earnings	(Note 24)	(Note 24)	(Note 24)	Total	(Note 24)	Total Equity
BALANCE AT JANUARY 1, 2023	3,492,104	$ 34,921,043	$ 27,975,030	$ 16,907,064	$ 3,713,230	$ 259,456,948	$ 86,183	$ (685,376)	$ 585,616	$ 342,959,738	$ 826,225	$ 343,785,963
Appropriation of 2022 earnings												
Legal reserve	—	—	—	18,084,869	—	(18,084,869)	—	—	—	—	—	—
Special reserve	—	—	—	—	275,542	(275,542)	—	—	—	—	—	—
Cash dividends to shareholders (NT$20 per share)	—	—	—	—	—	(69,842,086)	—	—	—	(69,842,086)	—	(69,842,086)
Net profit for the nine months ended September 30, 2023	—	—	—	—	—	6,077,506	—	—	—	6,077,506	251,166	6,328,672
Other comprehensive income (loss) for the nine months ended September 30, 2023, net of income tax	—	—	—	—	—	—	3,936,241	(76,632)	(402,465)	3,457,144	(36,154)	3,420,990
Total comprehensive income (loss) for the nine months ended September 30, 2023	—	—	—	—	—	6,077,506	3,936,241	(76,632)	(402,465)	9,534,650	215,012	9,749,662
Basis adjustment to gain (loss) on hedging instruments	—	—	—	—	—	—	—	—	(377,524)	(377,524)	—	(377,524)
Decrease in non-controlling interests	—	—	—	—	—	—	—	—	—	—	(348,367)	(348,367)
BALANCE AT SEPTEMBER 30, 2023	3,492,104	$ 34,921,043	$ 27,975,030	$ 34,991,933	$ 3,988,772	$ 177,331,957	$ 4,022,424	$ (762,008)	$ (194,373)	$ 282,274,778	$ 692,870	$ 282,967,648
BALANCE AT JANUARY 1, 2024	3,492,104	$ 34,921,043	$ 27,975,030	$ 34,991,933	$ 3,988,772	$ 176,009,020	$ (346,936)	$ (748,123)	$ 187,173	$ 276,977,912	$ 723,297	$ 277,701,209
Appropriation of 2023 earnings												
Legal reserve	—	—	—	475,457	—	(475,457)	—	—	—	—	—	—
Special reserve	—	—	—	—	947,930	(947,930)	—	—	—	—	—	—
Cash dividends to shareholders (NT$2 per share)	—	—	—	—	—	(6,984,208)	—	—	—	(6,984,208)	—	(6,984,208)
Net profit for the nine months ended September 30, 2024	—	—	—	—	—	51,633,644	—	—	—	51,633,644	224,937	51,858,581
Other comprehensive income (loss) for the nine months ended September 30, 2024, net of income tax	—	—	—	—	—	—	2,481,978	146,887	(161,049)	2,467,816	24,891	2,492,707
Total comprehensive income (loss) for the nine months ended September 30, 2024	—	—	—	—	—	51,633,644	2,481,978	146,887	(161,049)	54,101,460	249,828	54,351,288
Disposal of investments in equity instruments designated as at fair value through other comprehensive income (loss) by associates	—	—	—	—	—	5,112	—	(5,112)	—	—	—	—
Decrease in non-controlling interests	—	—	—	—	—	—	—	—	—	—	(197,392)	(197,392)
BALANCE AT SEPTEMBER 30, 2024	3,492,104	$ 34,921,043	$ 27,975,030	$ 35,467,390	$ 4,936,702	$ 219,240,181	$ 2,135,042	$ (606,348)	$ 26,124	$ 324,095,164	$ 775,733	$ 324,870,897

The accompanying notes are an integral part of the consolidated financial statements.
(With Deloitte & Touche auditors' review report dated November 11, 2024)

YANG MING MARINE TRANSPORT CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2024	2023
CASH FLOWS FROM OPERATING ACTIVITIES		
Income before income tax	$ 64,341,361	$ 13,666,312
Adjustments for :		
Depreciation expenses	14,840,255	15,428,527
Amortization expenses	65,710	55,469
Expected credit loss (gain) recognized	54,722	(604)
Net gain on fair value change of financial assets/liabilities at FVTPL	(13,403)	(46,902)
Finance costs	1,405,616	1,926,862
Gain on disposal of financial assets at amortized cost	(312)	—
Interest income	(8,385,494)	(9,206,241)
Dividend income	(18,499)	(8,030)
Share of profit of associates and joint ventures	(483,575)	(551,728)
Gain on disposal of property, plant and equipment	(188,551)	(47,264)
Loss on disposal of intangible assets	280	—
(Reversal of) Write-downs of shipping fuel	(245,155)	453,373
Net gain on foreign currency exchange	(959,480)	(4,920,805)
Loss on changes in fair value of investment properties	1,970	—
Ineffectiveness of cash flow hedging	—	(67,770)
(Gain) loss on lease modification	(1,259)	17,556
Recognized of provisions	30,461	1,527
Changes in operating assets and liabilities		
Financial assets mandatorily classified as at FVTPL	(2,299,992)	2,321,703
Contract assets	(2,135,848)	(433,219)
Notes receivable	1,435	(8,522)
Trade receivables	(6,880,454)	3,127,566
Trade receivables from related parties	3,797	81,351
Shipping fuel	(66,932)	(576,535)
Prepayments	(93,340)	149,816
Prepayments to shipping agents	110,310	284,301
Other current assets	(522,027)	(13,784)
Current liabilities	341,678	201,325

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YANG MING MARINE TRANSPORT CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2024	2023
Notes payable	$ (5,805)	$ 4,013
Trade payables	1,663,681	2,273,335
Trade payables to related parties	(67,256)	142,726
Other payables	564,812	(3,256,258)
Other advance account	97,420	(102,745)
Other current liabilities	457,127	(234,794)
Net defined benefit liabilities	(91,080)	(235,697)
Cash generated from operations	61,522,173	20,424,864
Interest received	8,346,465	8,881,702
Dividends received	385,674	593,136
Interest paid	(1,398,215)	(1,895,166)
Income tax paid	(7,305,597)	(30,792,798)
Net cash generated from operating activities	61,550,500	(2,788,262)
CASH FLOWS FROM INVESTING ACTIVITIES		
Purchase of financial assets at amortized cost	(76,813,310)	(189,924,305)
Proceeds from sale of financial assets at amortized cost	109,927,336	270,567,466
Proceeds from financial assets for hedging	—	5,939,165
Acquisition of associates and joint ventures	—	(471)
Payments for property, plant and equipment	(3,027,903)	(1,485,084)
Proceeds from disposal of property, plant and equipment	271,183	82,400
Increase in refundable deposits	(111,474)	(13,230)
Payments for intangible assets	(32,277)	(67,103)
Payments for investment property	(2,154)	—
Decrease in financial lease receivables	15,534	744,676
(Increase) decrease in other financial assets	(611)	1,663
(Increase) decrease in other non-current assets	(21,955)	41,789
Increase in prepayments for equipment	(131,259)	(5,995,369)
Net cash used in investing activities	30,073,110	79,891,597
CASH FLOWS FROM FINANCING ACTIVITIES		
Repayments of short-term borrowings	(1,393,000)	(415,000)

(Continued)

YANG MING MARINE TRANSPORT CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(In Thousands of New Taiwan Dollars)

	For the Nine Months Ended September 30	
	2024	2023
Repayments of short-term bills payable	$ (375,000)	$ —
Proceeds from long-term borrowings	462,000	380,578
Repayments of long-term borrowings	(578,644)	(346,129)
Repayments of the principal portion of lease liabilities	(21,574,749)	(16,409,815)
Decrease in other non-current liabilities	(59,602)	(61,635)
Cash Dividend	(6,984,208)	(69,842,086)
Net change in non-controlling interests	(197,392)	(348,367)
Net cash used in financing activities	(30,700,595)	(87,042,454)
EFFECTS OF EXCHANGE RATE CHANGES ON THE BALANCE OF CASH AND CASH EQUIVALENTS HELD IN FOREIGN CURRENCIES	488,871	5,989,324
NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS	61,411,886	(3,949,795)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	69,921,565	149,427,959
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	$ 131,333,451	$ 145,478,164

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

(With Deloitte & Touche auditors' review report dated November 11, 2024)

(Concluded)

1. GENERAL INFORMATION

Yang Ming Marine Transport Corporation (the "Company" or YMTC), established in December 1972, was majority-owned by the Ministry of Transportation and Communications (MOTC) of the Republic of China (ROC) until February 15, 1996 when the MOTC began reducing its holdings in the Company following the Company's listing of its shares on the Taiwan Stock Exchange.

YMTC mainly engages in the shipping, repair, chartering, sale and purchase of ships, containers and chassis and operates as a shipping agency.

YMTC's shares have been listed on the Taiwan Stock Exchange since April 1992. The Company issued global depositary receipts (GDRs), which have been listed on the London Stock Exchange (ticker symbol: YMTD) since November 1996. The GDRs listed on the London Stock Exchange were delisted on December 5, 2019.

To simplify the investment structure and integrate resource, YMTC plans to restructure the Group. In July 2021, the board of directors resolved to merger with Ching Ming Investment Corp. The base date for the merger was November 1, 2021. The Company would be the surviving company while Ching Ming Investment Corp. would be dissolved in the merger.

The consolidated financial statements of the Company and its subsidiaries (collectively, the "Group") are presented in YMTC's functional currency, the New Taiwan dollar.

2. APPROVAL OF FINANCIAL STATEMENTS

The consolidated financial statements were approved by YMTC's board of directors on November 11, 2024.

3. APPLICATION OF NEW, AMENDED AND REVISED STANDARDS AND INTERPRETATIONS

a. Initial application of the amendments to the International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) (collectively, the "IFRS Accounting Standards") endorsed and issued into effect by the Financial Supervisory Commission (FSC)

Except for the following, the initial application of the IFRS Accounting Standards endorsed and issued into effect by the FSC did not have material impact on the Group's accounting policies:

Amendments to IAS 1 "Classification of Liabilities as Current or Non-current" (referred to as the "2020 amendments") and "Non-current Liabilities with Covenants" (referred to as the "2022 amendments")

The 2020 amendments clarify that for a liability to be classified as non-current, the Group shall assess whether it has the right at the end of the reporting period to defer settlement of the liability for at least twelve months after the reporting period. If such rights exist at the end of the reporting period, the liability is classified as non-current regardless of whether the Group will exercise that right.

The 2020 amendments also stipulate that, if the right to defer settlement is subject to compliance with specified conditions, the Group must comply with those conditions at the end of the reporting period even if the lender does not test compliance until a later date. The 2022 amendments further clarify that only covenants with which an entity is required to comply on or before the reporting date should affect the classification of a liability as current or non-current. Although the covenants to be complied with within twelve months after the reporting period do not affect the classification of a liability, the Group shall disclose information that enables users of financial statements to understand the risk of the Group, which may have difficulty complying with the covenants and repaying its liabilities within twelve months after the reporting period.

The 2020 amendments stipulate that, for the purpose of liability classification, the aforementioned settlement refers to a transfer of cash, other economic resources or the Group's own equity instruments to the counterparty that results in the extinguishment of the liability. However, if the terms of a liability that, at the option of the counterparty, result in its settlement by a transfer of the Group's own equity instruments, and if such an option is recognized separately as equity in accordance with IAS 32 "Financial Instruments: Presentation", the aforementioned terms would not affect the classification of the liability.

b. The IFRS Accounting Standard endorsed by the FSC for application starting from 2025

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB
Amendments to IAS 21 "Lack of Exchangeability"	January 1, 2025 (Note 1)

Note 1: An entity shall apply those amendments for annual reporting periods beginning on or after January 1, 2025. Upon initial application of the amendments to IAS 21, the Group shall not restate the comparative information and shall recognize any effect of initially applying the amendments as an adjustment to the opening balance of retained earnings or, if applicable, to the cumulative amount of translation differences in equity as well as affected assets or liabilities.

As of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of the standards and interpretations on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

c. The IFRS Accounting Standards in issue but not yet endorsed and issued into effect by the FSC

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note 1)
Annual Improvements to IFRS Accounting Standards - Volume 11	January 1, 2026

New, Amended and Revised Standards and Interpretations	Effective Date Announced by IASB (Note 1)
Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"	January 1, 2026
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets between an Investor and its Associate or Joint Venture"	To be determined by IASB
IFRS 17 "Insurance Contracts"	January 1, 2023
Amendments to IFRS 17	January 1, 2023
Amendments to IFRS 17 "Initial Application of IFRS 9 and IFRS 17 - Comparative Information"	January 1, 2023
IFRS 18 "Presentation and Disclosures in Financial Statements"	January 1, 2027
IFRS 19 "Subsidiaries without Public Accountability: Disclosures"	January 1, 2027

Note 1: Unless stated otherwise, the above IFRS Accounting Standards are effective for annual reporting periods beginning on or after their respective effective dates.

IFRS 18 "Presentation and Disclosures in Financial Statements"

IFRS 18 will supersede IAS 1" Presentation of Financial Statements". The main changes comprise:

- Items of income and expenses included in the statement of profit or loss shall be classified into the operating, investing, financing, income taxes and discounted operations categories.

- The statement of profit or loss shall present totals and subtotals for operating profit or loss, profit or loss before financing and income taxes and profit or loss.

- Provides guidance to enhance the requirements of aggregation and disaggregation: The Group shall identify the assets, liabilities, equity, income, expenses and cash flows that arise from individual transactions or other events and shall classify and aggregate them into groups based on shared characteristics, so as to result in the presentation in the primary financial statements of line items that have at least one similar characteristic. The Group shall disaggregate items with dissimilar characteristics in the primary financial statements and in the notes. The Group labels items as 'other' only if it cannot find a more informative label.

- Disclosures on Management-defined Performance Measures (MPMs): When in public communications outside financial statements and communicating to users of financial statements management's view of an aspect of the financial performance of the Group as a whole, the Group shall disclose related information about its MPMs in a single note to the financial statements, including the description of such measures, calculations, reconciliations to the subtotal or total specified by IFRS Accounting Standards and the income tax and non-controlling interests effects of related reconciliation items.

Except for the above impact, as of the date the consolidated financial statements were authorized for issue, the Group is continuously assessing the possible impact of the application of the

standards and interpretations on the Group's financial position and financial performance and will disclose the relevant impact when the assessment is completed.

4. SUMMARY OF MATERIAL ACCOUNTING POLICY INFORMATION

a. Statement of compliance

The consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 "Interim Financial Reporting" as endorsed by the FSC. Disclosure information included in these interim consolidated financial statements is less than the disclosures required in a full set of annual consolidated financial statements.

b. Basis of preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments and investment properties which are measured at fair value, and net defined benefit liabilities which are measured at the present value of the defined benefit obligation less the fair value of plan assets.

The fair value measurements, which are grouped into Levels 1 to 3 based on the degree to which the fair value measurement inputs are observable and based on the significance of the inputs to the fair value measurement in its entirety, are described as follows:

1) Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;

2) Level 2 inputs are inputs other than quoted prices included within Level 1 that are observable for an asset or liability, either directly (i.e., as prices) or indirectly (i.e., derived from prices); and

3) Level 3 inputs are unobservable inputs for an asset or liability.

c. Basis of consolidation

The consolidated financial statements incorporate the financial statements of the Company and the entities controlled by the Group (i.e., its subsidiaries).

Income and expenses of subsidiaries acquired or disposed of during the period are included in the consolidated statement of comprehensive income from the effective dates of acquisitions up to the effective dates of disposal, as appropriate.

When necessary, adjustments are made to the financial statements of subsidiaries to bring their accounting policies into line with those of the Group.

All intra-group transactions, balances, income and expenses are eliminated in full upon consolidation. Total comprehensive income of subsidiaries is attributed to the owners of the Company and to the non-controlling interests even if this results in the non-controlling interests having a deficit balance.

Changes in the Group's ownership interests in subsidiaries that do not result in the Group losing control over the subsidiaries are accounted for as equity transactions. The carrying amounts of the interests of the Group and the non-controlling interests are adjusted to reflect the changes in their

relative interests in the subsidiaries. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received is recognized directly in equity and attributed to the owners of the Company.

See Note 13 and Tables G and H for detailed information on subsidiaries (including percentages of ownership and main businesses).

d. Other significant accounting policies

Unless the below mentioned, the summary of significant accounting policies for these interim consolidated financial statements are the same as those applied for the consolidated financial statements for the year ended December 31, 2023.

1) Classification of current and non-current assets and liabilities

Current assets include:

a) Assets held primarily for the purpose of trading;

b) Assets expected to be realized within 12 months after the reporting period; and

c) Cash and cash equivalents unless the asset is restricted from being exchanged or used to settle a liability for at least 12 months after the reporting period.

Current liabilities include:

a) Liabilities held primarily for the purpose of trading;

b) Liabilities due to be settled within 12 months after the reporting period, even if an agreement to refinance, or to reschedule payments, on a long-term basis is completed after the reporting period and before the consolidated financial statements are authorized for issue; and

c) Liabilities Liabilities for which the Group does not have the substantial right at the end of the reporting period to defer settlement for at least 12 months after the reporting period.

Assets and liabilities that are not classified as current are classified as non-current.

2) Retirement benefits

Pension cost for an interim period is calculated on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior financial year, adjusted for significant market fluctuations since that time and for significant plan amendments, settlements, or other significant one-off events.

3) Income tax

Income tax expense represents the sum of the tax currently payable and deferred tax. Interim period income taxes are assessed on an annual basis and calculated by applying to an interim period's pre-tax income the tax rate that would be applicable to expected total annual earnings.

5. CRITICAL ACCOUNTING JUDGMENTS AND KEY SOURCES OF ESTIMATION UNCERTAINTY

The critical accounting judgments and key sources of estimation uncertainty for these interim consolidated financial statements are the same as those applied for the consolidated financial statements for the year ended December 31, 2023.

6. CASH AND CASH EQUIVALENTS

	September 30, 2024	December 31, 2023	September 30, 2023
Cash on hand	$ 6,377	$ 8,929	$ 11,467
Checking accounts and demand deposits	27,606,305	13,410,811	13,752,335
Cash equivalents (investments with original maturities of 3 months or less)			
Time deposits	100,290,325	56,328,600	127,737,492
Repurchase agreements	3,250,000	—	3,800,000
Call deposits	180,444	173,225	176,870
	$ 131,333,451	$ 69,921,565	$ 145,478,164

The market rate intervals of time deposits, repurchase agreements and call deposits at the end of the reporting period were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Time deposits	0.50%-48.00%	0.50%-41.00%	0.50%-36.00%
Repurchase agreements	1.79%-1.80%	—	1.51%-1.55%
Call deposits	1.75%	1.75%	1.75%

Financial assets designated as hedging

The Group designated certain USD-denominated demand deposits and time deposits as hedging instruments to hedge future volatility of USD-denominated prepayments for ship purchase, and the accounting treatment is applicable to cash flow hedges. The information on the transactions is summarized as follow:

	Maturity Period	Account	Carrying Amount
September 30, 2024	2024/10/03~2024/11/29	Financial assets for hedging	$ 17,798,378
December 31, 2023	2024/01/03~2024/11/29	Financial assets for hedging	$ 17,269,769
September 30, 2023	2023/10/03~2023/11/29	Financial assets for hedging	$ 24,196,046

Impact on comprehensive income (loss):

	Recognized in Other Comprehensive Income	Amount Reclassified
For the three months ended September 30, 2024	$ (449,880)	$ —
For the nine months ended September 30, 2024	$ 528,609	$ —
For the three months ended September 30, 2023	$ 949,246	$ —
For the nine months ended September 30, 2023	$ 1,354,774	$ (67,770)

For the nine months ended September 30, 2023, the amount of hedging instruments reclassified to prepayments for equipment are $377,524 thousand.

7. FINANCIAL INSTRUMENTS AT FVTPL

	September 30, 2024	December 31, 2023	September 30, 2023
Financial assets at FVTPL - current			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
- Domestic listed shares	$ 167,147	$ 94,795	$ 95,052
- Mutual funds	2,312,303	—	1,935,185
	$ 2,479,450	$ 94,795	$ 2,030,237
Financial assets at FVTPL - non-current			
Financial assets mandatorily classified as at FVTPL			
Non-derivative financial assets			
- Domestic listed shares	$ 257,600	$ 272,000	$ 269,600
- Mutual funds	—	54,717	53,039
- Domestic limited partnership	26,968	29,111	28,433
	$ 284,568	$ 355,828	$ 351,072

The Group’s purpose for trading oil derivatives was to reduce the cost burden from oil price increase. The Group entered into oil derivatives which was settled every month. Hedge accounting was not applied. The Group did not have outstanding oil derivatives contracts as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

8. FINANCIAL ASSETS AT FVTOCI - NON-CURRENT

	September 30, 2024	December 31, 2023	September 30, 2023
Domestic investments in equity instruments			
Unlisted shares			
Ordinary shares - Taipei Port Container Terminal Co., Ltd.	$ 505,455	$ 472,113	$ 518,383
Ordinary shares - United Stevedoring Corp.	4,804	4,684	5,032
Ordinary shares - United Raw Material Solutions Inc.	1,602	1,602	1,626
Ordinary shares - Pro-Ascentek Investment Corporation	14,121	13,502	12,914
	$ 525,982	$ 491,901	$ 537,955

These investments in equity instruments are held for medium to long-term strategic purposes. Accordingly, the management elected to designate these investments in equity instruments as at FVTOCI as they believe that recognizing short-term fluctuations in these investments' fair value in profit or loss would not be consistent with the Group's strategy of holding these investments for long-term purposes.

Dividends of $1,899 thousand, $1,238 thousand, $1,899 thousand and $1,238 thousand were recognized for the three months ended September 30, 2024 and 2023 and for the nine months ended September 30, 2024 and 2023, respectively.

9. FINANCIAL ASSETS AT AMORTIZED COST

	September 30, 2024	December 31, 2023	September 30, 2023
Time deposits with original maturity of more than 3 months	$ 75,077,123	$ 115,114,366	$ 57,687,744
Restricted bank balance (Note 33)	146,890	121,406	120,727
Repurchase agreements	4,000,000	—	1,100,000
Corporate bonds	12,256,364	4,716,563	2,677,091
Less : Allowance for impairment loss	(3,491)	(1,176)	—

	September 30, 2024	December 31, 2023	September 30, 2023
	$ 91,476,886	$ 119,951,159	$ 61,585,562
Current	$ 79,543,193	$ 115,208,702	$ 58,881,280
Non-current	$ 11,933,693	$ 4,742,457	$ 2,704,282

Refer to Note 31 for information relating to the credit risk management and impairment of investments in financial assets at amortized cost.

10. NOTES RECEIVABLE AND TRADE RECEIVABLES

	September 30, 2024	December 31, 2023	September 30, 2023
Notes receivable - operating	$ 9,231	$ 10,666	$ 12,784
Trade receivables			
At amortized cost			
Trade receivables - non-related parties	$ 13,202,559	$ 6,203,718	$ 7,843,805
Trade receivables - related parties	211,074	214,168	265,083
Less : Allowance for impairment loss	(91,402)	(52,941)	(97,996)
	$ 13,322,231	$ 6,364,945	$ 8,010,892

The average credit period of notes receivable and trade receivables from cargo business is 14 to 28 days. For logistics, terminal, and warehousing services, the average credit period is within 90 days.

The Group measures the loss allowance for notes receivable, trade receivable, and contract assets at an amount equals to lifetime ECLs. The expected credit losses on notes receivable, trade receivables and contract assets are estimated using a provision matrix by reference to past default experience of the debtor and an analysis of the debtor's current financial position, adjusted for general economic conditions of the industry in which the debtors operate and an assessment of both the current as well as the forecast direction of economic conditions at the reporting date. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, and the Group's customers are scattered around the world and not related to each other. The management believes there is no significant concentration of credit risk for trade receivables. The provision for loss allowance based on past due status is not further distinguished according to the Group's different customer base. The Group recognize contract assets by completion ratio of transportation. According to historical experience, the completion of transportation period is within 60 days. The recognition method of the Group to assess contract assets which have expected credit loss is same as the trade receivables, and to assess within 60 days after invoice date.

The Group writes off notes receivable, trade receivables and contract assets when there is information indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery. For trade receivables, notes receivables and contract asset that have been written off, the

Group continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

For the notes receivable and trade receivables balances that were past due at the end of the reporting period, the Group did not recognize an allowance for impairment loss, because there was not a significant change in credit quality and the amounts were still considered recoverable. The Group acquired bank's guaranteed letter from agencies or received security deposit from clients; for the rest of the receivables, the Group did not hold any collateral or other credit enhancements for these balances.

The following table details the loss allowance of notes receivable and trade receivables based on the Group's provision matrix.

September 30, 2024

	No Signs of Default By Client						
	Less than 60 Days	61 to 90 days	91 to 180 days	181 to 365 days	Over 365 days	Signs of Default by Client	Total
Expected credit loss rate	0.00%-0.65%	0.50%-1.65%	0.00%-5.15%	0.00%-10.15%	0.00%-20.15%	100.00%	
Gross carrying amount	$ 13,093,868	$ 229,858	$ 73,308	$ 5,303	$ 10,664	$ 9,863	$ 13,422,864
Loss allowance (Lifetime ECLs)	(75,274)	(2,367)	(3,157)	(306)	(435)	(9,863)	(91,402)
Amortized cost	$ 13,018,594	$ 227,491	$ 70,151	$ 4,997	$ 10,229	$ —	$ 13,331,462

December 31, 2023

	No Signs of Default By Client						
	Less than 60 Days	61 to 90 days	91 to 180 days	181 to 365 days	Over 365 days	Signs of Default by Client	Total
Expected credit loss rate	0.00%-0.65%	0.50%-1.65%	0.50%-5.15%	0.50%-10.15%	0.50%-20.15%	100.00%	
Gross carrying amount	$ 6,118,569	$ 150,896	$ 126,012	$ 17,590	$ 15,140	$ 345	$ 6,428,552
Loss allowance (Lifetime ECLs)	(47,525)	(528)	(1,548)	(787)	(2,208)	(345)	(52,941)
Amortized cost	$ 6,071,044	$ 150,368	$ 124,464	$ 16,803	$ 12,932	$ —	$ 6,375,611

September 30, 2023

	No Signs of Default By Client						
	Less than 60 Days	61 to 90 days	91 to 180 days	181 to 365 days	Over 365 days	Signs of Default by Client	Total
Expected credit loss rate	0.00%-0.88%	0.50%-1.88%	0.50%-5.38%	0.50%-10.38%	0.50%-20.38%	100.00%	
Gross carrying amount	$ 7,928,458	$ 127,096	$ 36,866	$ 15,842	$ 12,808	$ 602	$ 8,121,672
Loss allowance (Lifetime ECLs)	(93,648)	(806)	(1,682)	(739)	(519)	(602)	(97,996)
Amortized cost	$ 7,834,810	$ 126,290	$ 35,184	$ 15,103	$ 12,289	$ —	$ 8,023,676

The movements of the loss allowance of notes receivable and trade receivables were as follows:

	For the Nine Months Ended September 30	
	2024	2023
Balance at January 1	$ 52,941	$ 102,773
Add : Net remeasurement of loss allowance	42,737	817

	For the Nine Months Ended September 30	
	2024	2023
Add : Reclassified from allowance of overdue receivables	—	1,389
Less : Amounts written off	(427)	(8,283)
Less : Reclassified to allowance of overdue receivables	(4,414)	—
Foreign exchange gains and losses	565	1,300
Balance at September 30	$ 91,402	$ 97,996

11. FINANCE LEASE RECEIVABLES

The composition of finance lease receivables was as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Undiscounted lease payments			
Year 1	$ 22,011	$ 22,011	$ 22,011
Year 2	22,011	22,011	22,011
Year 3	22,011	22,011	22,011
Year 4	22,010	22,010	22,011
Year 5	5,502	22,010	22,010
Year 6 onwards	—	—	5,502
	93,545	110,053	115,556
Less : Unearned finance income	(2,537)	(3,511)	(3,870)
Net investment in leases presented as finance lease receivables	$ 91,008	$ 106,542	$ 111,686
Current	$ 20,954	$ 20,747	$ 20,678
Non-current	$ 70,054	$ 85,795	$ 91,008

The Group has been subleasing its container yard located in Keelung with monthly fixed lease payments of $1,834 thousand. As the Group subleases the container yard for all the remaining lease term of the main lease to the sublessee, the sublease contract is classified as a finance lease.

The interest rates inherent in leases are fixed at the contract dates for the entire term of the lease. The interest rate inherent in the finance lease was approximately 1.33% as of September 30, 2024, December 31, 2023 and September 30, 2023.

The Group measures the loss allowance for finance lease receivables at an amount equal to lifetime ECLs. The respective leased equipment served as collateral for the finance lease receivables. At the end of the reporting period, no finance lease receivable was past due. The Group has not recognized a loss allowance for finance lease receivables after taking into consideration the historical default experience and the future prospects of the industries in which the lessees operate, together with the value of collateral held over these finance lease receivables.

12. SHIPPING FUEL

	September 30, 2024	December 31, 2023	September 30, 2023
Shipping fuel	$ 4,841,082	$ 4,535,017	$ 4,610,857

The cost of shipping fuel recognized as operating cost for the three months ended September 30, 2024 and 2023 and for the nine months ended September 30, 2024 and 2023 were $6,511,245 thousand, $6,661,497 thousand, $18,472,404 thousand and $17,149,041 thousand, respectively.
The cost of shipping fuel recognized as operating cost for the three months ended September 30, 2024 and for the nine months ended September 30, 2024 included reversal of shipping fuel write-downs of $7,958 thousand and $245,155 thousand, respectively. Previous write-downs were reversed as a result of increased profit from marine operations.

The cost of shipping fuel recognized as operating cost for the three months ended September 30, 2023 and for the nine months ended September 30, 2023 included shipping fuel write-downs of $300,930 thousand and $453,373 thousand, respectively.

13. SUBSIDIARIES

Subsidiaries included in the consolidated financial statements

Investor	Investee	Nature of Activities	Proportion of Ownership Interests (%)			Note
			September 30, 2024	December 31, 2023	September 30, 2023	
Yang Ming Marine Transport Corporation	Yang Ming Line (B.V.I.) Holding Co., Ltd. (YML-BVI)	Investment, shipping agency, forwarding agency and shipping managers	100.00	100.00	100.00	
〃	Yang Ming Line B.V. (YML-BV)	Investment, shipping agency, forwarding agency and shipping managers	100.00	100.00	100.00	
〃	Yang Ming Line (Singapore) Pte Ltd (YML-Singapore)	Investment, shipping service, sale and purchase of ships, chartering and forwarding agency	100.00	100.00	100.00	Note a
〃	All Oceans Transportation Inc. (AOT)	Shipping agency, forwarding agency and shipping managers	100.00	100.00	100.00	
〃	YES Logistics Corp. (Yes Logistics)	Sea and air freight forwarding agency and warehouse operation	96.36	96.36	96.36	
〃	Kuang Ming Shipping Corp. (Kuang Ming)	Shipping service, shipping agency and forwarding agency	98.88	98.88	98.88	
〃	Hong Ming Terminal & Stevedoring Corp.	Terminal operation and stevedoring	100.00	100.00	100.00	
〃	Jing Ming Transportation Co., Ltd. (Jing Ming)	Container transportation	50.98	50.98	50.98	
〃	Yang Ming Line Holding Co. (YML Holding)	Investment, shipping agency, forwarding agency and shipping managers	100.00	100.00	100.00	
〃	Yang Ming (Singapore) Pte. Ltd. (YM-Singapore)	Shipping agency, forwarding agency, shipping managers and shipping lines	100.00	100.00	100.00	
YML Holding	Yang Ming (America) Corp.	Shipping agency, forwarding agency and shipping managers	100.00	100.00	100.00	
〃	Transcont Intermodal Logistics, Inc.	Inland forwarding agency	100.00	100.00	100.00	

(Continued)

Investor	Investee	Nature of Activities	Proportion of Ownership Interests (%)			Note
			September 30, 2024	December 31, 2023	September 30, 2023	
〃	Yang Ming Shipping (Canada) Ltd.	Shipping agency, forwarding agency and shipping managers	100.00	100.00	100.00	
YML-BVI	Yang Ming Line N.V. (YML-NV)	Investment, shipping agency, forwarding agency and shipping managers	—	—	—	Note b
〃	Yang Ming (UK) Ltd (Yangming-UK)	Shipping agency, forwarding agency, shipping managers and shipping lines	100.00	97.84	97.84	Note c
YML-BV	Yangming-UK	Shipping agency, forwarding agency, shipping managers and shipping lines	—	2.16	2.16	Note c
〃	Yang Ming Shipping Europe GmbH	Shipping agency, forwarding agency and shipping managers	100.00	100.00	100.00	
〃	Yang Ming Italy S.P.A. (Yang Ming-Italy)	Shipping agency	50.00	50.00	50.00	
〃	Yang Ming (Netherlands) B.V.	Shipping agency	100.00	100.00	100.00	
〃	Yang Ming (Belgium) N.V.	Shipping agency	89.92	89.92	89.92	
〃	Yang Ming (Russia) LLC	Shipping agency	60.00	60.00	60.00	Note d
〃	Yang Ming (Spain), S.L.	Shipping agency	60.00	60.00	60.00	
〃	Yang Ming (MEDITERRANEAN) Marine Services Single-Member Limited Liability Company	Shipping agency, forwarding agency and shipping managers	100.00	100.00	100.00	
Yang Ming (Netherlands) B.V.	Yang Ming (Belgium) N.V.	Shipping agency	10.08	10.08	10.08	
Yang Ming-Italy	Yang Ming (Naples) S.r.l.	Forwarding agency	60.00	60.00	60.00	
Yangming-UK	Corstor Ltd.	Warehouse management and container haulage services	100.00	100.00	100.00	
YML-Singapore	Young-Carrier Company Ltd.	Investment, shipping agency, forwarding agency and shipping managers	100.00	100.00	100.00	
〃	Yang Ming Shipping (B.V.I.) Inc.	Forwarding agency and shipping agency	100.00	100.00	100.00	
〃	Yangming (Japan) Co., Ltd. (Yangming-Japan)	Shipping services, sale and purchase of ships, chartering and forwarding agency	100.00	100.00	100.00	
〃	Yang Ming Line (Hong Kong) Ltd. (YML-HK)	Forwarding agency and shipping agency	1.44	1.44	1.44	
〃	Yang Ming Line (M) Sdn. Bhd.	Shipping agency, forwarding agency and shipping managers	100.00	100.00	100.00	
〃	Yang Ming Line (India) Pvt. Ltd.	Shipping agency, forwarding agency and shipping managers	60.00	60.00	60.00	
〃	Yang Ming (Korea) Co., Ltd	Shipping agency, forwarding agency and shipping managers	60.00	60.00	60.00	
〃	Yang Ming Anatolia Shipping Agency S.A. (Yang Ming Anatolia)	Shipping agency, forwarding agency and shipping managers	50.00	50.00	50.00	
〃	Yang Ming Shipping (Vietnam) Co., Ltd	Forwarding agency and shipping managers	100.00	100.00	100.00	
〃	Yang Ming Shipping Philippines, Inc.	Forwarding agency and shipping managers	100.00	100.00	100.00	
〃	Yang Ming (Latin America) Corp.	Shipping agency, forwarding agency and shipping managers	100.00	100.00	100.00	

(Continued)

Investor	Investee	Nature of Activities	Proportion of Ownership Interests (%)			Note
			September 30, 2024	December 31, 2023	September 30, 2023	
〃	Yang Ming Line (Thailand) Co., Ltd. (YML-Thailand)	Shipping agency, forwarding agency and shipping managers	49.00	49.00	49.00	
〃	Yang Ming Line shipping (Thailand) Co., Ltd.	Shipping agency	49.00	49.00	49.00	
〃	Yang Ming Insurance Co., Ltd.	Insurance	100.00	100.00	100.00	
〃	PT Yang Ming Shipping Indonesia (PT Yang Ming Indonesia)	Shipping agency, forwarding agency and shipping managers	49.00	49.00	49.00	
〃	Huan Ming (Shanghai) International Shipping Agency Co., Ltd.	Shipping agency, forwarding agency and shipping managers	100.00	100.00	100.00	Note e
〃	Yang Ming (France) S.A.S.	Shipping agency, forwarding agency and shipping managers	60.00	60.00	60.00	
YML-Thailand	Yang Ming Line shipping (Thailand) Co., Ltd.	Shipping agency	50.00	50.00	50.00	
Yang Ming Line shipping (Thailand) Co., Ltd.	YML-Thailand	Shipping agency, forwarding agency and shipping managers	49.00	49.00	49.00	
Yangming (Japan)	Manwa & Company, Ltd.	Forwarding agency and shipping agency	100.00	100.00	100.00	
YMS-BVI	Karlman Properties Limited	Property agency	100.00	100.00	100.00	
〃	YML-HK	Forwarding agency and shipping agency	98.56	98.56	98.56	
Kuang Ming	Kuang Ming (Liberia) Corp.	Forwarding agency	100.00	100.00	100.00	
YES Logistics Corp.	Yes Logistics Corporation USA (Yes-USA)	Sea and air freight forwarding agency	100.00	100.00	100.00	
〃	Yes Yangming Logistics (Singapore) Pte. Ltd. (Yes-Singapore)	Investment and subsidiaries management	100.00	100.00	100.00	
〃	Yes Logistics (Shanghai) Corp. (Yes-Shanghai)	Forwarding agency	69.80	69.80	69.80	
〃	PT. YES Logistics Indonesia	Forwarding agency	51.00	51.00	51.00	
Yes-USA	Yes Logistics (Shanghai) Corp. (Yes-Shanghai)	Forwarding agency	30.20	30.20	30.20	
〃	Golden Logistics USA Corporation	Container transportation	100.00	100.00	100.00	
〃	Yes Logistics Europe GmbH (Yes-ERO)	Forwarding agency	100.00	100.00	100.00	
Yes-Singapore	Yes Logistics Company Ltd.	Forwarding agency	100.00	100.00	100.00	
〃	Yes Logistics Benelux B.V.	Forwarding agency	70.00	70.00	70.00	
Yes-ERO	YES MLC GmbH	Import and export, storage and delivery, and other warehousing related business	100.00	100.00	100.00	
YES MLC GmbH	Merlin Logistics GmbH	Warehouse operation and logistics	100.00	100.00	100.00	
Merlin Logistics GmbH	YES Logistics Bulgaria Ltd.	Cargo consolidation service and forwarding agency	100.00	100.00	100.00	

(Concluded)

Note a: The Group's board of directors resolved in June 2023 to process the cash capital increase of YML-Singapore with a limit amount of US$800,000 thousand. As of December 2023, there was a cash capital increase of US$800,000 thousand.

Note b: The Group's board of directors resolved in August 2021 to liquidate Yang Ming Line N.V. The liquidation was completed in April 2023.

Note c: The Group's board of directors resolved in March 2024 for its subsidiary Yangming-UK to return part of its capital to shareholders through capital reduction. The capital

reduction was completed in May 2024. YML-BVI's share of Yangming-UK increased to 100% after the capital reduction.

Note d: The Group's board of directors resolved in August 2023 to liquidate Yang Ming (Russia) LLC.

Note e: The Group contributed 51% of capital in terms of cash input, but de facto holds 100% of the equity based on terms stipulated in the joint venture agreement.

Although YMTC directly or indirectly owns no more than 50% of shares with voting rights of Yang Ming-Italy, Yang Ming Anatolia Shipping Agency S.A. and PT Yang Ming Shipping Indonesia, it should regard the investees as its subsidiaries and incorporate the investees into the consolidated group under certain premises which are as follows:

a. The Company has the right of control through owning more than 50% of the voting rights of the boards of directors of the investees, and the boards of directors have control over the Company, or

b. The Company has the right of control over the investees' finances, operations or human resources.

Except for the accompanying consolidated financial statements of Yamgming-UK, YM-Singapore, and YML-Singapore for the nine months ended September 30, 2024 and the accompanying consolidated financial statements of YML-BVI, AOT, Yamgming-UK and YM-Singapore for the nine months ended September 30, 2023, the financial statements of other non-significant subsidiaries were not reviewed.

14. INVESTMENTS ACCOUNTED FOR USING THE EQUITY METHOD

	September 30, 2024	December 31, 2023	September 30, 2023
Investment in associates	$ 8,705,423	$ 8,414,332	$ 8,388,267
Investment in joint ventures	396,646	382,889	393,903
	$ 9,102,069	$ 8,797,221	$ 8,782,170

a. Investment in associates

	September 30, 2024	December 31, 2023	September 30, 2023
Associates that are not individually material			
Kao Ming Container Terminal Corp.	$ 3,597,648	$ 3,594,068	$ 3,561,133
Taiwan Navigation Co., Ltd.	2,919,735	2,700,252	2,726,808
West Basin Container Terminal LLC	1,241,784	1,194,303	1,198,595
United Terminal Leasing LLC	431,044	321,989	332,711

	September 30, 2024	December 31, 2023	September 30, 2023
Sino Trans PFS Cold Chain Logistics Co., Ltd.	46,156	47,758	63,053
Yunn Wang Investment Co., Ltd.	218,567	218,400	195,744
Taiwan Foundation International Pte. Ltd.	120,350	115,371	119,917
Shanghai United Cold Chain logistics Co., Ltd.	29,021	29,366	29,222
Yang Ming Shipping (Egypt) S.A.E	36,782	70,902	59,167
Yang Ming (U.A.E.) LLC	27,662	60,210	44,407
Yang Ming (Australia) Pty. Ltd.	28,332	54,806	50,851
PT. Formosa Sejati Logistics	8,342	6,907	6,659
	$ 8,705,423	$ 8,414,332	$ 8,388,267

Except for Taiwan Navigation Co., Ltd., the investments accounted for using the equity method and the share of profit or loss and other comprehensive income of those investments were based on the associates' financial statements which have not been reviewed.

All the associates are accounted for using the equity method.

b. Investments in joint ventures

	September 30, 2024	December 31, 2023	September 30, 2023
Joint ventures that are not individually material			
Chang Ming Logistics Company Limited	$ 283,858	$ 276,459	$ 282,097
YES LIBERAL Logistics Corp.	76,223	76,454	75,825
LogiTrans Technology Private Limited	25,705	13,522	17,306
Jambatan Merah Formosa Depot Sdn Bhd.	1,356	3,032	3,992
Yes And HQL Logistics Company	9,504	13,164	13,945

	September 30, 2024	December 31, 2023	September 30, 2023
Yes Easyway Logistics (Thailand) Co., Ltd. (Note)	—	258	738
	$ 396,646	$ 382,889	$ 393,903

Note: The Group's board of directors resolved in October 2020 to establish a joint-venture Yes Easyway Logistics (Thailand) Co., Ltd and completed the Step1 capital injection in October 2022. YMTC directly or indirectly owns 48.6% of its shares. After the Group completed the Step2 capital injection in January 2023, YMTC directly or indirectly owns 49% of its shares.

The investments accounted for using the equity method and the share of profit or loss and other comprehensive income of those investments were based on the joint ventures' financial statements which have not been reviewed.

All the joint ventures are accounted for using the equity method.

15. PROPERTY, PLANT AND EQUIPMENT

	September 30, 2024	December 31, 2023	September 30, 2023
Assets used by the Group	$ 83,235,485	$ 77,544,112	$ 71,949,285
Assets leased under operating leases	8,480,541	5,937,429	6,160,529
	$ 91,716,026	$ 83,481,541	$ 78,109,814

a. Assets used by the Group

	Land	Buildings	Container and Chassis	Ships	Leasehold Improvements	Miscellaneous Equipment	Total
Cost							
Balance at January 1, 2024	$ 751,794	$ 1,569,164	$ 35,868,608	$ 112,549,109	$ 357,836	$ 3,656,201	$ 154,752,712
Additions	—	742	815,955	1,661,539	11,210	82,924	2,572,370
Disposals	—	—	(606,389)	(785,273)	(197)	(232,726)	(1,624,585)
Transfers to assets leased under operating leases	—	—	—	(3,361,266)	—	—	(3,361,266)
Reclassification (Note 16 (c))	—	—	—	14,640,705	—	3,361	14,644,066
Effects of foreign currency exchange differences	300	28,289	47	330,183	3,994	17,817	380,630
Balance at September 30, 2024	$ 752,094	$ 1,598,195	$ 36,078,221	$ 125,034,997	$ 372,843	$ 3,527,577	$ 167,363,927
Accumulated depreciation and impairment							
Balance at January 1, 2024	$ —	$ 680,085	$ 18,782,886	$ 54,969,163	$ 296,426	$ 2,480,040	$ 77,208,600
Disposals	—	—	(533,787)	(785,273)	(197)	(232,543)	(1,551,800)
Transfers to assets leased under operating leases	—	—	—	(556,808)	—	—	(556,808)
Depreciation expenses	—	25,471	1,405,161	4,304,347	11,692	158,655	5,905,326
Reclassification(Note 16 (c))	—	—	—	3,097,347	—	—	3,097,347
Effects of foreign currency exchange differences	—	9,959	—	(375)	2,599	13,594	25,777
Balance at September 30, 2024	$ —	$ 715,515	$ 19,654,260	$ 61,028,401	$ 310,520	$ 2,419,746	$ 84,128,442
Balance at September 30, 2024, net value	$ 752,094	$ 882,680	$ 16,423,961	$ 64,006,596	$ 62,323	$ 1,107,831	$ 83,235,485
Balance at December 31, 2023 and January 1, 2024, net value	$ 751,794	$ 889,079	$ 17,085,722	$ 57,579,946	$ 61,410	$ 1,176,161	$ 77,544,112

	Land	Buildings	Container and Chassis	Ships	Leasehold Improvements	Miscellaneous Equipment	Total
Cost							
Balance at January 1, 2023	$ 751,708	$ 1,573,665	$ 33,887,202	$ 95,684,633	$ 346,453	$ 2,959,756	$ 135,203,417
Additions	—	—	801,765	238,745	11,145	544,115	1,595,770
Disposals	—	—	(181,515)	(283,023)	(83)	(87,574)	(552,195)
Reclassification (Note 16 (c))	—	—	—	8,329,416	(272)	197,518	8,526,662
Effects of foreign currency exchange differences	119	21,671	60	29,620	3,839	11,635	66,944
Balance at September 30, 2023	$ 751,827	$ 1,595,336	$ 34,507,512	$ 103,999,391	$ 361,082	$ 3,625,450	$ 144,840,598
Accumulated depreciation and impairment							
Balance at January 1, 2023	$ —	$ 647,503	$ 17,036,056	$ 45,360,769	$ 274,873	$ 2,400,508	$ 65,719,709
Disposals	—	—	(144,291)	(283,023)	(83)	(87,055)	(514,452)
Depreciation expenses	—	25,265	1,439,626	3,596,167	13,810	138,483	5,213,351
Reclassification (Note 16 (c))	—	—	—	2,441,300	—	—	2,441,300
Effects of foreign currency exchange differences	—	11,013	—	9,369	1,944	9,079	31,405
Balance at September 30, 2023	$ —	$ 683,781	$ 18,331,391	$ 51,124,582	$ 290,544	$ 2,461,015	$ 72,891,313
Balance at September 30, 2023, net value	$ 751,827	$ 911,555	$ 16,176,121	$ 52,874,809	$ 70,538	$ 1,164,435	$ 71,949,285

The above items of property, plant and equipment used by the Group are depreciated on a straight-line basis over their estimated useful lives as follows:

Buildings	53-56 years
Container and chassis	6-10 years
Ships	20-25 years
Dry dock	2.5-5 years
Leasehold improvements	2-10 years
Miscellaneous equipment	3-18 years

The dry dock is a significant component of ships.

Property, plant and equipment used by the Group and pledged as collateral for bank borrowings are set out in Note 33.

b. Assets leased under operating leases

	Ships
Cost	
Balance at January 1, 2024	$ 10,199,828
Additions	21,780
Disposals	(19,756)
Transfers from assets used by the Group	3,361,266
Effects of foreign currency exchange differences	205,942
Balance at September 30, 2024	$ 13,769,060
Accumulated depreciation and impairment	
Balance at January 1, 2024	$ 4,262,399
Disposals	(19,756)
Transfers from assets used by the Group	556,808
Depreciation expenses	384,683

	Ships
Effects of foreign currency exchange differences	104,385
Balance at September 30, 2024	$ 5,288,519
Balance at September 30, 2024, net value	$ 8,480,541
Balance at December 31, 2023 and January 1, 2024, net value	$ 5,937,429
Cost	
Balance at January 1, 2023	$ 10,168,509
Additions	28,505
Disposals	(16,368)
Effects of foreign currency exchange differences	339,316
Balance at September 30, 2023	$ 10,519,962
Accumulated depreciation and impairment	
Balance at January 1, 2023	$ 3,874,331
Disposals	(16,368)
Depreciation expenses	329,418
Effects of foreign currency exchange differences	172,052
Balance at September 30, 2023	$ 4,359,433
Balance at September 30, 2023, net value	$ 6,160,529

The maturity analysis of lease payments receivable under operating lease payments was as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Year 1	$ 877,582	$ 879,515	$ 788,470
Year 2	2,507	9,568	43,448
Year 3 onwards	—	—	4,451
	$ 880,089	$ 889,083	$ 836,369

At the end of the lease terms of ships under operating leases, the Group assessed the demand of voyage line deployment to determine whether they should be reclassified to freehold or should be adjusted based on the market rent to continue leasing to reduce the risk of the residual assets of the lease assets.

Some of Group's chartered-out vessels are paid by flat-rate installment, while the others are paid with amount linking to the variation of Baltic Dry Index, depending on payment terms stipulated in each lease agreement.

The above items of property, plant and equipment leased under operating leases are depreciated on a straight-line basis over their estimated useful lives as follows:

Ships	20-25 years
Dry dock	2.5-5 years

The dry dock is a significant component of ships.

16. LEASE ARRANGEMENTS

a. Right-of-use assets

	September 30, 2024	December 31, 2023	September 30, 2023
Carrying amounts			
Land	$ 19,437	$ 25,388	$ 27,631
Buildings	1,463,645	1,657,439	1,756,354
Container and chassis	3,814,122	4,481,720	4,704,269
Ships	37,327,259	49,813,507	55,317,500
Miscellaneous equipment	65,531	66,600	72,346
	$ 42,689,994	$ 56,044,654	$ 61,878,100

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Additions to right-of-use assets	$ 2,803,441	$ 4,320,543	$ 6,541,263	$ 4,612,572
Depreciation expenses for right-of-use assets				
Land	$ 2,303	$ 2,243	$ 6,870	$ 6,730
Buildings	131,049	127,975	389,476	377,413
Container and chassis	222,532	222,565	667,598	667,696
Ships	2,407,966	2,857,672	7,451,691	8,802,948
Miscellaneous equipment	11,958	10,798	34,611	30,971
	$ 2,775,808	$ 3,221,253	$ 8,550,246	$ 9,885,758
Income from the subleasing of right-of-use assets (presented in operating revenue and other income)	$ 75,522	$ 76,309	$ 209,147	$ 328,889

Except for the aforementioned additions, depreciation expenses and the below section c mentioned about chartered-in ships transferred to property, plant and equipment, no significant subleasing and impairment loss of the right-of-use assets was recorded for the three months ended September 30, 2024 and 2023 and the nine months ended September 30, 2024 and 2023.

b. Lease liabilities

	September 30, 2024	December 31, 2023	September 30, 2023
Carrying amounts			
Current	$ 9,454,412	$ 4,666,192	$ 5,032,270
Non-current	$ 14,310,863	$ 24,445,367	$ 26,750,821
Lease liabilities designated as hedging (presented in financial liabilities for hedging)			
Current	$ 7,576,427	$ 10,380,140	$ 11,448,647
Non-current	$ 16,399,816	$ 21,401,129	$ 27,154,648

Financial liabilities designated as hedging

The Group designated certain USD-denominated lease liabilities as hedging instruments to hedge future volatility of USD-denominated operating revenue, and the accounting treatment is applied to cash flow hedges. The information on the contracts is summarized as follow:

	Maturity Period	Account	Carrying Amount
September 30, 2024	2026/02/28-2031/01/31	Financial liabilities for hedging	$ 23,976,243
December 31, 2023	2024/01/09-2031/01/31	Financial liabilities for hedging	$ 31,781,269
September 30, 2023	2023/10/23-2031/01/31	Financial liabilities for hedging	$ 38,603,295

Impact on comprehensive income (loss):

	Recognized in Other Comprehensive Income	Amount Reclassified to Profit or Loss
For the three months ended September 30, 2024	$ 607,707	$ 127,716
For the nine months ended September 30, 2024	$ (939,388)	$ 209,468
For the three months ended September 30, 2023	$ (1,428,651)	$ 90,625
For the nine months ended September 30, 2023	$ (1,980,466)	$ 96,000

The range of discount rate for lease liabilities (including USD-denominated lease contracts designated as hedge instruments) was as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Land	1.12%-1.49%	1.12%-1.49%	1.12%-1.49%
Buildings	0.89%-10.00%	0.89%-10.00%	0.89%-10.00%
Container and chassis	0.66%-2.16%	0.43%-2.16%	0.18%-2.16%
Ships	0.45%-7.49%	0.45%-7.65%	0.45%-8.08%
Miscellaneous equipment	0.84%-8.64%	0.84%-8.64%	0.84%-8.64%

c. Material lease-in activities and terms

Many of the ship leases across the Group contain extension options, some of them also contain purchase options. These terms are used to maximize operational flexibility in terms of managing contracts. When the rents are lower than the market price of lease market, the Group will extend the lease term; when the purchase option prices are better than the market price, the Group will consider if the purchase options are exercised or not. These terms are not reflected in measuring lease liabilities in many cases because the options are not reasonably certain to be exercised. The table below summarizes potential future rental payments relating to periods following the exercise dates of extension and purchase options.

Containership Department	Lease Liabilities Recognized (Discounted)	Potential Future Lease Payments and Purchase Option Not Included in Lease Liabilities (Discounted)	Historical Ratio for Exercising Extension and Purchase Options
September 30, 2024			
Ships	$ 25,448,740	$ 15,389,315	24.88%
December 31, 2023			
Ships	$ 38,767,840	$ 16,852,754	25.15%
September 30, 2023			
Ships	$ 45,855,002	$ 21,377,611	25.24%

The Group's board of directors resolved in June 2023 to buy back 3 chartered-in ships with extension and purchase options to replace current lease contracts. The ship purchase contracts had been signed in July 2023 with a total price of US$302,000 thousand, which had been fully delivered and settled in August and October 2023, respectively. And the ships had been transferred to property, plant and equipment. The Group's board of directors resolved in November 2023 to buy back 2 chartered-in ships again with extension and purchase options to replace current lease contracts. The ship purchase contracts had been signed in November 2023 with a total price of US$199,000 thousand, which had been fully delivered and settled in December 2023 and January 2024, respectively. And the ships had been transferred to property, plant and equipment.

The Group's board of directors resolved in May 2024 to buy back 3 chartered-in ships with extension options to replace current lease contracts. The ship purchase contracts had been signed

in May 2024 with a total price US$287,000 thousand, which had been fully delivered and settled in May and June 2024, respectively. And the ships had been transferred to property, plant and equipment. The Group's board of directors resolved in August 2024 to buy back 2 chartered-in ships with extension options again to replace current lease contracts. The ship purchase contracts had been signed in September 2024 with a total price US$183,000 thousand. The ships are expected to be delivered gradually in November 2024.

The Group's board of directors resolved in October 2024 to declare the two-years extension option of 10 chartered-in ships. In addition, the Group's board of directors also resolved the renewal of 15 ships charter for a period of six years. The renewal chartered contracts are expected to be signed before the end of the first quarter of 2025.

For the purpose of managing the storage, reforming, processing, transfer and distribution of goods, YMTC collaborated with the Port of Kaohsiung, Taiwan International Ports Corporation, Ltd. on the construction and operation of the First and Second Logistics Centers of the Kaohsiung Third Container Center. YMTC is entitled to the use of the First and Second Logistics Centers for 30 years and 28 years and 9 months, respectively, based on the initial investment made by YMTC. The Centers are amortized over the period in use. Furthermore, in accordance with the requirements, YMTC should pay land-use fees and administration fees for every month of the lease term (based on the actual volume of cargo stevedored). Administration fees depend on the lowest guaranteed volumes for each respective logistics center, which are 1 million and 0.85 million tons. If YMTC is unable to reach the lowest guaranteed volumes, it should calculate the payment for the administration fees based on the volumes of 1 million and 0.85 million tones, respectively, and the administration fees will be adjusted under the annual Wholesale Price Index in Taiwan.

d. Subleases

In addition to the sublease transactions described in Note 11, the other sublease transactions are set out below.

Sublease of right-of-use assets

The Group subleases its right-of-use assets for property, plant and equipment under operating leases with lease terms of 1 to 2 years. The lease contracts contain market review clauses in the event that the lessees exercise their options to extend. The leases do not have bargain purchase options to acquire the assets at the expiry of the lease periods.

Some of Group's chartered-out vessels are paid by flat-rate installment, while the others are paid with amount linking to the variation of Baltic Dry Index, depending on payment terms stipulated in each lease agreement.

The maturity analysis of lease payments receivable under operating subleases was as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Year 1	$ 278,791	$ 142,744	$ 76,600
Year 2	81,445	130,907	130
	$ 360,236	$ 273,651	$ 76,730

e. Other lease information

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Expenses relating to short-term leases	$ 84,029	$ 61,830	$ 394,803	$ 138,290
Expenses relating to low-value asset leases	$ 667,590	$ 702,313	$ 2,035,637	$ 2,165,287
Expenses relating to variable lease payments not included in the measurement of lease liabilities	$ 143,208	$ (25,534)	$ 356,221	$ (159,815)
Expenses relating to service cost payments not included in the measurement of lease liabilities	$ 941,582	$ 1,084,187	$ 2,807,479	$ 3,224,822
Total cash outflow for leases			$ (28,181,148)	$ (23,628,874)

The Group has elected to apply the recognition exemption of short-term leases and low-value asset leases and thus, did not recognize right-of-use assets and lease liabilities for these leases.

The amounts of lease commitments for short-term leases and low-value asset lease for which the recognition exemption is applied were $6,050,217 thousand, $6,736,427 thousand and $7,448,135 thousand as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

The amounts of lease commitments for future service cost which was recognized as non-lease components of contracts were $12,054,968 thousand, $17,276,754 thousand and $20,426,952 thousand as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

17. INVESTMENT PROPERTIES

	September 30, 2024	December 31, 2023	September 30, 2023
Completed Investment Property	$ 7,220,316	$ 7,220,132	$ 7,146,807

Expect for the recognition of the changes in fair value, there are not significant additions, disposals and impairment losses for the nine months ended September 30, 2024 and 2023.

The fair values of investment properties measured on a recurring basis were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Independent valuation	$ 7,220,316	$ 7,220,132	$ 7,146,807

The maturity analysis of lease payments receivable under operating lease of investment properties as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively was as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Year 1	$ 74,818	$ 65,482	$ 69,248
Year 2	52,711	49,322	50,319
Year 3	21,892	29,687	32,613
Year 4	7,577	8,037	10,129
Year 5	4,058	3,852	2,814
Year 6 onwards	685	1,371	1,600
	$ 161,741	$ 157,751	$ 166,723

18. BORROWINGS

a. Short-term borrowings

	September 30, 2024	December 31, 2023	September 30, 2023
Unsecured borrowings			
Line of credit borrowings	$ 362,000	$ 1,405,000	$ 1,455,000
Loans from related parties (Note 32)	200,000	550,000	560,000
	$ 562,000	$ 1,955,000	$ 2,015,000

1) The range of weighted average effective interest rate on credit borrowings was 2.05%, 2.01%-2.05% and 2.00%-2.10% per annum as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

2) Loans from related parties of the Group were the amounts repayable to government-related entities. Interest rates were 2.05%, 1.98%-1.99% and 1.98%-2.10% per annum as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

b. Short-term bills payable

	September 30, 2024	December 31, 2023	September 30, 2023
Commercial paper	$ 225,000	$ 600,000	$ 600,000
Less : Unamortized discount on bills payable	535	638	1,726
	224,465	599,362	598,274
Loans from related parties (Note 32)	500,000	500,000	500,000
Less : Unamortized discount on bills payable	1,117	1,005	1,353
	498,883	498,995	498,647
	$ 723,348	$ 1,098,357	$ 1,096,921

Interest rates of the outstanding short-term bills payable were 2.02%, 2.04%-2.05% and 2.06% per annum as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

Interest rates of the outstanding related parties' short-term bills payable were 2.02%-2.04%, 2.04% and 2.06% per annum as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

c. Long-term borrowings

	September 30, 2024	December 31, 2023	September 30, 2023
Secured borrowings (Note 33)			
Secured bank loans	$ —	$ —	$ 2,545
Loans from related parties (Note 32)	—	92,200	111,000
	—	92,200	113,545
Unsecured borrowings			
Line of credit borrowings	—	180,000	192,148
Loans from related parties (Note 32)	275,556	120,000	120,000
	275,556	300,000	312,148
Total	275,556	392,200	425,693
Less : Current portion	126,667	103,723	86,183
Long-term borrowings	$ 148,889	$ 288,477	$ 339,510

Bank loans are repayable in installments at varying amounts or fully repaid at maturity in New Taiwan dollars, U.S. dollars and MYR. The Group's loan features and terms are as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
NT$			
Amount	$ 275,556	$ 392,200	$ 411,000
Interest rate	2.10%-2.16%	1.98%-2.04%	1.98%-2.04%
Contract term	2023/06/07-2027/01/23	2020/02/27-2026/06/07	2020/02/27-2026/6/7
US$			
Foreign currency amount	—	—	375
New Taiwan dollar amount	$ —	$ —	$ 12,148
Interest rate	—	—	8.03 %
Contract term	—	—	2019/11/21-2024/11/21
MYR			
Foreign currency amount	—	—	370
New Taiwan dollar amount	$ —	$ —	$ 2,545
Interest rate	—	—	4.50 %
Contract term	—	—	2019/08/26-2034/04/01

Secured borrowings

1) Secured bank loans

The secured bank loans of the Group will be repaid in MYR. The loans are repayable in advance on October 25, 2023. Interest rates was 4.50% on September 30, 2023. The Group's buildings are pledged as collaterals for the secured loans.

2) Loans from related parties

The Group's loans from related parties are borrowings repaid in New Taiwan dollars from government-related entities. The loans are repayable in advance on May 27, 2024. Interest rates were 1.98% on December 31, 2023 and September 30, 2023, respectively. The Group's ships are pledged as collaterals for the secured loans.

Unsecured borrowings

1) Unsecured bank loans

The Group's unsecured bank loans will be repaid in New Taiwan dollars and U.S. dollars in installments at very amounts or repaid in one-lump sum payment at maturity as the borrowing terms. The loans are repayable in advance on May 30, 2024. Interest rates were 2.03% and 2.03%-8.03% on December 31, 2023 and September 30, 2023, respectively.

2) Loans from related parties

The Group's unsecured loans from related parties are borrowings repaid in New Taiwan dollars from government-related entities, and will be repaid in installments as the borrowing terms. The loans are expected to be fully repaid before January 23, 2027. Interest rates were 2.10%-2.16%, 2.04% and 2.04% on September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

19. BONDS PAYABLE

	September 30, 2024	December 31, 2023	September 30, 2023
Secured domestic bonds	$ 8,363,607	$ 8,354,379	$ 10,855,066
Less : Current portion	4,733,715	2,475,983	2,494,618
	$ 3,629,892	$ 5,878,396	$ 8,360,448

Secured domestic bonds

YMTC issued five-year secured domestic bonds with an aggregate par value of $5,000,000 thousand on November 28, 2019 (the November 2019 Bonds).

The bond features and terms are as follows:

Bonds issued in November 2019:	Type A - aggregate par value: $1,000,000 thousand; repayments: 50% - November 28, 2023 and 50% - November 28, 2024, an annual simple interest rate of 0.74%.

Type B - aggregate par value: $1,500,000 thousand; repayments: 50% - November 28, 2023 and 50% - November 28, 2024, an annual simple interest rate of 0.74%.

Type C - aggregate par value: $1,000,000 thousand; repayments: 50% - November 28, 2023 and 50% - November 28, 2024, an annual simple interest rate of 0.74%.

Type D - aggregate par value: $1,000,000 thousand; repayments: 50% - November 28, 2023 and 50% - November 28, 2024, an annual simple interest rate of 0.74%.

Type E - aggregate par value: $500,000 thousand; repayments: 50% - November 28, 2023 and 50% - November 28, 2024, an annual simple interest rate of 0.74%.

YMTC issued five-year to seven-year secured domestic bonds with an aggregate par value of $5,900,000 thousand on April 28, 2021 (the April 2021 Bonds).

The bond features and terms are as follows:

Bonds issued in April 2021:	Type A - aggregate par value: $1,000,000 thousand; repayments: 50% - April 28, 2025 and 50% - April 28, 2026, an annual simple interest rate of 0.45%.
	Type B - aggregate par value: $1,000,000 thousand; repayments: 50% - April 28, 2025 and 50% - April 28, 2026, an annual simple interest rate of 0.45%.
	Type C - aggregate par value: $500,000 thousand; repayments: 50% - April 28, 2025 and 50% - April 28, 2026, an annual simple interest rate of 0.45%.
	Type D - aggregate par value: $500,000 thousand; repayments: 50% - April 28, 2025 and 50% - April 28, 2026, an annual simple interest rate of 0.45%.
	Type E - aggregate par value: $500,000 thousand; repayments: 50% - April 28, 2025 and 50% - April 28, 2026, an annual simple interest rate of 0.45%.
	Type F - aggregate par value: $500,000 thousand; repayments: 50% - April 28, 2025 and 50% - April 28, 2026, an annual simple interest rate of 0.45%.

Type G - aggregate par value: $500,000 thousand; repayments: 50% - April 28, 2025 and 50% - April 28, 2026, an annual simple interest rate of 0.45%.

Type H - aggregate par value: $400,000 thousand; repayments: 50% - April 28, 2027 and 50% - April 28, 2028, an annual simple interest rate of 0.49%.

Type I - aggregate par value: $1,000,000 thousand; repayments: 50% - April 28, 2027 and 50% - April 28, 2028, an annual simple interest rate of 0.49%.

The bonds are guaranteed by banks, of which $5,000,000 thousand and $4,400,000 thousand, respectively are guaranteed by government-related banks.

20. TRADE PAYABLES

	September 30, 2024	December 31, 2023	September 30, 2023
Trade payables - operating			
Trade payables - non-related parties	$ 16,300,066	$ 14,101,232	$ 18,209,887
Trade payables - related parties	605,300	676,812	489,856
	$ 16,905,366	$ 14,778,044	$ 18,699,743
Payable for cost of voyage in sailing	$ 10,270,578	$ 9,861,791	$ 12,113,195
Payable for fuel	2,535,874	2,171,958	3,482,444
Payable for space hire	3,405,974	2,482,442	2,674,724
Payable for freight expenses	432,824	181,440	271,841
Payable for stevedoring expenses	255,163	75,607	152,557
Payable for management expenses	4,953	4,806	4,982
	$ 16,905,366	$ 14,778,044	$ 18,699,743

21. OTHER PAYABLES

	September 30, 2024	December 31, 2023	September 30, 2023
Payable for container lease	$ 628,769	$ 436,639	$ 485,250
Payable for salary and bonus	3,456,038	2,525,469	2,549,168
Payable for interest expenses	27,894	22,486	116,761
Payable for equipment M&R expenses	63,508	201,782	41,926
Payable for annual leave	120,343	135,258	127,246
Payable for vessel charter hire	201,033	118,665	110,984
Payable for equipment	369,872	803,625	222,650

	September 30, 2024	December 31, 2023	September 30, 2023
Others	1,156,950	1,706,156	1,896,463
	$ 6,024,407	$ 5,950,080	$ 5,550,448

22. PROVISIONS

	September 30, 2024	December 31, 2023	September 30, 2023
Restoration cost for leased assets (a)	$ 4,886	$ 4,955	$ 5,328
Levies (b)	30,813	—	—
Others (c)	36,018	36,018	—
	$ 71,717	$ 40,973	$ 5,328
Current	$ 66,831	$ 36,018	$ —
Non-current	4,886	4,955	5,328
	$ 71,717	$ 40,973	$ 5,328

a. When returning right-of-use assets, lessees have legal or construction obligation to restore right-of-use assets to original status. Lessees need to accrue restoration costs provision over the lease term on a straight-line basis.

b. As the shipping industry was included in the European Union Emission Trading Scheme (EU-ETS) starting from January 1st, 2024, a provision of levies was set up based on fuel consumption of related ships and carbon conversion factors.

c. Other provisions have been evaluated conservatively, under relevant regulations possible violation decision with a total of $36,018 thousand were based on the advice of lawyers.

23. RETIREMENT BENEFIT PLANS

For the three months ended September 30, 2024 and 2023 and for the nine months ended September 30, 2024 and 2023, employee benefits expenses in respect of the Group's defined benefit retirement plan were calculated using the actuarially determined pension cost discount rate as of December 31, 2023 and 2022, the amounts are $20,087 thousand, $26,671 thousand, $58,915 thousand and $70,075 thousand, respectively.

24. EQUITY

a. Share capital

	September 30, 2024	December 31, 2023	September 30, 2023
Numbers of shares authorized (in thousands)	4,500,000	4,500,000	4,500,000
Shares authorized	$ 45,000,000	$ 45,000,000	$ 45,000,000
Numbers of shares issued and fully paid (in thousands)	3,492,104	3,492,104	3,492,104
Shares issued	$ 34,921,043	$ 34,921,043	$ 34,921,043

Fully paid ordinary shares, which have a par value at $10, carry one vote per share and carry a right to dividends.

b. Capital surplus

	September 30, 2024	December 31, 2023	September 30, 2023
May be used to offset a deficit, distributed as cash dividends, or transferred to share capital			
Issuance of Ordinary Shares	$ 27,975,030	$ 27,975,030	$ 27,975,030

Such capital surplus may be used to offset a deficit; in addition, when the Company has no deficit, such capital surplus may be distributed as cash dividends or transferred to share capital (limited to a certain percentage of the Company's capital surplus and to once a year).

c. Retained earnings and dividend policy

Under the dividend policy as set forth in the Company's Articles of Incorporation (the "Articles"), when Company makes profit in a fiscal year, at least 25% of the remaining profit should be distributed as dividends after the profit has been utilized for paying taxes, offsetting losses of previous years, setting aside as legal reserve 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the expansion of transportation equipment and improvement of financial structure, and distributing dividends for preference shares. The Company's board of directors should consider long-term financial plans, the change in the environment of the industry, capital expenditures, the working capital for operation and the shareholders' interests as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting. At least 20% of the amount declared as dividends for ordinary shares should be in the form of cash as opposed to stock. For the policies on the distribution of compensation of employees and remuneration of directors and supervisors before and after amendment, refer to Note 26 h. compensation of employees and remuneration of directors.

Appropriation of earnings to legal reserve shall at least be made until the legal reserve equals the Company's paid-in capital. The legal reserve may be used to offset a deficit. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

The amendments explicitly stipulate that when a special reserve is appropriated for cumulative net debit balance reserves from the prior period and cumulative net increases in fair value measurement of investment properties from the prior period, the sum of net profit for the current period and items other than the net profit that are included directly in the unappropriated earnings for the current period is used if the prior unappropriated earnings are not sufficient.

The appropriation of earnings for 2023 and 2022 approved in the shareholders' meeting on May 24, 2024 and May 26, 2023, respectively, were as follows:

	For the year ended December 31, 2023	For the year ended December 31, 2022
Legal reserve	$ 475,457	$ 18,084,869
Special reserve	$ 947,930	$ 275,542
Cash dividends	$ 6,984,208	$ 69,842,086
Cash dividends per share (NT$)	$ 2	$ 20

d. Special reserves

Special reserve should be appropriated for the amount equal to the net debit balance reserves. Any special reserve appropriated may be reversed to the extent that the net debit balance reverses and thereafter distributed.

On the initial application of fair value model to investment properties, the Company appropriated for a special reserve at the amount that were the same as the net increase arising from fair value measurement and transferred to retained earnings. Additional special reserve should be appropriated for subsequent net increase in fair value. The amount appropriated may be reversed to the extent that the cumulative net increases in fair value decrease or on the disposal of investment properties. If the Company offsets the deficit with special reserves before the reason for appropriating special reserves eliminated, the Company should compensate the special reserves before appropriating earnings.

e. Others equity items

1) Exchange differences on translation of the financial statements of foreign operations

	For the Nine Months Ended September 30	
	2024	2023
Balance at January 1	$ (346,936)	$ 86,183
Recognized for the period		
Exchange differences on translation of the financial statements of foreign operations	3,062,742	4,854,473
Related income tax	(580,764)	(918,232)
Other comprehensive income (loss) recognized for the period	2,481,978	3,936,241
Balance at September 30	$ 2,135,042	$ 4,022,424

2) Unrealized valuation gain (loss) on financial assets at FVTOCI

	For the Nine Months Ended September 30	
	2024	2023
Balance at January 1	$ (748,123)	$ (685,376)
Recognized for the period		
Unrealized gain (loss) Equity instruments	34,081	31,108

	For the Nine Months Ended September 30	
	2024	2023
Share from associates and joint ventures accounted for using the equity method	112,806	(107,740)
Other comprehensive (loss) income recognized for the period	146,887	(76,632)
Cumulative unrealized gain (loss) of equity instruments transferred to retained earnings due to disposal by associates	(5,112)	—
Balance at September 30	$ (606,348)	$ (762,008)

3) Gain (loss) on hedging instruments

	For the Nine Months Ended September 30	
	2024	2023
Balance at January 1	$ 187,173	$ 585,616
Recognized for the period		
Foreign currency risk-lease liabilities	(939,388)	(1,980,466)
Foreign currency risk-demand and time deposits	528,609	1,354,774
Related income tax	40,262	194,997
Reclassification adjustments		
Hedged items affects profit or loss		
Foreign currency risk-operating revenue	209,468	96,000
Hedged items no longer expected to occur		
Foreign currency risk-prepayments for equipment	—	(67,770)
Other comprehensive income (loss) recognized for the period	(161,049)	(402,465)
The original amount transferred into hedged items		
Foreign currency risk-prepayments for equipment	—	(377,524)
Balance at September 30	$ 26,124	$ (194,373)

f. Non-controlling interests

	For the Nine Months Ended September 30	
	2024	2023
Balance at January 1	$ 723,297	$ 826,225
Share of profit for the period	224,937	251,166
Other comprehensive income (loss) during the period		
Exchange difference on translating the financial statements of foreign entities	25,157	(36,080)
Related income tax	(266)	(74)
Cash dividends distributed by subsidiaries	(197,392)	(348,367)
Balance at September 30	$ 775,733	$ 692,870

25. REVENUE

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Revenue from contracts with customers				
Cargo revenue	$ 67,941,235	$ 32,378,990	$ 156,435,299	$ 94,113,138
Slottage revenue	754,222	295,015	2,685,498	2,283,389
Rental income				
Rental revenue on vessel	673,356	433,433	1,655,242	1,551,250
Other operating revenue	3,469,575	2,793,675	8,452,998	9,953,147
	$ 72,838,388	$ 35,901,113	$ 169,229,037	$ 107,900,924

a. Contract balances

	September 30, 2024	December 31, 2023	September 30, 2023	January 1, 2023
Trade receivables (Note 10)	$ 13,322,231	$ 6,364,945	$ 8,010,892	$ 10,638,133
Contract assets				
Cargo revenue	$ 3,706,715	$ 1,570,867	$ 2,310,058	$ 1,876,839
Less : Allowance for impairment loss	(19,990)	(10,151)	(22,999)	(23,376)
Contract assets	$ 3,686,725	$ 1,560,716	$ 2,287,059	$ 1,853,463
Contract liabilities - current				
Advance on contract	$ 646,532	$ 304,854	$ 733,584	$ 532,259

The Group measures the loss allowance for contract assets at an amount equal to lifetime ECLs. The contract assets will be transferred to accounts receivable when the container shipping services have been completed, and the contract assets have substantially the same risk characteristics as the trade receivables for the same types of contracts. Therefore, the Group

concluded that the expected loss rates for trade receivables can be applied to the contract assets (Note 10).

The movements of the loss allowance of contract assets were as follows:

	For the Nine Months Ended September 30	
	2024	2023
Balance at January 1	$ 10,151	$ 23,376
Add : Net remeasurement of loss allowance	9,660	(1,421)
Foreign exchange gains and losses	179	1,044
Balance at September 30	$ 19,990	$ 22,999

The changes in the balance of contract assets and contract liabilities primarily result from the timing difference between the Group's performance and the respective customer's payment.

b. Disaggregation of revenue

Revenue from contracts with customers mainly comes from the containership department. Refer to Note 37 for information about disaggregation of revenue.

26. NET PROFIT

a. Other operating income and expenses

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Gain on disposal and retirement of property, plant and equipment	$ 63,559	$ 11,966	$ 188,551	$ 47,264
Reimbursement income	327,811	47,997	459,012	133,947
Reimbursement loss	(6,157)	—	(6,295)	(880)
	$ 385,213	$ 59,963	$ 641,268	$ 180,331

b. Interest income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Bank deposits (including USD-denominated demand and time deposits as hedging instruments)	$ 2,694,840	$ 2,921,428	$ 7,963,577	$ 9,068,751
Net investments in leases	308	448	974	4,700

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Short-term bills	37,075	17,169	57,790	46,919
Corporate bonds	149,742	10,226	362,508	85,276
Others	106	131	645	595
	$ 2,882,071	$ 2,949,402	$ 8,385,494	$ 9,206,241

c. Other income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Rental income - operating leases	$ 20,947	$ 19,705	$ 68,872	$ 63,298
Dividends	1,877	8,030	18,499	8,030
	$ 22,824	$ 27,735	$ 87,371	$ 71,328

d. Other gains and losses

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Net foreign exchange gains	$ 553,409	$ 2,116,830	$ 2,478,504	$ 3,957,502
Fair value changes of financial assets and financial liabilities				
Financial assets mandatorily classified as at FVTPL	(5,948)	12,771	13,403	46,902
Gain (loss) on ineffectiveness of cash flow hedging				
Ineffectiveness of cash flow hedging	—	—	—	67,770
Gain (loss) arising from lease modifications	110	(17,659)	1,259	(17,556)
Loss on disposal of intangible assets	(3)	—	(280)	—
Loss arising from the change in fair value of investment properties	—	—	(1,970)	—
Others	(45,143)	(71,728)	(30,354)	24,226
	$ 502,425	$ 2,040,214	$ 2,460,562	$ 4,078,844

e. Finance costs

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Interest on bank loans	$ 14,049	$ 18,576	$ 47,842	$ 56,487
Interest on lease liabilities (including USD-denominated lease contracts designated as hedging instruments)	394,895	621,851	1,265,617	1,733,095
Other interest expenses	30,633	43,500	92,157	137,280
	$ 439,577	$ 683,927	$ 1,405,616	$ 1,926,862

f. Depreciation and amortization

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Right-of -use assets	$ 2,775,808	$ 3,221,253	$ 8,550,246	$ 9,885,758
Property, plant and equipment	2,185,201	1,886,409	6,290,009	5,542,769
Intangible assets	21,118	19,599	65,710	55,469
	$ 4,982,127	$ 5,127,261	$ 14,905,965	$ 15,483,996
An analysis of depreciation by function				
Operating costs	$ 4,844,738	$ 4,997,779	$ 14,498,736	$ 15,109,302
Operating expenses	116,271	109,883	341,519	319,225
	$ 4,961,009	$ 5,107,662	$ 14,840,255	$ 15,428,527
An analysis of amortization by function				
Operating costs	$ 1,610	$ 1,987	$ 5,275	$ 5,413
Operating expenses	19,508	17,612	60,435	50,056
	$ 21,118	$ 19,599	$ 65,710	$ 55,469

g. Employee benefits expense

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Post-employment benefits				
Defined contribution plans	$ 90,061	$ 86,738	$ 262,902	$ 246,726

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Defined benefit plans (Note 23)	20,087	26,671	58,915	70,075
Termination benefits	6,931	16,054	32,032	46,335
Other employee benefits	3,119,682	2,281,391	8,892,022	7,000,920
Total employee benefits expense	$ 3,236,761	$ 2,410,854	$ 9,245,871	$ 7,364,056
An analysis of employee benefits by function				
Operating costs	$ 1,084,571	$ 865,092	$ 3,126,188	$ 2,680,980
Operating expenses	2,152,190	1,545,762	6,119,683	4,683,076
	$ 3,236,761	$ 2,410,854	$ 9,245,871	$ 7,364,056

h. Compensation of employees and remuneration of directors

According to the Company's Articles, the Company accrues compensation of employees and remuneration of directors at rates of 1%-5% and no higher than 2%, respectively, of net profit before income tax, compensation of employees, and remuneration of directors. However, if there were accumulated deficit, the Company should reserve offset amount in advance.

The compensation of employees and the remuneration of directors for the three months ended September 30, 2024 and 2023 and for the nine months ended September 30, 2024 and 2023 are as follows:

Accrual rate

	For the Nine Months Ended September 30	
	2024	2023
Compensation of employees	1%	1%
Remuneration of directors	—	—

Amount

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Compensation of employees	$ 355,208	$ 30,680	$ 640,308	$ 130,372
Remuneration of directors	$ —	$ —	$ —	$ —

If there is a change in the amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in the accounting estimate.

The compensation of employees and the remuneration of directors for the year ended December 31, 2023 and 2022, which were approved by the Company's board of directors on March 7, 2024 and March 9, 2023 are as follows:

Amount

	For the Year Ended December 31	
	2023	2022
	Cash	Cash
Compensation of employees	$ 103,483	$ 2,328,973
Remuneration of directors	$ 12,000	$ 80,000

There is no difference between the actual amounts of compensation of employees and remuneration of directors paid and the amounts recognized in the annual financial statements for the year ended December 31, 2023 and 2022.

Information on the compensation of employees and remuneration of directors resolved by the Company's board of directors is available at the Market Observation Post System website of the Taiwan Stock Exchange.

27. INCOME TAXES

a. Income tax expense recognized in profit or loss

Major components of income tax expense are as follow:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Current tax				
In respect of the current period	$ 2,117,018	$ 2,424,350	$ 3,484,307	$ 5,270,545
Income tax on unappropriated earnings	(201)	—	5,623	4,662,817
Adjustments for prior years	(189,561)	(352,906)	(2,981,506)	(641,067)
	1,927,256	2,071,444	508,424	9,292,295
Deferred tax				
In respect of the current period	5,171,881	(1,665,279)	9,738,446	(2,145,189)
Adjustments for prior years	474	—	2,235,910	190,534
	5,172,355	(1,665,279)	11,974,356	(1,954,655)
Income tax expense recognized in profit or loss	$ 7,099,611	$ 406,165	$ 12,482,780	$ 7,337,640

b. Income tax recognized in other comprehensive income (loss)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Deferred tax				
In respect of the current period				
- Translation of foreign operations	$ (759,979)	$ 684,179	$ 581,030	$ 918,306
- Cash flow hedges	57,109	(153,261)	(40,262)	(194,997)
Income tax recognized in other comprehensive income (loss)	$ (702,870)	$ 530,918	$ 540,768	$ 723,309

c. Income tax assessments

Company	Year
Yang Ming Marine Transport Corporation	2022
Kuang Ming Shipping Corp.	2022
Hong Ming Terminal & Stevedoring Corp.	2022
Jing Ming Transportation Co., Ltd.	2022
YES Logistics Corp.	2021

d. Global Anti-Base Erosion Model Rules (Pillar Two)

The Pillar Two Regime issued by the Organization for Economic Co-operation and Development (OECD) applies to the Group.

Some subsidiaries of the Group are registered in tax jurisdictions where the Pillar Two income tax law has been taken effect, including subsidiaries in Korea, Japan, Vietnam, the Netherlands, the United Kingdom, France, Canada, Belgium, Germany, Spain, Greece, Italy, Austria, and Bulgaria, among others. According to the law, the Group is required to pay supplementary taxes on the difference between the effective tax rate calculated according to the Global Anti-Base Erosion (GloBE) and the minimum tax rate of 15%. The Group decided that Pillar Two income tax law has no significant impact on the current income tax of the Group as of September 30, 2024, and will continue to review its impact on the Group's future financial performance.

Some subsidiaries of the Group are registered in locations such as Singapore, Malaysia, Thailand, and Hong Kong, where the Pillar Two income tax law is expected to been taken effect in 2025.

28. EARNINGS PER SHARE

Unit: NT$ Per Share

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Basic earnings per share	$ 8.12	$ 0.80	$ 14.79	$ 1.74
Diluted earnings per share	$ 8.10	$ 0.80	$ 14.74	$ 1.73

The earnings (loss) and weighted average number of ordinary shares outstanding in the computation of earnings (loss) per share were as follows:

Net Profit (Loss) for the Period

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Earnings used in the computation of earnings per share	$ 28,367,121	$ 2,806,420	$ 51,633,644	$ 6,077,506

Weighted Average Number of Ordinary Shares Outstanding (In Thousands of Shares)

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Weighted average number of ordinary shares used in the computation of basic earnings per share	3,492,104	3,492,104	3,492,104	3,492,104
Effect of potentially dilutive ordinary shares:				
Compensation of employees	9,280	2,868	9,799	11,490
Weighted average number of ordinary shares used in the computation of diluted earnings per share	3,501,384	3,494,972	3,501,903	3,503,594

The Group may settle the compensation of employees in cash or shares; therefore, the Company assumes that the entire amount of the compensation will be settled in shares, and the resulting potential shares are included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

29. CASH FLOW INFORMATION

Changes in Liabilities Arising from Financing Activities

For the nine months ended September 30, 2024

	January 1, 2024	Cash Flows	Non-Cash Changes		September 30, 2024
			New Leases	Others (Note)	
Short-term borrowings	$ 1,955,000	$ (1,393,000)	$ —	$ —	$ 562,000
Short-term bills payable	1,098,357	(375,000)	—	(9)	723,348
Long-term borrowings	392,200	(116,644)	—	—	275,556
Bonds payable	8,354,379	—	—	9,228	8,363,607
Lease liabilities	60,892,828	(21,574,749)	6,541,263	1,882,176	47,741,518

	January 1, 2024	Cash Flows	Non-Cash Changes: New Leases	Non-Cash Changes: Others (Note)	September 30, 2024
Other non-current liabilities	1,214,547	(59,602)	—	—	1,154,945
	$ 73,907,311	$ (23,518,995)	$ 6,541,263	$ 1,891,395	$ 58,820,974

For the nine months ended September 30, 2023

	January 1, 2023	Cash Flows	Non-Cash Changes: New Leases	Non-Cash Changes: Others (Note)	September 30, 2023
Short-term borrowings	$ 2,430,000	$ (415,000)	$ —	$ —	$ 2,015,000
Short-term bills payable	1,098,548	—	—	(1,627)	1,096,921
Long-term borrowings	390,466	34,449	—	778	425,693
Bonds payable	10,826,188	—	—	28,878	10,855,066
Lease liabilities	79,170,190	(16,409,815)	4,612,572	3,013,439	70,386,386
Other non-current liabilities	1,316,724	(61,635)	—	—	1,255,089
	$ 95,232,116	$ (16,852,001)	$ 4,612,572	$ 3,041,468	$ 86,034,155

Note: Other changes include lease modification, interest amortization of short-term bills payable, long-term borrowings and bonds payable, and effect of foreign currency exchange rate.

30. CAPITAL MANAGEMENT

The Group manages its capital to ensure that entities in the Group will be able to continue as going concerns to maintain the capital structure through the optimization of the debt and equity balance.

The capital structure of the Group consists of net debt (borrowings offset by cash and cash equivalents) and equity of the Group (comprising issued capital, capital surplus, retained earnings, other equity and non-controlling interests).

31. FINANCIAL INSTRUMENTS

a. Fair value of financial instruments not measured at fair value

September 30, 2024

	Carrying Amount	Fair Value: Level 1	Fair Value: Level 2	Fair Value: Level 3	Total
Financial assets					
Finance lease receivables	$ 91,008	$ —	$ 89,200	$ —	$ 89,200
Financial assets measured at amortized cost					
- Foreign corporate bonds	12,252,873	—	12,589,369	—	12,589,369
Total	$ 12,343,881	$ —	$ 12,678,569	$ —	$ 12,678,569
Financial liabilities					
Financial liabilities measured at amortized cost					
- Secured domestic bonds	$ 8,363,607	$ —	$ 8,350,434	$ —	$ 8,350,434

December 31, 2023

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
Financial assets					
Finance lease receivables	$ 106,542	$ —	$ 104,540	$ —	$ 104,540
Financial assets measured at amortized cost					
- Foreign corporate bonds	4,715,387	—	4,779,165	—	4,779,165
Total	$ 4,821,929	$ —	$ 4,883,705	$ —	$ 4,883,705
Financial liabilities					
Financial liabilities measured at amortized cost					
- Secured domestic bonds	$ 8,354,379	$ —	$ 8,332,157	$ —	$ 8,332,157

September 30, 2023

	Carrying Amount	Fair Value			
		Level 1	Level 2	Level 3	Total
Financial assets					
Finance lease receivables	$ 111,686	$ —	$ 109,462	$ —	$ 109,462
Financial assets measured at amortized cost					
- Foreign corporate bonds	2,677,091	—	2,600,059	—	2,600,059
Total	$ 2,788,777	$ —	$ 2,709,521	$ —	$ 2,709,521
Financial liabilities					
Financial liabilities measured at amortized cost					
- Secured domestic bonds	$ 10,855,066	$ —	$ 10,831,209	$ —	$ 10,831,209

The fair values of the financial assets and financial liabilities included in the Level 2 category above have been determined in accordance with income approaches based on a discounted cash flow analysis; the fair values of corporate bonds and bonds payable have been determined by quoted market prices provided by third-party pricing services.

b. Fair value of financial instruments measured at fair value on a recurring basis

1) Fair value hierarchy

September 30, 2024

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic listed shares	$ 424,747	$ —	$ —	$ 424,747
Mutual funds	2,312,303	—	—	2,312,303
Domestic limited partnership	—	—	26,968	26,968
Total	$ 2,737,050	$ —	$ 26,968	$ 2,764,018

	Level 1	Level 2	Level 3	Total
Financial assets at FVTOCI				
Investments in equity instruments at FVTOCI				
Domestic Unlisted shares	$ —	$ —	$ 525,982	$ 525,982

December 31, 2023

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic listed shares	$ 366,795	$ —	$ —	$ 366,795
Mutual funds	54,717	—	—	54,717
Domestic limited partnership	—	—	29,111	29,111
Total	$ 421,512	$ —	$ 29,111	$ 450,623
Financial assets at FVTOCI				
Investments in equity instruments at FVTOCI				
Domestic Unlisted shares	$ —	$ —	$ 491,901	$ 491,901

September 30, 2023

	Level 1	Level 2	Level 3	Total
Financial assets at FVTPL				
Domestic listed shares	$ 364,652	$ —	$ —	$ 364,652
Mutual funds	1,988,224	—	—	1,988,224
Domestic limited partnership	—	—	28,433	28,433
Total	$ 2,352,876	$ —	$ 28,433	$ 2,381,309
Financial assets at FVTOCI				
Investments in equity instruments at FVTOCI				
Domestic Unlisted shares	$ —	$ —	$ 537,955	$ 537,955

There were no transfers between Levels 1 and 2 in the current and prior periods.

2) Reconciliation of Level 3 fair value measurements of financial instruments

For the nine months ended September 30, 2024

Financial assets at FVTPL

	Other Instruments
	Domestic Limited Partnership
Balance at January 1, 2024	$ 29,111
Recognized in profit or loss(included in other gains and losses)	(2,143)
Purchases	—
Transfers out of Level 3	—
Balance at September 30, 2024	$ 26,968
Unrealized gain or loss for the current period included in profit or loss relating to assets held at the end of the period	$ (2,143)

Financial assets at FVTOCI

	Equity Instruments
Balance at January 1, 2024	$ 491,901
Recognized in other comprehensive income (included in unrealized valuation gain (loss) on financial assets at FVTOCI)	34,081
Balance at September 30, 2024	$ 525,982

For the nine months ended September 30, 2023

Financial assets at FVTPL

	Other Instruments	Derivatives	
	Domestic Limited Partnership	Oil derivatives	Total
Balance at January 1, 2023	$ 29,589	$ —	$ 29,589
Recognized in profit or loss (included in other gains and losses)	(1,156)	(776)	(1,932)
Purchase	—	776	776
Sales/settlements	—	—	—
Transfers out of Level 3	—	—	—
Balance at September 30, 2023	$ 28,433	$ —	$ 28,433
Unrealized gain or loss for the current period included in profit or loss relating to assets held at the end of the period	$ (1,156)	$ —	$ (1,156)

Financial assets at FVTOCI

	Equity Instruments
Balance at January 1, 2023	$ 506,847
Recognized in other comprehensive income (included in unrealized valuation gain (loss) on financial assets at FVTOCI)	31,108
Balance at September 30, 2023	$ 537,955

3) Valuation techniques and inputs applied for the purpose of measuring Level 3 fair value measurement

The fair values of domestic unlisted ordinary shares and domestic limited partnership are determined using the comparable company analysis approach and asset-based approach. The comparable company analysis approach is a way to determine the value of a target company by reference to companies engaged in the similar industry, stock price in the active market and value multiplier implied by such prices, based on liquidity reduction. The asset-based approach is a way to determine the value of a target company by assessing the total value of individual assets and liabilities, based on liquidity reduction.

c. Categories of financial instruments

	September 30, 2024	December 31, 2023	September 30, 2023
Financial assets			
FVTPL			
Mandatorily classified as at FVTPL	$ 2,764,018	$ 450,623	$ 2,381,309
Financial assets at amortized cost (1)	236,949,788	197,175,014	216,220,176
Financial assets for hedging	17,798,378	17,269,769	24,196,046
Financial assets at FVTOCI			
Equity instruments	525,982	491,901	537,955
Financial liabilities			
Financial liabilities for hedging	23,976,243	31,781,269	38,603,295
Amortized cost (2)	29,304,042	29,899,277	36,003,910

1) The balances include financial assets at amortized cost, which comprise cash and cash equivalents, time deposits with original maturities of more than 3 months, repurchase agreements, corporate bonds, restricted bank balance, notes receivable, trade receivables (including related parties), and other receivables(including related parties).

2) The balances included financial liabilities measured at amortized cost, which comprise short-term and long-term loans, short-term bills payable, notes and trade payables (including related parties), other payables, and bonds payable.

d. Financial risk management objectives and policies

The Group's major financial instruments include equity and debt investments, trade receivables, financial assets at amortized cost, trade payables, other payables, bonds payable, borrowings, and

lease liabilities. The Group's Corporate Treasury function provides all kinds of financial service to each division by using different financial instruments. Also, the treasury function controls and analyzes the financial risks related to operations; these risks include market risk (including foreign currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Group sought to minimize the effects of these risks by managing stocks and flow and using derivative financial instruments to hedge risk exposures. The use of financial derivatives was governed by the Group's policies "Regulations Governing the Acquisition and Disposal of Assets" approved by the board of directors. Compliance with policies was reviewed by the internal auditors on a continuous basis.

1) Market risk

The Group's activities exposed it primarily to the financial risks of changes in foreign currency exchange rates (see (a) below) and interest rates (see (b) below). The Group uses assets, liabilities and a variety of derivative financial instruments to manage its exposure to foreign currency risk and interest rate risk.

There had been no change to the Group's exposure to market risks or the manner in which these risks were managed and measured.

a) Foreign currency risk

The Group's operations involve foreign currency transactions so the Group is exposed to foreign currency risk. The Group's transaction involve contain various currencies due to its industrial feature, operating revenue and operating costs are mainly denominated in U.S. dollars. Exchange rate exposures were managed within approved policy parameters utilizing net cash flows offset of the influence on net assets and liabilities, instruments of swap and options.

The carrying amounts of the Group's foreign currency denominated monetary assets and monetary liabilities are set out in Note 35.

Sensitivity analysis

Monetary assets and liabilities were mainly exposed to the U.S. dollars, GBP, CNY, EUR, HKD and AUD.

The following table details the Group's sensitivity to a 1% increase and decrease in New Taiwan dollars (the functional currency) against the U.S.dollars, GBP, CNY, EUR, HKD and AUD. 1% is the sensitivity rate used when reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis included only outstanding foreign currency denominated monetary items, and adjusts their translation at the end of the reporting period for a 1% change in foreign currency rates. A positive number below indicates an increase in profit and other equity associated with New Taiwan dollars strengthening 1% against U.S. dollars, GBP, CNY, EUR, HKD and AUD. For a 1% weakening of New Taiwan dollars against the U.S. dollars, GBP, CNY, EUR, HKD and AUD, there would be an equal and opposite impact on profit or loss.

Profit (loss) /Equity of 1% Variation	For the Nine Months Ended September 30	
	2024	2023
Profit (loss) (i)		
U.S. dollars	$ 111,125	$ 446,462
GBP	41,104	26,654
CNY	3,810	1,964
EUR	127,728	102,328
HKD	2,415	4,418
AUD	19,466	17,037
Equity(ii)		
U.S. dollars	(61,779)	(144,072)

i. This was mainly attributable to the exposure of outstanding foreign currency deposits, repurchase agreements, corporate bonds, receivables, payables, and bank loans at the end of the reporting period.

ii. This was mainly attribute to the exposure of changing in foreign exchange rates of U.S. dollars demand and time deposits and lease contracts designated as cash flow hedge.

The Group's sensitivity to foreign currency exchange rate during the current period was mainly due to the decrease in U.S. dollars and HKD monetary net assets caused by the decrease in U.S. dollar, and HKD monetary assets; the increase in GBP, EUR and AUD monetary net assets caused by the increase in GBP, EUR and AUD monetary assets; the increase in CNY monetary net assets caused by the decrease in CNY monetary liability.

Hedge accounting

The Group's hedging strategy is to enter into USD-denominated demand deposits and time deposits to avoid exchange rate exposure of highly possible USD-denominated prepayments for ship purchase. Those transactions are designated as cash flow hedges.

The Group expects that the value of the U.S. dollars demand deposits and time deposits will have systematically change in opposite directions with the value of corresponding hedged items.

The source of hedge ineffectiveness in these hedging relationships is the USD-denominated demand deposits and time deposits are not paid for USD-denominated ship purchase.

There was no other source of hedge ineffectiveness during hedging period.

The Group's hedging strategy is to enter into USD-denominated lease liabilities to avoid exchange rate exposure of 100% of highly probable forecast of USD-denominated operating revenue. Those transactions are designated as cash flow hedges.

The Group expects that the value of the U.S. dollars lease liabilities and the value of the corresponding hedged items will systematically change in opposite directions.

The source of hedge ineffectiveness in these hedging relationships is the USD-denominated operating revenue of the Group is lower than the distribution amount of settlement of lease liabilities.

There was no other source of hedge ineffectiveness during hedging period.

Refer to Note 6 and 16 (b) for information relating to foreign exchange rates hedging instruments.

b) Interest rate risk

The Group was exposed to interest rate risk because entities in the Group borrowed funds at both fixed and floating interest rates. The risk is managed by the Group by maintaining an appropriate mix of fixed and floating rate borrowings.

The carrying amount of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period were as follows:

	September 30, 2024	December 31, 2023	September 30, 2023
Fair value interest rate risk			
- Financial assets	$ 213,126,349	$ 193,436,601	$ 217,826,388
- Financial liabilities	57,390,473	72,300,564	84,353,373
Cash flow interest rate risk			
- Financial assets	26,522,224	12,892,542	12,619,748
- Financial liabilities	275,556	392,200	425,693

Sensitivity analysis

The sensitivity analyses below were determined based on the Group's exposure to interest rates for both derivatives and non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis was prepared assuming the amount of the liability outstanding at the end of the reporting period was outstanding for the whole year. A 10 basis point increase or decrease was used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 10 basis points higher/lower and all other variables were held constant, the Group's pre-tax profit (loss) for the nine months ended September 30, 2024 would have increased/decreased by $19,685 thousand, which was mainly attributable to the Group's exposure to interest rates on its variable-rate bank borrowings and variable-rate financial assets.

If interest rates had been 10 basis points higher/lower and all other variables were held constant, the Group's pre-tax profit (loss) for the nine months ended September 30, 2023 would have increased/decreased by $9,146 thousand, which was mainly attributable to

the Group's exposure to interest rates on its variable-rate bank borrowings and variable-rate financial assets.

The Group's sensitivity to interest rate increased during the current year mainly due to the increase in other instruments at FVTPL.

c) Other price risk

The Group was exposed to equity price risk through its investments in limited partnership and mutual funds. The Group periodically evaluates price risk and investment performance according to procedures of acquisition and disposal of assets and expects no significant price risk occurred.

Sensitivity analysis

The sensitivity analyses below were determined based on the exposure to equity price risks at the end of the reporting period.

If equity prices had been 5% higher/lower, pre-tax profit (loss) for the nine months ended September 30, 2024 would have increased/decreased by $21,237 thousand, as a result of the changes in fair value of financial assets at FVTPL, and the other comprehensive income (loss) for the nine months ended September 30, 2024 would have increased/ decreased by $26,299 thousand, as a result of the changes in fair value of financial assets at FVTOCI.

If equity prices had been 5% higher/lower, pre-tax profit (loss) for the nine months ended September 30, 2023 would have increased/decreased by $18,233 thousand, as a result of the changes in fair value of financial assets at FVTPL, and the other comprehensive income (loss) for the nine months ended September 30, 2023 would have increased/ decreased by $26,898 thousand, as a result of the changes in fair value of financial assets at FVTOCI.

If limited partnership and mutual funds had been 5% higher/lower, pre-tax profit (loss) for the nine months ended September 30, 2024 would have increased/decreased by $116,964 thousand, as a result of the changes in fair value of financial assets at FVTPL.

If limited partnership and mutual funds had been 5% higher/lower, pre-tax profit (loss) for the nine months ended September 30, 2023 would have increased/decreased by $100,833 thousand, as a result of the changes in fair value of financial assets at FVTPL.

The Group's sensitivity to price increased during the current period mainly due to the increase in financial assets measured at FVTPL. The Group's sensitivity to limited partnership and mutual funds price increased during the current period mainly due to the increase in other instruments at FVTPL.

2) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group. As at the end of the reporting period, the Group's maximum exposure to credit risk which will cause a financial loss to the Group due to failure of counterparties to discharge an obligation and financial guarantees provided by the Group could arise from:

a) The carrying amount of the respective recognized financial assets as stated in the balance sheets; and

b) The amount of contingent liabilities in relation to financial guarantee issued by the Group.

There is no significant concentration of credit risk for the Group. Credit risk is from cash and cash equivalents deposit in banks, derivative financial instruments transactions with banks and financial institutions and trade receivable from customers.

The Group adopted a policy of only dealing with creditworthy counterparties and obtaining sufficient letter of bank guarantee and security deposit, where appropriate, as a means of mitigating the risk of financial loss from defaults. To reduce credit risk, the Group has established an internal monitoring procedures to monitor credit risk exposure and credit condition of counterparties.

The credit risk on liquid funds and derivatives was limited because the counterparties are banks with high credit ratings assigned by credit-rating agencies.

Financial credit risk

The objective of the Group's investment policy is to achieve a return that will allow the Group to preserve principal and support liquidity requirements. The Group mitigates its financial credit risk by selecting counterparties with investment grade credit ratings, by limiting the exposure to any individual counterparty, regularly reviewing the market conditions and monitoring risks.

The Group assesses whether there has been a significant increase in credit risk in the invested securities since initial recognition by reviewing changes in external credit ratings, financial market conditions and material information of the issuers. The Group assesses the 12-month expected credit loss and lifetime expected credit loss based on the probability of default and loss given default provided by external credit rating agencies. The current credit risk assessment policies are as follows:

Category	Description	Basis for Recognizing Expected Credit Loss	Expected Credit Loss Ratio
Performing	Credit rating is investment grade on valuation date	12 months expected credit loss	0%~0.1065%
Doubtful	Credit rating is non-investment grade on valuation date	Lifetime expected credit loss-not credit impaired	—
In default	Credit rating is CC or below on valuation date	Lifetime expected credit loss-credit impaired	—
Write-off	There is evidence indicating that the debtor is in severe financial difficulty and the Company has no realistic prospect of recovery	Amount is written off	—

For the nine months ended September 30, 2024, the expected credit loss were $2,315 thousand. The changes were mainly due to increased investment amount and adjusted investment portfolio.

3) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. In addition, management monitors the utilization of bank borrowings and ensures compliance with loan covenants.

The Group relies on bank borrowings as a significant source of liquidity. As of September 30, 2024, December 31, 2023 and September 30, 2023, the Group had available unutilized bank loans facilities of $11,955,150 thousand, $7,319,557 thousand and $8,659,958 thousand, respectively.

a) Liquidity and interest risk rate tables

The following table details the Group's remaining contractual maturity for its non-derivative financial liabilities with agreed repayment periods. The tables had been drawn up based on the undiscounted cash flows of financial liabilities from the earliest date on which the Group can be required to pay. The tables included both interest and principal cash flows. Specifically, bank loans with a repayment on demand clause were included in the earliest time band regardless of the probability of the banks choosing to exercise their rights. The maturity dates for other non-derivative financial liabilities were based on the agreed repayment dates.

September 30, 2024

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years
Non-interest bearing	$ 22,957,789	$ 918,802	$ —	$ —
Lease liabilities	12,432,515	27,372,097	4,889,426	6,643
Variable interest rate liabilities	131,060	150,595	—	—
Fixed interest rate liabilities	6,066,205	3,670,025	—	—
Short-term and low value lease commitment	1,760,997	3,475,058	814,162	—
Lease commitment for future service costs	3,352,634	7,129,543	1,572,791	—
	$ 46,701,200	$42,716,120	$ 7,276,379	$ 6,643

December 31, 2023

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years
Non-interest bearing	$ 20,761,945	$ 921,706	$ —	$ —
Lease liabilities	16,587,288	38,017,671	10,576,403	9,135
Variable interest rate liabilities	111,330	290,186	—	—
Fixed interest rate liabilities	5,611,234	5,935,974	—	—
Short-term and low value lease commitment	2,119,152	3,464,784	1,152,491	—
Lease commitment for future service costs	3,575,623	10,289,071	3,412,060	—
	$ 48,766,572	$ 58,919,392	$ 15,140,954	$ 9,135

September 30, 2023

	Less than 1 Year	1-5 Years	5-10 Years	10-15 Years
Non-interest bearing	$ 24,289,521	$ 922,502	$ —	$ —
Lease liabilities	18,335,978	44,906,843	12,487,520	9,965
Variable interest rate liabilities	94,474	343,002	—	—
Fixed interest rate liabilities	5,675,556	8,445,798	—	—
Short-term and low value lease commitment	2,183,079	3,884,406	1,380,650	—
Lease commitment for future service costs	4,057,569	12,382,330	3,987,053	—
	$ 54,636,177	$ 70,884,881	$ 17,855,223	$ 9,965

b) Derivative instruments

The Group did not have outstanding derivative instruments contracts as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

32. TRANSACTIONS WITH RELATED PARTIES

The Ministry of Transportation and Communications R.O.C. (MOTC), National Development Fund, and Taiwan International Ports Corporation, Ltd. held 31.16% of the ordinary shares of YMTC as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively. Over 50% of the members of YMTC's board of directors were appointed by the MOTC, National Development Fund, and Taiwan International Ports Corporation, Ltd. Therefore, the Group is a government - related entity, which is controlled by the central government. Transactions with other government - related entities were mainly bank deposits, borrowings and guarantees with government - related banks (see Notes 18 and 19) and concession rights of the Port of Kaohsiung, Taiwan International Ports Corporation Kaohsiung logistics center (see Note 16).

Balances and transactions between the Group and its subsidiaries, which are related party of the Group, have been eliminated on consolidation and are not disclosed in this note. Besides information disclosed elsewhere in other notes and Table A and B, details of transaction between the Group and other related parties are disclosed as follows:

a. Related party name and relationship

Related Party Name	Relationship with the Group
Yang Ming (U.A.E.) LLC	Associate
Yang Ming (Australia) Pty. Ltd.	Associate
West Basin Container Terminal LLC	Associate
Yang Ming Shipping (Egypt) S.A.E.	Associate
Kao Ming Container Terminal Corp.	Associate
Taiwan Navigation Co., Ltd.	Associate
Yunn Wang Investment Co., Ltd.	Associate
Taiwan Foundation International Pte. Ltd.	Associate
LogiTrans Technology Private Limited	Joint venture
YES LIBERAL Logistics Corp.	Joint venture
YES and HQL Logistics Group	Joint venture
Yes Easyway Logistics (Thailand) Co., Ltd.	Joint venture

(Continued)

Related Party Name	Relationship with the Group
Chunghwa Telecom Co., Ltd.	Government - related party
Taiwan International Ports Corporation, Ltd.	Government - related party
Taiwan Internation Ports Logistics Corporation	Government - related party
Chunghwa Post Co., Ltd.	Government - related party
Agricultural Bank of Taiwan	Government - related party
Taipei Exchange	Government - related party
First Commercial Bank	Government - related party
Mega International Commercial Bank Co., Ltd.	Government - related party
Chung Kuo Insurance Group, Limited	Government - related party
Mega Securities	Government - related party
Bank of Taiwan	Government - related party
Land Bank of Taiwan	Government - related party
Taiwan Cooperative Bank Co., Ltd.	Government - related party
Taiwan Cooperative Bills Finance Co., Ltd.	Government - related party
Taiwan Business Bank Co., Ltd.	Government - related party
Chang Hwa Bank Ltd.	Government - related party
Taiwan Power Group	Government - related party
Taiwan Water Corporation	Government - related party
China Steel Corporation	Government - related party
CPC Corporation, Taiwan	Government - related party
CSBC Corporation, Taiwan	Government - related party
Hua Nan Commercial Bank, Ltd.	Government - related party
Taiwan Stock Exchange Corporation	Government - related party
South China Insurance Co., Ltd.	Government – related party
Northern Region Branch, National Property Administration, MOF	Government – related party
National Taiwan Ocean University	Government – related party
Keelung Hospital,Ministry of Health and Welfare	Government – related party
Ministry of Interior	Government – related party
National Kaohsiung University of Science and Technology	Government – related party
National Museum of Marine Science & Technology	Government – related party
National Chengchi University	Government – related party
China Airlines Co., Ltd.	Government – related party
Ministry of Environment	Government – related party
Maritime Port Bureau	Government – related party
Taiwan Centers for Disease Control	Government – related party
Kaohsiung Customs, Customs Administration, Ministry of Finance	Government – related party
Keelung Customs, Customs Administration, Ministry of Finance	Government – related party
China Steel Aluminium Corporation	Government – related party
Bureau of Standards, Metrology and Inspection	Government – related party
China Steel Express Corporation	Government – related party
National Taiwan University	Government – related party
Leader Container Transportation Co., Ltd.	Investor that has significant influence over the subsidiaries

(Continued)

Related Party Name	Relationship with the Group
Marine Container Services India Private Limited	Investor that has significant influence over the subsidiaries
Unicorn Enterprises	Investor that has significant influence over the subsidiaries
Bay Container Terminal Private Limited	Investor that has significant influence over the subsidiaries
Marine Container Services (South) Private Limited	Investor that has significant influence over the subsidiaries
Omega Intermodal Container Services Private Limited	Investor that has significant influence over the subsidiaries
Sebang Co Ltd.	Investor that has significant influence over the subsidiaries
Arkas Lojistik A.S	Investor that has significant influence over the subsidiaries
Limar Liman ve Gemi İşletmeleri A.S	Investor that has significant influence over the subsidiaries
Arkas Denizcilik ve Nakliyat A.S.	Investor that has significant influence over the subsidiaries
Marport Liman İşletmeleri.	Investor that has significant influence over the subsidiaries
Hapag-Lloyd Denizaşırı Nakliyat A.S.	Investor that has significant influence over the subsidiaries
Schenker Arkas Nakliyat ve Tic. A.S.	Investor that has significant influence over the subsidiaries
Ekopons Madencilik San. ve Dış Tic. A.S.	Investor that has significant influence over the subsidiaries
Kairong Logistics Co., Ltd.	Investor that has significant influence over the subsidiaries
Naxco Group.	Investor that has significant influence over the subsidiaries
Finsea S.p.A.	Investor that has significant influence over the subsidiaries
Marinter Shipping Agency Srl.	Investor that has significant influence over the subsidiaries
Catalana del Mar, S.A..	Investor that has significant influence over the subsidiaries
Arkas Holding A.S.	Investor that has significant influence over the subsidiaries
Arkas Otomotiv Servis ve Ticaret A.S.	Investor that has significant influence over the subsidiaries
Arkpet Petrol Ticaret ve Nakliyat A.S.	Investor that has significant influence over the subsidiaries
SHIPEEDY LOJISTIK A.S.	Investor that has significant influence over the subsidiaries
Bimar Bilgi İşlem Hizmetleri A.S.	Investor that has significant influence over the subsidiaries
PT. Spil Investama Satu.	Investor that has significant influence over the subsidiaries
PT. Kece Nusantara.	Investor that has significant influence over the subsidiaries

(Continued)

Related Party Name	Relationship with the Group
M/s Premium Container Terminal LLP	Investor that has significant influence over the subsidiaries
Yang Ming Cultural Foundation	Other related party

(Concluded)

b. Operating transaction

Line Item	Related Party Category/ Name	For the Three Months Ended September 30		For the Nine Months Ended September 30	
		2024	2023	2024	2023
Operating revenue	Associates	$ 50,430	$ 57,086	$ 159,310	$ 163,047
	Joint ventures	566	651	1,224	1,496
	Government – related parties	418,644	593,117	1,381,488	1,558,533
		$ 469,640	$ 650,854	$ 1,542,022	$ 1,723,076
Operating cost	Associates	$ 827,187	$ 612,714	$ 2,383,956	$ 1,674,498
	Joint ventures	27,752	21,210	76,829	60,442
	Government – related parties	78,784	60,228	220,231	104,397
	Investors that have significant influence over the subsidiaries	70,843	73,389	212,930	209,494
		$ 1,004,566	$ 767,541	$ 2,893,946	$ 2,048,831
Operating expenses	Associates	$ —	$ —	$ —	$ 24
	Joint ventures	16,137	9,071	56,056	37,017
	Government – related parties	10,821	12,325	41,618	40,213
	Investors that have significant influence over the subsidiaries	17,054	542	46,226	893
	Other related parties	7,482	7,259	20,359	20,888
		$ 51,494	$ 29,197	$ 164,259	$ 99,035

The Group's transactions with related parties were conducted under contract terms.

c. Bank deposits

Bank deposits on reporting period (including time deposits with original maturities for more than 3 months and restricted bank balance under financial assets at amortized cost and financial assets for hedging) were as follows:

Related Party Category/ Name	September 30, 2024	December 31, 2023	September 30, 2023
Government – related parties			
Land Bank of Taiwan	$ 15,444,207	$ 14,203,161	$ 25,416,214
Taiwan Cooperative Bank Co., Ltd.	41,153,523	34,677,189	41,895,005
Others	29,436,619	19,413,315	20,741,931
	$ 86,034,349	$ 68,293,665	$ 88,053,150

d. Contract assets

Line Item	Related Party Category/Name	September 30, 2024	December 31, 2023	September 30, 2023
Contract assets	Associates	$ 104,137	$ 129,443	$ 128,616

For the nine months ended September 30, 2024 and 2023, no impairment losses were recognized for contract assets from related parties.

e. Receivables and payables from related parties

Line Item	Related Party Category/Name	September 30, 2024	December 31, 2023	September 30, 2023
Trade receivables	Associates	$ 192,984	$ 151,810	$ 232,774
	Joint ventures	590	640	528
	Government – related parties	16,097	39,860	31,781
	Investors that have significant influence over the subsidiaries	1,403	21,858	—
		$ 211,074	$ 214,168	$ 265,083
Other receivables (included in other current assets)	Associates	$ —	$ 17,420	$ 18,305
	Joint ventures	2,905	—	—
	Government – related parties			
	Taiwan Cooperative Bank Co., Ltd.	74,244	85,885	105,317
	Others	41,752	92,896	128,388
		115,996	178,781	233,705
	Other related parties	69	4,398	—
		$ 118,970	$ 200,599	$ 252,010
Long-term receivables-related parties (included in other non-current assets)	Joint ventures			
	Yes Easyway Logistics (Thailand) Co., Ltd.	$ —	$ 940	$ —
Notes payable	Associates	$ —	$ 292	$ —
Trade payables	Associates	$ 483,131	$ 553,455	$ 399,886
	Joint ventures	13,456	13,448	14,473
	Government – related parties	17,012	12,823	—

Line Item	Related Party Category/Name	September 30, 2024	December 31, 2023	September 30, 2023
	Investors that have significant influence over the subsidiaries	91,701	97,086	75,497
		$ 605,300	$ 676,812	$ 489,856
Other payables	Associates	$ —	$ 2,314	$ 3,409
	Joint ventures	3,656	—	—
	Government – related parties	40,071	27,755	54,136
	Investors that have significant influence over the subsidiaries	2,162	1,007	—
	Other related parties	—	607	—
		$ 45,889	$ 31,683	$ 57,545

For the nine months ended September 30, 2024 and 2023, no impairment losses were recognized for trade receivables and other receivables from related parties.

f. Prepayments

Line Item	Related Party Category/Name	September 30, 2024	December 31, 2023	September 30, 2023
Prepayments to shipping agents	Associates			
	Yang Ming Shipping (Egypt) S.A.E.	$ —	$ 96,827	$ 108,505
Prepayments	Associates	$ 2,429	$ —	$ 822
	Joint ventures	3,522	—	—
	Government – related parties	46	170	—
		$ 5,997	$ 170	$ 822
Prepayments for equipment	Government – related parties	$ 213	$ 253	$ 253

g. Disposals of property, plant and equipment

		Amounts on disposals			
		For the Three Months Ended September 30		For the Nine Months Ended September 30	
Line Item	Related Party Category/Name	2024	2023	2024	2023
Disposals of property, plant and equipment	Associates	$ —	$ —	$ —	$ 19

Line Item	Related Party Category/Name	Gain (Loss) on disposals			
		For the Three Months Ended September 30		For the Nine Months Ended September 30	
		2024	2023	2024	2023
Disposals of property, plant and equipment	Associates	$ —	$ —	$ —	$ 19

h. Lease arrangements

Related Party Category/Name	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Acquisition of right-of-use assets				
Government – related parties	$ —	$ —	$ 1,230	$ 44,645
Investors that have significant influence over the subsidiaries	1,686	64	16,264	6,390
	$ 1,686	$ 64	$ 17,494	$ 51,035

Line Item	Related Party Category/Name	September 30, 2024	December 31, 2023	September 30, 2023
Lease liabilities	Associates	$ —	$ 952	$ 952
	Government – related parties	503,595	655,321	705,840
	Investors that have significant influence over the subsidiaries	26,092	26,566	7,637
		$ 529,687	$ 682,839	$ 714,429

Line Item	Related Party Category/Name	For the Three Months Ended September 30		For the Nine Months Ended September 30	
		2024	2023	2024	2023
Interest expense	Associates	$ —	$ —	$ —	$ 14
	Government – related parties	2,082	2,846	6,823	8,758
	Investors that have significant influence over the subsidiaries	346	167	978	420
		$ 2,428	$ 3,013	$ 7,801	$ 9,192

The Group's lease agreements with related parties were conducted under contract terms.

i. Bonds payable

Related Party Category/Name	September 30, 2024	December 31, 2023	September 30, 2023
Government – related parties			
Taiwan Cooperative Bank Co., Ltd.	$ 1,100,000	$ 1,100,000	$ 1,800,000
Hua Nan Commercial Bank , Ltd.	950,000	950,000	1,200,000
Others	650,000	650,000	900,000
	$ 2,700,000	$ 2,700,000	$ 3,900,000

Note: Original investment amount of domestic bonds.

j. Loans from related parties

Line Item	Related Party Category/Name	September 30, 2024	December 31, 2023	September 30, 2023
Short-term borrowings	Government – related parties			
	Mega International Commercial Bank Co., Ltd.	$ 200,000	$ 200,000	$ 150,000
	Taiwan Cooperative Bank Co., Ltd.	—	200,000	200,000
	Others	—	150,000	210,000
		$ 200,000	$ 550,000	$ 560,000
Short-term bills payable	Government – related parties			
	Mega Bills Finance Co., Ltd.	$ 498,883	$ 498,995	$ 498,647
Long-term borrowings				
Secured borrowings	Government – related parties			
	Chang Hwa Bank Ltd.	$ —	$ 92,200	$ 111,000
Unsecured borrowings	Government – related parties			
	Hua Nan Commercial Bank , Ltd.	$ 120,000	$ 120,000	$ 120,000
	Chang Hwa Bank Ltd.	155,556	—	—
		$ 275,556	$ 120,000	$ 120,000

k. Others

Line Item	Related Party Category/Name	For the Three Months Ended September 30 2024	For the Three Months Ended September 30 2023	For the Nine Months Ended September 30 2024	For the Nine Months Ended September 30 2023
Rental income	Associates	$ 34	$ 34	$ 103	$ 103
	Government – related parties	—	—	5,765	1,922
	Other related parties	476	476	1,904	1,904
		$ 510	$ 510	$ 7,772	$ 3,929
Interest income	Joint ventures	$ 13	$ —	$ 39	$ —
	Government – related parties				
	Taiwan Cooperative Bank Co., Ltd.	507,874	541,157	1,414,273	1,262,308
	Bank of Taiwan	—	—	—	—
	Land Bank of Taiwan Co. Ltd.	83,084	320,413	262,592	1,432,103
	Others	307,768	343,623	1,018,821	1,203,568
		898,726	1,205,193	2,695,686	3,897,979
		$ 898,739	$ 1,205,193	$ 2,695,725	$ 3,897,979
Finance cost	Government – related parties	$ 29,223	$ 42,108	$ 89,491	$ 125,895
Reimbursement Income	Associates	$ —	$ —	$ —	$ 446
Other gains & losses	Associates	$ 9,718	$ 14,483	$ 38,035	$ 40,754
	Joint ventures	1,002	993	2,993	2,934
	Government – related parties	450	(1,303)	(936)	(4,225)
	Investors that have significant influence over the subsidiaries	106	—	311	—
		$ 11,276	$ 14,173	$ 40,403	$ 39,463

The Group's transactions with related parties were conducted under contract terms.

l. Remuneration of key management personnel

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2024	2023	2024	2023
Short-term employee benefits	$ 22,935	$ 16,752	$ 79,295	$ 52,226
Post-employment benefits	2,041	872	4,920	2,616
	$ 24,976	$ 17,624	$ 84,215	$ 54,842

The remuneration of directors and key executives was determined by the remuneration committee based on the performance of individuals and market trends.

33. ASSETS PLEDGED AS COLLATERAL OR FOR SECURITY

The following assets were provided as collaterals for syndicated bank loans, long-term bank loans and credit lines:

	September 30, 2024	December 31, 2023	September 30, 2023
Restricted bank balance (included in financial assets at amortized cost)	$ 146,890	$ 121,406	$ 120,727
Property, plant and equipment, net	—	597,618	653,643
	$ 146,890	$ 719,024	$ 774,370

34. COMMITMENTS AND CONTINGENT LIABILITY

In addition to those mentioned in Table B and Note 16, commitments and contingent liabilities on reporting periods were as follows:

a. The Group's shipping and port business were secured by the letter of guarantee issued by a bank for $517,391 thousand, $456,977 thousand and $449,723 thousand as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

b. The Group signed container building contracts with other companies. As of September 30, 2024, December 31, 2023 and September 30, 2023, unpaid amounts for these contracts were US$82,938 thousand, US$28,592 thousand and US$552 thousand, respectively.

c. The Group signed shipbuilding contracts with other companies. As of September 30, 2024, December 31, 2023 and September 30, 2023, prepayments for equipment for these contracts amounted were US$374,900 thousand, US$374,900 thousand and US$187,450 thousand. Unpaid amounts for these contracts were US$562,350 thousand, US$562,350 thousand and US$749,800 thousand as of September 30, 2024, December 31, 2023 and September 30, 2023, respectively.

35. SIGNIFICANT ASSETS AND LIABILITIES DENOMINATED IN FOREIGN CURRENCIES

The entities in the Group's significant financial assets and liabilities denominated in foreign currencies aggregated by the foreign currencies other than functional currencies of the Group and the

related exchange rates between foreign currencies and respective functional currencies were as follows:

	September 30, 2024			
	Foreign Currencies (In Thousands)	Exchange Rate		Carrying Amount
Financial assets				
Monetary items				
USD	$ 1,744,058	31.6500	(USD : NTD)	$ 55,199,451
GBP	2,134	1.3406	(GBP : USD)	90,560
CNY	103,553	4.5111	(CNY : NTD)	467,138
USD	16,629	34.1823	(USD : TRY)	526,317
EUR	365,610	35.4148	(EUR : NTD)	12,947,988
GBP	96,838	42.4316	(GBP : NTD)	4,108,999
HKD	82,774	4.0756	(HKD : NTD)	337,356
JPY	9,164,776	0.2222	(JPY : NTD)	2,036,688
USD	29,919	7.0161	(USD : CNY)	946,937
CAD	60	23.4141	(CAD : NTD)	1,413
AUD	90,897	21.9129	(AUD : NTD)	1,991,815
Non-monetary items				
Investments accounted for using the equity method				
USD	56,656	31.6500	(USD : NTD)	1,793,178
AUD	1,293	21.9129	(AUD : NTD)	28,332
AED	3,210	8.6169	(AED : NTD)	27,662
INR	68,057	0.3777	(INR : NTD)	25,705
CNY	79,589	4.5111	(CNY : NTD)	359,035
IDR	3,972,381	0.0021	(IDR : NTD)	8,342
VND	7,310,769	0.0013	(VND : NTD)	9,504
EGP	56,173	0.6548	(EGP : NTD)	36,782
MYR	177	7.6741	(MYR : NTD)	1,356
Financial liabilities				
Monetary items				
USD	1,606,327	31.6500	(USD : NTD)	50,840,261
GBP	732	1.3406	(GBP : USD)	31,055
CNY	19,085	4.5111	(CNY : NTD)	86,094
EUR	4,946	35.4148	(EUR : NTD)	175,164
USD	6,384	34.1823	(USD : TRY)	202,046
JPY	275,740	0.2222	(JPY : NTD)	61,278
GBP	1,369	42.4316	(GBP : NTD)	58,082
USD	21,983	7.0161	(USD : CNY)	695,748
HKD	23,512	4.0756	(HKD : NTD)	95,825
CAD	340	23.4141	(CAD : NTD)	7,961
AUD	2,062	21.9129	(AUD : NTD)	45,187

	December 31, 2023			
	Foreign Currencies (In Thousands)	Exchange Rate		Carrying Amount
Financial assets				
Monetary items				
USD	$ 1,787,831	30.7100	(USD : NTD)	$ 54,904,275
GBP	1	1.2752	(GBP : USD)	24
CNY	67,867	4.3306	(CNY : NTD)	293,907
USD	10,325	29.5495	(USD : TRY)	317,088
EUR	319,098	34.0144	(EUR : NTD)	10,853,911
GBP	72,745	39.1629	(GBP : NTD)	2,848,918
HKD	329,729	3.9313	(HKD : NTD)	1,296,274
JPY	8,999,010	0.2171	(JPY : NTD)	1,954,038
USD	19,351	7.0914	(USD : CNY)	594,281
CAD	2,798	23.1957	(CAD : NTD)	64,901
AUD	84,647	20.9765	(AUD : NTD)	1,775,604
Non-monetary items				
Investments accounted for using the equity method				
USD	53,131	30.7100	(USD : NTD)	1,631,663
AUD	2,613	20.9765	(AUD : NTD)	54,806
AED	7,201	8.3618	(AED : NTD)	60,210
INR	36,615	0.3693	(INR : NTD)	13,522
CNY	81,648	4.3306	(CNY : NTD)	353,583
IDR	3,453,500	0.0020	(IDR : NTD)	6,907
VND	10,126,154	0.0013	(VND : NTD)	13,164
EGP	71,395	0.9931	(EGP : NTD)	70,902
MYR	452	6.7089	(MYR : NTD)	3,032
THB	287	0.8984	(THB : NTD)	258
Financial liabilities				
Monetary items				
USD	2,365,900	30.7100	(USD : NTD)	72,656,785
CNY	55,693	4.3306	(CNY : NTD)	241,184
EUR	16,045	34.0144	(EUR : NTD)	545,769
USD	1,592	29.5495	(USD : TRY)	48,901
JPY	2,013,682	0.2171	(JPY : NTD)	437,249
GBP	894	39.1629	(GBP : NTD)	35,009
USD	9,794	7.0914	(USD : CNY)	300,779
HKD	29	3.9313	(HKD : NTD)	115
CAD	3,275	23.1957	(CAD : NTD)	75,976
AUD	1,627	20.9765	(AUD : NTD)	34,119

	September 30, 2023			
	Foreign Currencies (In Thousands)	Exchange Rate		Carrying Amount
Financial assets				
Monetary items				
USD	$ 3,274,371	32.2700	(USD : NTD)	$ 105,663,956
GBP	1	1.2232	(GBP : USD)	24
CNY	93,110	4.4218	(CNY : NTD)	411,710
USD	15,679	27.4232	(USD : TRY)	505,947
EUR	316,309	34.2175	(EUR : NTD)	10,823,284
GBP	68,918	39.4727	(GBP : NTD)	2,720,366
HKD	107,270	4.1218	(HKD : NTD)	442,149
JPY	9,250,537	0.2167	(JPY : NTD)	2,004,330
USD	19,112	7.2980	(USD : CNY)	616,751
CAD	483	23.9988	(CAD : NTD)	11,596
AUD	82,725	20.9190	(AUD : NTD)	1,730,534
Non-monetary items				
Investments accounted for using the equity method				
USD	51,169	32.2700	(USD : NTD)	1,651,223
AUD	2,431	20.9190	(AUD : NTD)	50,851
AED	5,054	8.7859	(AED : NTD)	44,407
INR	44,546	0.3885	(INR : NTD)	17,306
CNY	84,665	4.4218	(CNY : NTD)	374,372
IDR	3,170,952	0.0021	(IDR : NTD)	6,659
VND	10,726,923	0.0013	(VND : NTD)	13,945
EGP	56,652	1.0444	(EGP : NTD)	59,167
MYR	580	6.8828	(MYR : NTD)	3,992
THB	834	0.8845	(THB : NTD)	738
Financial liabilities				
Monetary items				
USD	2,359,299	32.2700	(USD : NTD)	76,134,584
CNY	48,687	4.4218	(CNY : NTD)	215,281
EUR	17,257	34.2175	(EUR : NTD)	590,492
USD	3,234	27.4232	(USD : TRY)	104,349
JPY	1,549,327	0.2167	(JPY : NTD)	335,695
GBP	1,393	39.4727	(GBP : NTD)	55,005
USD	9,566	7.2980	(USD : CNY)	308,692
HKD	77	4.1218	(HKD : NTD)	318
CAD	6,068	23.9988	(CAD : NTD)	145,614
AUD	1,282	20.9190	(AUD : NTD)	26,818

For the three months ended September 30, 2024 and 2023 and for the nine months ended September 30, 2024 and 2023, realized and unrealized net foreign exchange gains (losses) were $553,409 thousand, $2,116,830 thousand, $2,478,504 thousand and $3,957,502 thousand, respectively. It is impractical to disclose net foreign exchange gains (losses) by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of the entities in the Group.

36. SEPARATELY DISCLOSED ITEMS

a. Information on significant transactions

1) Financing provided to others: See Table A attached;

2) Endorsement/guarantee provided: See Table B attached;

3) Marketable securities held: See Table C attached;

4) Marketable securities acquired or disposed of at costs or prices of at least NT$300 million or 20% of the paid-in capital: See Table D attached;

5) Acquisition of individual real estate at costs of at least NT$300 million or 20% of the paid-in capital: None;

6) Disposal of individual real estate at prices of at least NT$300 million or 20% of the paid-in capital: None;

7) Total purchases from or sales to related parties amounting to at least NT$100 million or 20% of the paid-in capital: None;

8) Receivable from related parties amounting to at least NT$100 million or 20% of the paid-in capital: See Table E attached;

9) Trading in derivative instruments: None;

10) Intercompany relationships and significant intercompany transactions: See Table F attached;

b. Information on investees: See Table G attached;

c. Information on investments in mainland China

1) Information on any investee company in mainland China, showing the name, principal business activities, paid-in capital, method of investment, inward and outward remittance of funds, ownership percentage, net income of investees, investment income or loss, carrying amount of the investment at the end of the period, repatriations of investment income, and limit on the amount of investment in the mainland China area: See Table H attached;

2) Any of the following significant transactions with investee companies in mainland China, either directly or indirectly through a third party, and their prices, payment terms, and unrealized gains or losses: See Table F attached;

a) The amount and percentage of purchases and the balance and percentage of the related payables at the end of the period.

b) The amount and percentage of sales and the balance and percentage of the related receivables at the end of the period.

c) The amount of property transactions and the amount of the resultant gains or losses.

d) The balance of negotiable instrument endorsements or guarantees or pledges of collateral at the end of the period and the purposes.

e) The highest balance, the end of period balance, the interest rate range, and total current period interest with respect to financing of funds.

f) Other transactions that have a material effect on the profit or loss for the period or on the financial position, such as the rendering or receiving of services.

d. Information of major shareholders: List all shareholders with ownership of 5% or greater showing the name of the shareholder, the number of shares owned, and percentage of ownership of each shareholder: See Table I attached.

37. SEGMENT INFORMATION

The Group considered the following factors and has decided to aggregate the operating segments into a single operating segment for the preparation of these consolidated financial statements:

a. The segments have similar long-term gross profit;
b. The methods used to provide the segments' services are similar; and
c. The type or class of customers is similar among the segments.

a. Segment revenue and results

The following was an analysis of the Group's revenue and results from continuing operations by reportable segment.

	For the Nine Months Ended September 30, 2024				
	Containership Segment	Bulk Shipping Segment	Other Segments	Adjustment and Eliminations	Combined
Operating revenue					
Sales to customers	$ 159,220,335	$ 2,790,310	$ 7,218,392	$ —	$ 169,229,037
Intercompany sales	3,494,836	—	1,164,600	(4,659,436)	—
Total revenue	$ 162,715,171	$ 2,790,310	$ 8,382,992	$ (4,659,436)	$ 169,229,037
Segment operating income (loss)	$ 53,984,746	$ 243,228	$ 154,180	$ 63,064	$ 54,445,218
Administration cost					(756,823)
Other operating income and expenses					641,268
Interest income					8,385,494
Other income					87,371
Other gains and losses					2,460,562
Net Gain on disposal of financial assets at amortized cost					312
Financial costs					(1,405,616)
Share of profit of associates and joint ventures					483,575
Profit before income tax					$ 64,341,361

	For the Nine Months Ended September 30, 2023				
	Containership Segment	Bulk Shipping Segment	Other Segments	Adjustment and Eliminations	Combined
Operating revenue					
Sales to customers	$ 100,525,288	$ 3,048,060	$ 4,327,576	$ —	$ 107,900,924
Intercompany sales	1,518,799	—	1,099,743	(2,618,542)	—
Total revenue	$ 102,044,087	$ 3,048,060	$ 5,427,319	$ (2,618,542)	$ 107,900,924
Segment operating income (loss)	$ 1,626,847	$ 146,099	$ 155,178	$ 53,708	$ 1,981,832
Administration cost					(477,130)
Other operating income and expenses					180,331
Interest income					9,206,241
Other income					71,328
Other gains and losses					4,078,844
Financial costs					(1,926,862)
Share of profit of associates and joint ventures					551,728
Profit before income tax					$ 13,666,312

Segment profit represented the profit before tax earned by each segment without allocation of central administration costs and directors' salaries, other operating income and expenses, interest income, other income, other gains and losses, net Gain on disposal of financial assets at amortized cost financial costs, share of profit or loss of associates and joint ventures and income tax expense. This was the measure reported to the chief operating decision maker for the purpose of resource allocation and assessment of segment performance.

b. Segment assets and liabilities

Reportable segments do not regularly report the measure of total assets and liabilities to the chief operating decision maker and therefore was not disclosed.

YANG MING MARINE TRANSPORT CORPORATION AND SUBSIDIARIES

FINANCING PROVIDED TO OTHERS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

TABLE A

Unit : In Thousands of New Taiwan Dollars, Unless Stated Otherwise

No.	Lender	Borrower	Financial Statement Account	Related Parties	Highest Balance for the Period (Note C)	Ending Balance (Note C)	Actual Borrowing Amounts (Note C)	Interest Rate	Nature of Financing (Note A)	Business Transaction Amounts	Reasons for Short-term Financing	Allowance for Impairment Loss	Collateral		Financing Limit for Each Borrower (Note B)	Aggregate Financing Limits (Note B)
													Item	Value		
0	Yang Ming Marine Transport Corporation	All Oceans Transportation Inc.	Other receivables	Y	$ 1,995,506	$ 1,750,136	$ 1,750,136	1.3000%~ 6.6500%	1	$ 2,705,113	–	$ —	–	$ —	$ 8,511,473	$ 162,047,582
		Kuang Ming Shipping Corp.	Other receivables	Y	1,500,000	1,500,000	1,500,000	1.9800%	2	—	Repay bank loan	—	–	—	16,204,921	32,409,842
1	Yang Ming Line (Singapore) Pte Ltd	All Oceans Transportation Inc.	Other receivables	Y	318,716 (USD 10,070 thousand)	318,716 (USD 10,070 thousand)	318,716 (USD 10,070 thousand)	6.7400%	2	—	Obtain working capital	—	–	—	34,563,531	34,563,531
		Yang Ming Line (Thailand) Co., Ltd.	Other receivables	Y	4,915 (THB 5,000 thousand)	3,932 (THB 4,000 thousand)	3,932 (THB 4,000 thousand)	3.8120%	2	—	Obtain working capital	—	–	—	6,912,706	20,738,118
		Yang Ming Line (Hong Kong) Ltd.	Other receivables	Y	63,300 (USD 2,000 thousand)	63,300 (USD 2,000 thousand)	63,300 (USD 2,000 thousand)	1.5000%	2	—	Obtain working capital	—	–	—	34,563,531	34,563,531
2	YES Logistics Corp.	Yes Logistics Europe GmbH	Other receivables	Y	34,790 (EUR 982 thousand)	34,790 (EUR 982 thousand)	34,790 (EUR 982 thousand)	1.1100%~ 4.6400%	1	29,729	–	—	–	—	69,527	896,876
		Yes Logistics Europe GmbH	Other receivables	Y	69,059 (EUR 1,950 thousand)	34,529 (EUR 975 thousand)	34,529 (EUR 975 thousand)	4.6400%	2	—	Obtain working capital	—	–	—	89,688	179,375
		Yes Logistics (Shanghai) Corp.	Other receivables	Y	113,860 (USD 2,500 thousand and CNY 7,700 thousand)	113,860 (USD 2,500 thousand and CNY 7,700 thousand)	113,860 (USD 2,500 thousand and CNY 7 ,700 thousand)	3.8500%~ 4.7400%	1	74,824	–	—	–	—	269,063	896,876
		YES MLC GmbH	Other receivables	Y	56,664 (EUR 1,600 thousand)	28,332 (EUR 800 thousand)	28,332 (EUR 800 thousand)	4.6400%	2	—	Obtain working capital	—	–	—	89,688	179,375
		Yes Easyway Logistics (Thailand) Co., Ltd.	Other receivables	Y	968 (USD 31 thousand)	—	—	—	2	—	Obtain working capital	—	–	—	89,688	179,375
3	YES Logistics Corporation (USA)	Yes Easyway Logistics (Thailand) Co., Ltd.	Other receivables	Y	2,905 (USD 92 thousand)	2,905 (USD 92 thousand)	2,905 (USD 92 thousand)	4.2200%	2	—	Obtain working capital	—	–	—	51,627	103,253
		YES MLC GmbH	Other receivables	Y	8,704 (EUR 275 thousand)	8,704 (USD 275 thousand)	8,704 (USD 275 thousand)	4.7700%~ 5.1900%	2	—	Obtain working capital	—	–	—	51,627	103,253
		PT. YES Logistics Indonesia	Other receivables	Y	1,937 (EUR 61thousand)	1,937 (EUR 61thousand)	1,937 (EUR 61thousand)	4.7400%	2	—	Obtain working capital	—	–	—	51,627	103,253

Notes:

A. Nature of financing:
1. The Company has transactions with the borrower.
2. The borrower needs short-term financing.

B. 1. Yang Ming Marine Transport Corporation: The maximum financing amount is 60% of the net assets of the Company. For borrowers with transactions with the Company, maximum financing is 50% of the net assets of the Company. For the borrower with transactions with the Company, maximum financing is the lower of 15% of the net assets of the Company or the total amount of transactions between the Company and the borrower in the last two years. For a borrower that is a subsidiary of the Company, maximum financing is the lower of 40% of the latest net assets audited or reviewed by CPA of the Company or the total amount of transactions between the Company and the subsidiary in the last five years. For borrowers with short-term financing need, the maximum is 10% of the net assets of the Company. For the borrower needing short-term financing, maximum financing is 5% of the net assets of the Company.

2. Yang Ming Line (Singapore) Pte. Ltd.: The maximum financing amount is 50% of the net assets of the lender. For borrowers with transactions with the lender, maximum financing is 50% of the net assets of the lender. For the borrower with transactions with the lender, maximum financing is the lower of 25% of the net assets of the lender or the total amount of transactions between the lender and the borrower in the last two years. For borrowers with short-term financing need, the maximum is 30% of the net assets of the lender. For the borrower needing short-term financing, maximum financing is 10% of the net assets of the lender. For the borrower needing short-term financing with direct or indirect holding of 100% voting right on corporation not established in the ROC, maximum financing is 50% of the net total assets.

3. Yes Logistics Corp.: The maximum financing amount is the 60% of the net assets of the lender. For borrowers with transactions with the lender, maximum financing is 50% of the net assets of the lender. For the borrower with transactions with the lender, maximum financing is the lower of 15% of the net assets of the lender or the total amount of transactions between the lender and the borrower in the last two years. For borrowers with short-term financing need, the maximum is 10% of the net assets of the lender. For the borrower needing short-term financing, maximum financing is 5% of the net assets of the lender.

4. Yes Logistics Corporation(USA): The maximum financing amount is the 60% of the net assets of the lender. For borrowers with transactions with the lender, maximum financing is 20% of the net assets of the lender. For the borrower with transactions with the lender, maximum financing is the lower of 10% of the net assets of the lender or the total amount of transactions between the lender and the borrower in the last two years. For borrowers with short-term financing need, the maximum is 40% of the net assets of the lender. For the borrower needing short-term financing, maximum financing is 20% of the net assets of the lender.

C. United States dollars, Thai Baht, Euros and Chinese Yuan translated into New Taiwan dollars at the exchange rates of US$1=NT$31.6500, THB1= NT$0.9831, EUR1= NT$35.4148 and CNY1= NT$4.5111 as of September 30, 2024.

D. Except for Yamgming-UK, YM-Singapore, and YML-Singapore, others were based on the investees' financial statements which have not been reviewed.

YANG MING MARINE TRANSPORT CORPORATION AND SUBSIDIARIES

ENDORSEMENT/GUARANTEE PROVIDED

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

TABLE B

Unit : In Thousands of New Taiwan Dollars, Unless Stated Otherwise

No.	Endorser/Guarantor	Endorser/Guarantee		Limits on Endorsement/ Guarantee Given on Behalf of Each Party (Note A)	Maximum Amount Endorsed/ Guaranteed During the Period (Note B)	Outstanding Endorsement/Guarantee at the End of the Period (Note B)	Actual Borrowing Amount (Note B)	Amount Endorsed/ Guaranteed by Collaterals	Ratio of Accumulated Endorsement/ Guarantee to Net Equity in Latest Financial Statements (%)	Aggregate Endorsement/ Guarantee Limit (Note A)	Endorsement /Guarantee Given by Parent on Behalf of Subsidiaries	Endorsement /Guarantee Given by Subsidiaries on Behalf of Parent	Endorsement /Guarantee Given on Behalf of Companies in Mainland China
		Name	Relationship										
0	Yang Ming Marine Transport Corporation	Yang Ming (America) Corp.	Subsidiary	$ 518,552,262	$ 94,950 (USD 3,000 thousand)	$ 94,950 (USD 3,000 thousand)	$ —	$ —	0.03%	$ 972,285,491	Y	N	N
		Kuang Ming Shipping Corp.	Subsidiary	518,552,262	370,000	—	—	—	—	972,285,491	Y	N	N

Notes:

A. 1. Represents 300% of the latest net assets audited or reviewed by CPA of Yang Ming Marine Transport Corporation (the "Corporation"). Represents 160% of the amount as aforementioned.
2. Represents 400% of the latest net assets audited or reviewed by CPA of the Company and subsidiaries. Represents 180% of the amount as aforementioned.

B. United States dollars translated into New Taiwan dollars at the exchange rates of US$1=$31.6500 as of September 30, 2024.

C. Except for Yamgming-UK, YM-Singapore and YML-Singapore, others were based on the investees' financial statements which have not been reviewed.

YANG MING MARINE TRANSPORT CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES HELD

SEPTEMBER 30, 2024

TABLE C

Unit : In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024				Note
				Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
Yang Ming Marine Transport Corporation	Domestic unlisted shares							
	Taipei Port Container Terminal Co., Ltd.	—	Financial assets at FVTOCI - non-current	51,000,000	$ 505,455	9.81	$ 505,455	
	United Stevedoring Corp.	—	Financial assets at FVTOCI - non-current	500,000	4,804	10.00	4,804	
	Pro-Ascentek Investment Corporation	—	Financial assets at FVTOCI - non-current	2,000,000	14,121	1.67	14,121	
	Domestic listed shares							
	Fubon Financial Holding Co., Ltd. Preferred Shares C	—	Financial assets at FVTPL - current	1,165,000	60,930	0.01	60,930	
	Taishin Financial Holding Co.,Ltd. Class Z	—	Financial assets at FVTPL - non-current	16,000,000	257,600	0.11	257,600	
	Chunghwa Telecom Co., Ltd.	Government – related party	Financial assets at FVTPL - current	40,000	5,020	—	5,020	
	MEGA FHC	Government – related party	Financial assets at FVTPL - current	2,575,000	101,197	0.02	101,197	
	Mutual funds							
	Yuanta Taiwan High Dividend LowVolatility ETF.	—	Financial assets at FVTPL - current	80,000	4,592	—	4,592	
	Taishin 1699 Money Market Fund	—	Financial assets at FVTPL - current	78,465,905	1,105,804	—	1,105,804	
	FSITC Taiwan Money Market Fund	—	Financial assets at FVTPL - current	31,477,821	500,699	—	500,699	
	Taishin Ta Chong Money Market Fund	—	Financial assets at FVTPL - current	20,355,405	300,503	—	300,503	
	UPAMC JAMES BOND MONEY MARKET Fund	—	Financial assets at FVTPL - current	23,125,890	400,705	—	400,705	
	Domestic limited partnership							
	Taiwania Capital Buffalo Fund V, LP.	—	Financial assets at FVTPL - non-current	—	26,968	3.19	26,968	
	Corporate bonds							
	Domestic privately placed unsecured bonds – Kuang Ming Shipping Corp.	Subsidiary	Financial assets at amortized cost - non-current	—	600,000	—	600,000	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024				Note
				Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Alphabet Inc.	—	Financial assets at amortized cost - current	—	$ 61,139	—	$ 61,369	
	Apple Inc.	—	Financial assets at amortized cost - non-current	—	150,543	—	151,735	
	ARAMCO	—	Financial assets at amortized cost - non-current	—	54,302	—	55,553	
	BANK OF AMERICA CORP.	—	Financial assets at amortized cost - non-current	—	189,677	—	190,056	
	Citigroup Global Markets Holdings	—	Financial assets at amortized cost - current	—	316,395	—	311,455	
	Citigroup Global Markets Holdings	—	Financial assets at amortized cost - non-current	—	474,593	—	477,475	
	Commonwealth Bank of Australia	—	Financial assets at amortized cost - non-current	—	59,812	—	61,303	
	FOXCONN (FAR EAST) LTD.	—	Financial assets at amortized cost - non-current	—	214,748	—	215,115	
	Intel Corporation	—	Financial assets at amortized cost - non-current	—	152,583	—	155,156	
	International Business Machines Corporation	—	Financial assets at amortized cost - non-current	—	93,228	—	95,346	
	JPMORGAN CHASE & CO.	—	Financial assets at amortized cost - non-current	—	125,761	—	125,984	
	Mitsubishi UFJ Financial Group, Inc.	—	Financial assets at amortized cost - non-current	—	88,429	—	90,408	
	MIZUHO FINANCIAL GROUP	—	Financial assets at amortized cost - non-current	—	147,710	—	151,825	
	QNB FINANCE LTD.	—	Financial assets at amortized cost - non-current	—	61,585	—	60,957	
	The Walt Disney Company	—	Financial assets at amortized cost - non-current	—	92,202	—	94,715	
	TSMC GLOBAL LTD.	-	Financial assets at amortized cost - non-current	—	368,118	—	370,084	
YES Logistics Corp.	Domestic unlisted shares							
	United Raw Material Solutions Inc./URMS	—	Financial assets at FVTOCI - non-current	319,751	1,602	2.76	1,602	
Yang Ming Line (Singapore) Pte Ltd	Corporate bonds							
	Amazon.com, Inc.	—	Financial assets at amortized cost - non-current	—	218,782	—	227,424	
	Apple Inc.	—	Financial assets at amortized cost - non-current	—	160,608	—	168,717	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024				Note
				Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	BANK OF AMERICA CORP.	—	Financial assets at amortized cost - non-current	—	$ 909,081	—	$ 938,536	
	BMW US Capital LLC	—	Financial assets at amortized cost - non-current	—	301,464	—	305,866	
	Citigroup Global Markets Holdings	—	Financial assets at amortized cost - non-current	—	59,688	—	61,982	
	Costco Wholesale	—	Financial assets at amortized cost - non-current	—	186,865	—	195,870	
	DaimlerChrysler North America Holding Corporation	—	Financial assets at amortized cost - non-current	—	366,925	—	373,981	
	FOXCONN (FAR EAST) LTD.	—	Financial assets at amortized cost - non-current	—	300,986	—	310,068	
	Intercontinental Exchange Inc.	—	Financial assets at amortized cost - non-current	—	457,438	—	474,716	
	International Business Machines Corporation	—	Financial assets at amortized cost - non-current	—	180,841	—	184,655	
	Johnson & Johnson	—	Financial assets at amortized cost - non-current	—	218,132	—	227,068	
	JPMORGAN CHASE & CO.	—	Financial assets at amortized cost - non-current	—	933,160	—	971,225	
	Kimberly-Clark Corp.	—	Financial assets at amortized cost - non-current	—	230,551	—	241,659	
	Microsoft Corporation	—	Financial assets at amortized cost - non-current	—	114,914	—	118,184	
	Mitsubishi UFJ Financial Group, Inc.	—	Financial assets at amortized cost - non-current	—	371,048	—	385,672	
	MIZUHO FINANCIAL GROUP	—	Financial assets at amortized cost - non-current	—	723,218	—	749,632	
	NESTLE CAPITAL CORP.	—	Financial assets at amortized cost - non-current	—	251,898	—	259,709	
	Nestle Holdings, Inc.	—	Financial assets at amortized cost - non-current	—	191,499	—	198,584	
	NVIDIA Corporation	—	Financial assets at amortized cost - non-current	—	28,619	—	29,962	
	PepsiCo, Inc.	—	Financial assets at amortized cost - non-current	—	216,564	—	223,768	
	Procter & Gamble Co.	—	Financial assets at amortized cost - non-current	—	114,094	—	121,450	
	S&P Global Inc.	—	Financial assets at amortized cost - non-current	—	217,567	—	225,882	
	Saudi Arabian Oil Company	—	Financial assets at amortized cost - non-current	—	512,727	—	521,092	

(Continued)

Holding Company Name	Type and Name of Marketable Securities	Relationship with the Holding Company	Financial Statement Account	September 30, 2024				Note
				Shares	Carrying Amount	Percentage of Ownership (%)	Fair Value	
	Sumitomo Mitsui Banking Corporation	-	Financial assets at amortized cost - non-current	—	$ 816,313	—	$ 842,132	
	Target Corporation	-	Financial assets at amortized cost - non-current	—	174,536	—	179,790	
	The Walt Disney Company	-	Financial assets at amortized cost - non-current	—	432,253	—	445,124	
	TSMC Arizona Corporation	-	Financial assets at amortized cost - non-current	—	123,679	—	126,586	
	TSMC GLOBAL LTD.	-	Financial assets at amortized cost - non-current	—	677,256	—	695,974	
	Visa Inc.	-	Financial assets at amortized cost - non-current	—	56,179	—	57,335	
	Walmart, Inc.	-	Financial assets at amortized cost - non-current	—	55,163	—	58,190	

(Concluded)

YANG MING MARINE TRANSPORT CORPORATION AND SUBSIDIARIES

MARKETABLE SECURITIES ACQUIRED OR DISPOSED OF AT COSTS OR PRICES OF AT LEAST NT$300 MILLION OR 20% OF THE PAID-IN CAPITAL

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

TABLE D

Unit : In Thousands of New Taiwan Dollars

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance		Acquisition		Disposal				Ending Balance	
					Shares	Amount (Note A)	Shares	Amount	Shares	Amount	Carrying Amount	Gain (Loss) on Disposal	Shares	Amount (Note A)
Yang Ming Marine Transport Corporation	Mutual funds													
	Jih Sun Money Market Fund	Financial assets at FVTPL - current	—	—	—	$ —	65,384,523	$ 1,000,000	65,384,523	$ 1,002,634	$ 1,000,000	$ 2,634	—	$ —
	FSITC Taiwan Money Market Fund	Financial assets at FVTPL - current	—	—	—	—	177,055,341	2,800,000	145,577,520	2,302,522	2,300,000	2,522	31,477,821	500,000
	SinoPac TWD Money Market Fund	Financial assets at FVTPL - current	—	—	—	—	48,804,865	700,000	48,804,865	701,018	700,000	1,018	—	—
	Fubon Chi-Hsiang Money Market Fund	Financial assets at FVTPL - current	—	—	—	—	46,302,842	750,000	46,302,842	750,247	750,000	247	—	—
	CTBC Hua Win Money Market Fund	Financial assets at FVTPL - current	—	—	—	—	44,015,634	500,000	44,015,634	500,128	500,000	128	—	—
	Taishin 1699 Money Market Fund	Financial assets at FVTPL - current	—	—	—	—	114,037,650	1,600,000	35,571,745	500,000	498,385	1,615	78,465,905	1,101,615
	Franklin Templeton Sinoam Money Market Fund	Financial assets at FVTPL - current	—	—	—	—	28,089,625	300,000	28,089,625	300,275	300,000	275	—	—
	Taishin Ta Chong Money Market Fund	Financial assets at FVTPL - current	—	—	—	—	20,355,405	300,000	—	—	—	—	20,355,405	300,000
	UPAMC JAMES BOND MONEY MARKET Fund	Financial assets at FVTPL - current	—	—	—	—	40,452,809	700,000	17,326,919	300,000	299,802	198	23,125,890	400,198
Yang Ming Line (Singapore) Pte Ltd	Foreign bonds													
	BANK OF AMERICA CORP.	Financial assets at amortized cost - non-current	—	—	—	300,750	—	617,908	—	—	—	—	—	918,658
	Intercontinental Exchange Inc.	Financial assets at amortized cost - non-current	—	—	—	—	—	458,139	—	—	—	—	—	458,139
	JPMORGAN CHASE & CO.	Financial assets at amortized cost - non-current	—	—	—	243,241	—	692,395	—	—	—	—	—	935,636
	MIZUHO FINANCIAL GROUP	Financial assets at amortized cost - non-current	—	—	—	155,390	—	574,936	—	—	—	—	—	730,326

(Continued)

Company Name	Type and Name of Marketable Securities	Financial Statement Account	Counterparty	Relationship	Beginning Balance		Acquisition		Disposal				Ending Balance	
					Shares	Amount (Note A)	Shares	Amount	Shares	Amount	Carrying Amount	Gain (Loss) on Disposal	Shares	Amount (Note A)
	Saudi Arabian Oil Company	Financial assets at amortized cost - non-current	—	—	—	$ —	—	$ 508,949	—	$ —	$ —	$ —	—	$ 508,949
	Sumitomo Mitsui Banking Corporation	Financial assets at amortized cost - non-current	—	—	—	127,622	—	701,023	—	—	—	—	—	828,645
	The Walt Disney Company	Financial assets at amortized cost - non-current	—	—	—	28,872	—	404,466	—	—	—	—	—	433,338
	TSMC GLOBAL LTD.	Financial assets at amortized cost - non-current	—	—	—	270,080	—	401,937	—	—	—	—	—	672,017

Notes:

A. The balance is the time of investment acquisition.

(Concluded)

YANG MING MARINE TRANSPORT CORPORATION AND SUBSIDIARIES

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT$100 MILLION OR 20 OF THE PAID-IN CAPITAL

SEPTEMBER 30, 2024

TABLE E

Unit : In Thousands of New Taiwan Dollars

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Yang Ming Marine Transport Corporation	All Oceans Transportation Inc.	Subsidiary	$ 1,758,634 (Note A)	—	$ —	-	$ —	$ —
	Yang Ming (Singapore) Pte. Ltd.	Subsidiary	2,895,405	—	—	-	2,895,405	—
	Kuang Ming Shipping Corp.	Subsidiary	1,511,957 (Note A)	—	—	-	—	—
	YES Logistics Corp.	Subsidiary	497,342 (Note B)	—	—	-	12,600	—
Yang Ming (Singapore) Pte. Ltd.	Yangming (Japan) Co., Ltd.	The same parent company	103,828	—	—	-	103,828	—
	Yang Ming Shipping (Vietnam) Co., Ltd	The same parent company	149,345	—	—	-	149,345	—
	Huan Ming (Shanghai) International Shipping Agency Co., Ltd.	The same parent company	1,281,831	—	—	-	1,281,831	—
	Yang Ming (France) S.A.S.	The same parent company	183,564	—	—	-	183,564	—
	Yang Ming (Netherlands) B.V.	The same parent company	141,864	—	—	-	141,864	—
	Yang Ming Shipping Europe GmbH	The same parent company	154,124	—	—	-	154,124	—
	Yang Ming (Spain), S.L.	The same parent company	175,305	—	—	-	175,305	—
	Yang Ming (Italy) S.P.A.	The same parent company	382,947	—	—	-	382,947	—
	Yang Ming (UK) Ltd	The same parent company	147,114	—	—	-	147,114	—
	Yang Ming Marine Transport Corporation	Parent company	2,473,054	—	—	-	2,473,054	—
Yang Ming Line (Singapore) Pte Ltd	All Oceans Transportation Inc.	The same parent company	334,872 (Note A)	—	—	-	—	—
Huan Ming (Shanghai) International Shipping Agency Co., Ltd.	Yang Ming Marine Transport Corporation	Parent company	385,776	—	—	-	385,776	—
	Yes Logistics (Shanghai) Corp.	The same parent company	747,069	—	—	-	503,788	—
Yang Ming (America) Corp.	Yang Ming Marine Transport Corporation	Parent company	179,769	—	—	-	179,769	—
	Yang Ming (Singapore) Pte. Ltd.	The same parent company	120,285	—	—	-	120,285	—
YES Logistics Corp.	Yes Logistics (Shanghai) Corp.	Subsidiary	119,468 (Note C)	—	—	-	2,119	—
All Oceans Transportation Inc.	Yang Ming Marine Transport Corporation	Parent company	3,853,422 (Note B)	—	—	-	36,244	—
Hong Ming Terminal & Stevedoring Corp.	Yang Ming Marine Transport Corporation	Parent company	112,434	—	—	-	99,714	—
Jing Ming Transportation Co., Ltd.	Yang Ming Marine Transport Corporation	Parent company	112,408	—	—	-	15,321	—

(Continued)

Company Name	Related Party	Relationship	Ending Balance	Turnover Rate	Overdue		Amounts Received in Subsequent Period	Allowance for Bad Debts
					Amount	Action Taken		
Yang Ming (Korea) Co., Ltd	Yang Ming Marine Transport Corporation	Parent company	$ 114,798	—	$ —	-	$ 108,975	$ —
Yang Ming Shipping (Vietnam) Co., Ltd	Yang Ming Marine Transport Corporation	Parent company	129,862	—	—	-	129,862	—
Yang Ming Anatolia Shipping Agency S.A.	Yang Ming Marine Transport Corporation	Parent company	204,911	—	—	-	204,911	—

Notes:

A. Interest receivable, financing provided.

B. Finance lease receivables.

C. Financing provided, interest receivable, and collection of freight and fees between related parties.

D. Collections between related parties made according to “Agency Accounting Procedure” by the Company and local business conventions.

(Concluded)

YANG MING MARINE TRANSPORT CORPORATION AND SUBSIDIARIES

INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT TRANSACTIONS

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

TABLE F

Unit : In Thousands of New Taiwan Dollars

Number (Note A)	Investee Company	Counterparty	Relationship (Note B)	Transaction Details			
				Financial Statement Accounts	Amount (Note C)	Payment Terms	% to Total Sales or Assets
0	Yang Ming Marine Transport Corporation	All Oceans Transportation Inc.	1	Right-of-use assets	$ 16,365,465	Conducted as agreed terms	0.04
				Lease liabilities	3,853,422	Conducted as agreed terms	0.01
				Operating cost	3,253,588	Conducted as agreed terms	0.02
				Long-term notes receivable and trade receivables	1,750,136	Conducted as agreed terms	—
		Hong Ming Terminal & Stevedoring Corp.	1	Trade payables	112,344	Conducted as agreed terms	—
				Operating cost	303,483	Conducted as agreed terms	—
		Jing Ming Transportation Co., Ltd.	1	Trade payables	112,035	Conducted as agreed terms	—
				Operating cost	164,640	Conducted as agreed terms	—
		Yang Ming (Singapore) Pte. Ltd.	1	Other receivables	2,885,097	Conducted as agreed terms	0.01
				Trade payables	264,904	Conducted as agreed terms	—
				Other payables	2,171,464	Conducted as agreed terms	0.01
				Operating revenue	28,448,790	Conducted as agreed terms	0.17
				Operating cost	334,743	Conducted as agreed terms	—
		Yang Ming (UK) Ltd	1	Operating cost	273,798	Conducted as agreed terms	—
		Yang Ming (Korea) Co., Ltd	1	Payables to shipping agents	114,798	Conducted as agreed terms	—
		Yang Ming Shipping (Vietnam) Co., Ltd	1	Payables to shipping agents	129,862	Conducted as agreed terms	—
		Yang Ming Anatolia Shipping Agency S.A.	1	Payables to shipping agents	204,911	Conducted as agreed terms	—
		Huan Ming (Shanghai) International Shipping Agency Co., Ltd.	1	Payables to shipping agents	385,342	Conducted as agreed terms	—
		Yang Ming (America) Corp.	1	Operating cost	185,278	Conducted as agreed terms	—
				Payables to shipping agents	179,769	Conducted as agreed terms	—
		Kuang Ming Shipping Corp.	1	Financial assets at amortized cost	600,000	Conducted as agreed terms	—
				Other receivables	1,511,619	Conducted as agreed terms	—
		YES Logistics Corp.	1	Operating revenue	496,205	Conducted as agreed terms	—
				Finance lease receivables - non-current	390,417	Conducted as agreed terms	—
		Yes Logistics Corporation (USA)	1	Operating revenue	157,861	Conducted as agreed terms	—
		Yes Logistics (Shanghai) Corp.	1	Operating revenue	2,825,674	Conducted as agreed terms	0.02
1	All Oceans Transportation Inc.	Yang Ming Line (Singapore) Pte Ltd	2	Other payables	334,872	Conducted as agreed terms	—
2	Yang Ming (Singapore) Pte. Ltd.	Hong Ming Terminal & Stevedoring Corp.	2	Operating cost	130,337	Conducted as agreed terms	—
		Jing Ming Transportation Co., Ltd.	2	Operating cost	263,587	Conducted as agreed terms	—
		Yang Ming (Singapore) Pte. Ltd.	2	Operating cost	124,451	Conducted as agreed terms	—
		Yang Ming (UK) Ltd	2	Contract assets	179,966	Conducted as agreed terms	—
				Trade receivables	147,114	Conducted as agreed terms	—
				Operating cost	635,283	Conducted as agreed terms	—
		Yang Ming (Korea) Co., Ltd	2	Operating cost	150,790	Conducted as agreed terms	—
		Yangming (Japan) Co., Ltd.	2	Trade receivables	103,828	Conducted as agreed terms	—
				Operating cost	110,122	Conducted as agreed terms	—
		Yang Ming Shipping (Vietnam) Co., Ltd	2	Trade receivables	149,345	Conducted as agreed terms	—

(Continued)

Number (Note A)	Investee Company	Counterparty	Relationship (Note B)	Transaction Details			
				Financial Statement Accounts	Amount (Note C)	Payment Terms	% to Total Sales or Assets
		Yang Ming Anatolia Shipping Agency S.A.	2	Operating cost	$ 134,942	Conducted as agreed terms	—
		Huan Ming (Shanghai) International Shipping Agency Co., Ltd.	2	Contract assets	1,581,748	Conducted as agreed terms	—
				Trade receivables	1,281,831	Conducted as agreed terms	—
				Operating cost	690,886	Conducted as agreed terms	—
		Yang Ming (France) S.A.S.	2	Trade receivables	183,564	Conducted as agreed terms	—
		Yang Ming (America) Corp.	2	Operating cost	910,518	Conducted as agreed terms	0.01
			2	Payables to shipping agents	120,285	Conducted as agreed terms	—
		Yang Ming (Netherlands) B.V.	2	Contract assets	167,859	Conducted as agreed terms	—
				Trade receivables	141,864	Conducted as agreed terms	—
		Yang Ming (Italy) S.P.A.	2	Contract assets	176,992	Conducted as agreed terms	—
				Trade receivables	382,947	Conducted as agreed terms	—
		Yang Ming Shipping Europe GmbH	2	Contract assets	123,370	Conducted as agreed terms	—
				Trade receivables	154,124	Conducted as agreed terms	—
				Operating cost	182,620	Conducted as agreed terms	—
		Yang Ming (Spain), S.L.	2	Contract assets	110,915	Conducted as agreed terms	—
				Trade receivables	175,305	Conducted as agreed terms	—
3	Huan Ming (Shanghai) International Shipping Agency Co., Ltd.	Yes Logistics (Shanghai) Corp.	2	Trade receivables	747,069	Conducted as agreed terms	—
4	YES Logistics Corp.	Yes Logistics Corporation (USA)	2	Operating cost	231,581	Conducted as agreed terms	—
		Yes Logistics (Shanghai) Corp.	2	Operating cost	135,894	Conducted as agreed terms	—

Note A: Transactions between Yang Ming Marine Transport Corp. and its subsidiaries should be remarked, as well as numbered in the first column. Rules are as follows:

1. Yang Ming Marine Transport Corp. - 0
2. Subsidiaries are numbered in Arabic figures.

Note B: Related party transactions are divided into two categories as follows:

1. Yang Ming Marine Transport Corp. to its subsidiaries.
2. Subsidiaries to subsidiaries.

Note C: Information on the table is equivalent to the eliminated material intercompany transactions.

(Concluded)

YANG MING MARINE TRANSPORT CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTEES

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

TABLE G

Unit : In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Investor Company	Investee Company	Location	Main Business and Products	Original Investment Amount (Note A)		As of September 30, 2024			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				September 30, 2024	December 31, 2023	Shares	Percentage of Ownership	Carrying Amount			
Yang Ming Marine Transport Corporation	Kao Ming Container Terminal Corp.	Taiwan	Terminal operation and stevedoring	$ 3,181,313	$ 3,181,313	323,000,000	47.50	$ 3,597,648	$ 313,536	$ 148,929	Investments in associates
	Yang Ming Line (B.V.I.) Holding Co., Ltd.	British Virgin Islands	Investment, shipping agency, forwarding agency and shipping managers	555,266	555,266	1,757	100.00	15,724,986	538,137	486,036	Subsidiary
	Yang Ming Line B.V.	Netherlands	Investment, shipping agency, forwarding agency and shipping managers	—	—	2,500	100.00	2,574,660	164,279	164,279	Subsidiary
	Kuang Ming Shipping Corp.	Taiwan	Shipping service, shipping agency and forwarding agency	8,927,857 (Note O)	8,927,857 (Note O)	98,882,111 (Note O)	98.88	3,062,713	207,963	205,145	Subsidiary
	Yang Ming Line (Singapore) Pte Ltd	Singapore	Investment, shipping service, sale and purchase of ships, chartering and forwarding agency	59,505,796	59,505,796	2,603,793,000	100.00	69,128,035	3,175,604	3,176,587	Subsidiary
	Yang Ming Line Holding Co.	U.S.A.	Investment, shipping agency, forwarding agency and shipping managers	143,860	143,860	13,500	100.00	4,559,018	197,137	197,137	Subsidiary
	All Oceans Transportation Inc.	Republic of Liberia	Shipping agency, forwarding agency and shipping managers	1,500,181	1,500,181	1,000	100.00	1,778,340	145,231	166,458	Subsidiary
	YES Logistics Corp.	Taiwan	Sea and air freight forwarding agency and warehouse operation	1,141,691	1,141,691	115,630,977	96.36	1,563,482	102,377	97,032	Subsidiary
	Hong Ming Terminal & Stevedoring Corp.	Taiwan	Terminal operation and stevedoring	104,261	104,261	10,000,000	100.00	368,607	213,582	213,743	Subsidiary
	Jing Ming Transportation Co., Ltd.	Taiwan	Container transportation	35,844	35,844	8,615,923	50.98	138,349	9,905	5,036	Subsidiary
	Yunn Wang Investment Co., Ltd.	Taiwan	Investment	179,810	179,810	5,211,474	49.75	218,567	15,146	7,535	Investments in associates
	Taiwan Foundation International Pte. Ltd.	Singapore	Investment and subsidiaries management	103,802	103,802	3,400,000	34.00	120,350	7,935	2,698	Investments in associates
	Taiwan Navigation Co., Ltd.	Taiwan	Shipping agency, forwarding agency, shipping managers and shipping lines	4,367,004	4,367,004	70,793,243	16.96	2,919,735	979,350	166,130	Investments in associates
	Yang Ming (Singapore) Pte. Ltd.	Singapore	Shipping agency, forwarding agency, shipping managers and shipping lines	444,930	444,930	799,342,500	100.00	75,229,322	46,830,814	46,830,814	Subsidiary

(Continued)

Investor Company	Investee Company	Location	Main Business and Products	Original Investment Amount (Note A)		As of September 30, 2024			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				September 30, 2024	December 31, 2023	Shares	Percentage of Ownership	Carrying Amount			
Yang Ming Line Holding Co.	Yang Ming (America) Corp.	U.S.A.	Shipping agency, forwarding agency and shipping managers	$ 17,305	$ 17,305	5,000	100.00	$ 386,554	$ 43,344	$ —	Subsidiary
	Transcont Intermodal Logistics, Inc.	U.S.A.	Inland forwarding agency	326	326	200	100.00	215	(8)	—	Subsidiary
	Yang Ming Shipping (Canada) Ltd.	Canada	Shipping agency, forwarding agency and shipping managers	2,981	2,981	1,000	100.00	27,293	590	—	Subsidiary
	West Basin Container Terminal LLC	U.S.A.	Terminal operation and stevedoring	132,050	132,050	(Note C)	40.00	1,241,784	27,639	—	Investments in associates
	United Terminal Leasing LLC	U.S.A.	Terminal operation and machine lease	34,750	34,750	(Note D)	40.00	431,044	250,977	—	Investments in associates
Yang Ming Line (B.V.I.) Holding Co., Ltd.	Yang Ming (UK) Ltd	U.K.	Shipping agency, forwarding agency, shipping managers and shipping lines	174,041 (Note R)	2,633,724	4,500,000 (Note R)	100.00 (Note R)	1,279,992	(20,764)	—	Subsidiary
Yang Ming Line B.V.	Yang Ming (Belgium) N.V.	Belgium	Shipping agency	8,614	8,614	553	89.92	54,936	8,786	—	Subsidiary
	Yang Ming (Netherlands) B.V.	Netherlands	Shipping agency	15,285	15,285	400,000	100.00	88,341	42,604	—	Subsidiary
	Yang Ming (Italy) S.P.A.	Italy	Shipping agency	4,319	4,319	125,000	50.00	28,505	20,141	—	Subsidiary
	Yang Ming (UK) Ltd	U.K.	Shipping agency, forwarding agency, shipping managers and shipping lines	— (Note R)	70,709	— (Note R)	— (Note R)	—	(20,764)	—	Subsidiary
	Yang Ming Shipping Europe GmbH	Germany	Shipping agency, forwarding agency and shipping managers	29,697	29,697	(Note E)	100.00	226,649	7,966	—	Subsidiary
	Yang Ming (Russia) LLC	Russia	Shipping agency	3,017	3,017	(Note F)	60.00	—	—	—	Subsidiary
	Yang Ming (Spain), S.L.	Spain	Shipping agency	2,213	2,213	60,000	60.00	326,108	114,210	—	Subsidiary
	Yang Ming (MEDITERRANEAN) Marine Services Single-Member Limited Liability Company	Greece	Shipping agency, forwarding agency and shipping managers	39,379	39,379	11,000	100.00	46,193	626	—	Subsidiary
Yang Ming (Netherlands) B.V.	Yang Ming Shipping (Egypt) S.A.E	Egypt	Shipping agency, forwarding agency and shipping managers	15,757	15,757	24,500	49.00	36,782	59,812	—	Investments in associates
	Yang Ming (Belgium) N.V.	Belgium	Shipping agency	1,900	1,900	62	10.08	6,158	8,786	—	Subsidiary
Yang Ming (UK) Ltd	Corstor Ltd.	U.K.	Warehouse management and container haulage services	7,411	7,411	1,000	100.00	21,293	1,248	—	Subsidiary
Yang Ming (Italy) S.P.A.	Yang Ming (Naples) S.r.l.	Italy	Forwarding agency	1,695 (Note Q)	1,695 (Note Q)	(Note G)	60.00	4,157	(1,817)	—	Subsidiary
Yang Ming Line (Singapore) Pte Ltd	Yang Ming Shipping (B.V.I.) Inc.	British Virgin Islands	Forwarding agency and shipping agency	247,772	247,772	1,000	100.00	106,173	8,080	—	Subsidiary
	Yang Ming Line (Hong Kong) Ltd.	Hong Kong	Forwarding agency and shipping agency	2,138	2,138	1,000,000	1.44	(414) (Note B)	6,875	—	Subsidiary
	Yang Ming Line (India) Pvt. Ltd.	India	Shipping agency, forwarding agency and shipping managers	2,228	2,228	300,000	60.00	23,244	13,645	—	Subsidiary

(Continued)

Investor Company	Investee Company	Location	Main Business and Products	Original Investment Amount (Note A)		As of September 30, 2024			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				September 30, 2024	December 31, 2023	Shares	Percentage of Ownership	Carrying Amount			
	Yang Ming (Korea) Co., Ltd	Korea	Shipping agency, forwarding agency and shipping managers	$ 10,107	$ 10,107	60,000	60.00	$ 59,193	$ 35,086	$ —	Subsidiary
	Young-Carrier Company Ltd.	Hong Kong	Investment, shipping agency, forwarding agency and shipping managers	14,926	14,926	1,000,000	100.00	19,750	(469)	—	Subsidiary
	Yangming (Japan) Co., Ltd.	Japan	Shipping services, sale and purchase of ships, chartering and forwarding agency	36,235	36,235	3,000	100.00	70,252	21,337	—	Subsidiary
	Yang Ming Line (M) Sdn. Bhd.	Malaysia	Shipping agency, forwarding agency and shipping managers	10,727	10,727	1,000,000	100.00	73,218	1,523	—	Subsidiary
	Yang Ming Anatolia Shipping Agency S.A.	Turkiye	Shipping agency, forwarding agency and shipping managers	1,077	1,077	50,000	50.00	129,883	244,879	—	Subsidiary
	Formosa International Development Corporation	Vietnam	Invest industry district and real estate	246,818	246,818	(Note H)	30.00	—	—	—	Investments in associates
	Yang Ming (U.A.E.) LLC	U.A.E.	Shipping agency, forwarding agency and shipping managers	2,140	2,140	(Note I)	49.00	27,662	31,499	—	Investments in associates
	Yang Ming Shipping (Vietnam) Co., Ltd	Vietnam	Forwarding agency and shipping managers	9,881	9,881	(Note J)	100.00	42,180	4,932	—	Subsidiary
	Yang Ming (Australia) Pty. Ltd.	Australia	Shipping agency, forwarding agency and shipping managers	4,597	4,597	150,000	50.00	28,332	21,471	—	Investments in associates
	LogiTrans Technology Private Limited	India	Information system service	10,211	10,211	2,040,000	51.00	25,705	10,108	—	Investments in joint ventures
	Yang Ming Shipping Philippines, Inc.	Philippines	Forwarding agency and shipping managers	6,435	6,435	99,995	100.00	7,425	8,361	—	Subsidiary
	Yang Ming (Latin America) Corp.	Panama	Shipping agency, forwarding agency and shipping managers	6,020	6,020	200	100.00	9,369	332	—	Subsidiary
	Yang Ming Line (Thailand) Co., Ltd.	Thailand	Shipping agency, forwarding agency and shipping managers	3,589	3,589	3,920	49.00	31,636	5,452	—	Subsidiary
	Yang Ming Line shipping (Thailand) Co., Ltd.	Thailand	Shipping agency	2,282	2,282	2,450	49.00	19,688	3,518	—	Subsidiary
	Yang Ming Insurance Co., Ltd.	Bermuda	Insurance	7,740	7,740	250,000	100.00	153,525	22,255	—	Subsidiary
	PT Yang Ming Shipping Indonesia	Indonesia	Shipping agency, forwarding agency and shipping managers	40,946	40,946	18,865	49.00	59,975	9,428	—	Subsidiary
	PT. Formosa Sejati Logistics	Indonesia	Storage and stevedoring	5,701	5,701	1,875	15.00	8,342	6,502	—	Investments in associates
	Yang Ming (France) S.A.S.	France	Shipping agency, forwarding agency and shipping managers	3,025	3,025	90,000	60.00	39,243	35,323	—	Subsidiary
	Jambatan Merah Formosa Depot Sdn Bhd.	Malaysia	Storage and stevedoring	1,743	1,743	250,000	25.00	1,356	(5,952)	—	Investments in joint ventures

(Continued)

Investor Company	Investee Company	Location	Main Business and Products	Original Investment Amount (Note A)		As of September 30, 2024			Net Income (Loss) of the Investee	Share of Profits (Loss)	Note
				September 30, 2024	December 31, 2023	Shares	Percentage of Ownership	Carrying Amount			
Yang Ming Line (Thailand) Co., Ltd.	Yang Ming Line shipping (Thailand) Co., Ltd.	Thailand	Shipping agency	$ 2,328	$ 2,328	2,500	50.00	$ 20,090	$ 3,518	$ —	Subsidiary
Yang Ming Line shipping (Thailand) Co., Ltd.	Yang Ming Line (Thailand) Co., Ltd.	Thailand	Shipping agency, forwarding agency and shipping managers	3,678	3,678	3,920	49.00	31,636	5,452	—	Subsidiary
Yangming (Japan) Co., Ltd.	Manwa & Company, Ltd.	Japan	Forwarding agency and shipping agency	2,666	2,666	200	100.00	2,379	75	—	Subsidiary
Yang Ming Shipping (B.V.I.) Inc.	Yang Ming Line (Hong Kong) Ltd.	Hong Kong	Forwarding agency and shipping agency	249,953	249,953	68,556,347	98.56	(28,404) (Note B)	6,875	—	Subsidiary
	Karlman Properties Limited	Hong Kong	Property agency	4	4	24,000,000	100.00	93,128	1,281	—	Subsidiary
Kuang Ming Shipping Corp.	Kuang Ming (Liberia) Corp.	Republic of Liberia	Forwarding agency	6,032,544 (Note P)	6,032,544 (Note P)	5	100.00	3,602,691	28,074	—	Subsidiary
YES Logistics Corp.	Yes Logistics Corporation (USA)	U.S.A.	Sea and air freight forwarding agency	179,763	179,763	2,173,411	100.00	258,133	(2,098)	—	Subsidiary
	Yes Yangming Logistics (Singapore) Pte. Ltd.	Singapore	Investment and subsidiaries management	40,305	40,305	1,750,784	100.00	45,228	(5,137)	—	Subsidiary
	PT. YES Logistics Indonesia	Indonesia	Forwarding agency	15,315	15,315	510,000	51.00	10,703	(3,937)	—	Subsidiary
	YES LIBERAL Logistics Corp.	Taiwan	Warehouse operation	75,000	75,000	7,500,000	50.00	76,223	715	—	Investments in joint ventures
Yes Yangming Logistics (Singapore) Pte. Ltd.	Yes Logistics Benelux B.V.	Netherlands	Forwarding agency	10,179	10,179	12,600	70.00	16,949	(290)	—	Subsidiary
	Yes Logistics Company Ltd.	Hong Kong	Forwarding agency	32,351	32,351	7,882,278	100.00	16,156	(2,142)	—	Subsidiary
	Yes And HQL Logistics Company	Vietnam	Forwarding agency	3,128	3,128	(Note N)	51.00	9,504	(1,175)	—	Investments in joint ventures
	Yes Easyway Logistics (Thailand) Co., Ltd.	Thailand	Forwarding agency	2,530	2,530	29,400	49.00	—	(2,166)	—	Investments in joint ventures
Yes Logistics Corporation (USA)	Golden Logistics USA Corporation	U.S.A.	Container transportation	328	328	100	100.00	6,680	924	—	Subsidiary
	Yes Logistics Europe GmbH	Germany	Forwarding agency	40,090	40,090	(Note K)	100.00	(69,568) (Note B)	(8,453)	—	Subsidiary
Yes Logistics Europe GmbH	YES MLC GmbH	Germany	Import and export, storage and delivery, and other warehousing related business	10,826	10,826	(Note L)	100.00	(17,229) (Note B)	(1,669)	—	Subsidiary
YES MLC GmbH	Merlin Logistics GmbH	Austria	Warehouse operation and logistics	1,380	1,380	(Note M)	100.00	104	(258)	—	Subsidiary
Merlin Logistics GmbH	YES Logistics Bulgaria Ltd.	Bulgaria	Cargo consolidation service and forwarding agency	740	740	500	100.00	(259) (Note B)	(110)	—	Subsidiary

Notes:

A. This is translated into New Taiwan dollars at the exchange rate prevailing at the time of investment acquisition.

B. Investees had negative net assets. Thus, the negative carrying values of the investments were presented as liability.

C. This is equivalent to US$3,800 thousand, and no shares were issued.

D. This is equivalent to US$1,000 thousand, and no shares were issued.

E. This equivalent to EUR818 thousand and no shares were issued.

F. This equivalent to US$92 thousand and no shares were issued.

G. This is equivalent to EUR6 thousand, and no shares were issued.

H. This is equivalent to US$7,700 thousand, and no shares were issued.

I. This is equivalent to AED245 thousand, and no shares were issued.

J. This equivalent to US$300 thousand and no shares were issued.

K. This is equivalent to EUR1,025 thousand, and no shares were issued.

L. This is equivalent to EUR290 thousand, and no shares were issued.

M. This is equivalent to EUR35 thousand, and no shares were issued.

N. This equivalent to US$102 thousand and no shares were issued.

O. The original investment amount did not deduct the amount of offsetting the deficit of $3,000,000 thousand and $4,701,339 thousand in May 2021 and May 2017, respectively.

P. The original investment amount did not deduct the amount of offsetting the deficit of $2,139,659 thousand in June 2017.

Q. The original investment amount did not deduct the amount of offsetting the deficit of $1,457 thousand in May 2020.

R. Yang Ming (UK) Ltd. applied for capital reduction of GBP65,098 thousand in May 2024, and Yang Ming Line (B.V.I.) Holding Co., Ltd. 's share of Yang Ming (UK) Ltd. increased to 100% after the capital reduction.

S. The information on investments in mainland China is provided in Table H.

(Concluded)

YANG MING MARINE TRANSPORT CORPORATION AND SUBSIDIARIES

INFORMATION ON INVESTMENTS IN MAINLAND CHINA

FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2024

TABLE H

Unit : In Thousands of New Taiwan Dollars, Unless Stated Otherwise

Company Name	Investee Company	Main Business and Products	Paid-in Capital	Method of Investment	Accumulated Outward Remittance for Investment from Taiwan as of January 1, 2024 (Note J)	Investment Flows		Accumulated Outward Remittance for Investment from Taiwan as of September 30, 2024 (Note J)	Net Income (Loss) of the Investee	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note E)	Carrying Amount as of September 30, 2024 (Note E)	Accumulated Repatriation of Investment Income as of September 30, 2024
						Outflow	Inflow						
Yang Ming Marine Transport Corporation	Huan Ming (Shanghai) International Shipping Agency Co., Ltd. (Note G)	Shipping agency, forwarding agency and shipping managers	US$ 1,000 thousand (Note H)	Indirect investment through Singapore-based subsidiary's direct investment in Mainland China	$ —	$ —	$ —	$ —	$ 75,990	100.00% (Note I)	$ 75,990	$ (94,182)	$ —
	Sino Trans PFS Cold Chain Logistics Co., Ltd. (Note D)	Storage facilities construction and operation as well as providing supporting services related	US$ 46,242 thousand	The Company direct investment in Mainland China	23,498 (CNY 5,209 thousand)	—	—	23,498 (CNY 5,209 thousand)	(7,604)	6.67%	(507)	15,342	—
YES Logistics Corp.	Yes Logistics (Shanghai) Corp. (Note A)	Forwarding agency	US$ 4,300 thousand	Investee's direct & indirect investment through US based subsidiary's direct investment in Mainland China	253,200 (US$ 8,000 thousand)	—	—	253,200 (US$ 8,000 thousand)	11,978	96.36%	11,542	487,556	—
	Chang Ming Logistics Company Limited (Note B)	Terminal operation and stevedoring, storage, and shipping agency	CNY 144,800 thousand	Investee's direct investment in Mainland China	294,377 (US$ 9,301 thousand)	—	—	294,377 (US$ 9,301 thousand)	(8,297)	47.22%	(3,918)	283,858	—
	Sino Trans PFS Cold Chain Logistics Co., Ltd.	Storage facilities construction and operation as well as providing supporting services related	US$ 46,242 thousand	Investee's direct investment in Mainland China	195,091 (US$ 6,164 thousand)	—	—	195,091 (US$ 6,164 thousand)	(7,604)	12.85%	(977)	30,814	—
	Shanghai United Cold Chain Logistics Co., Ltd. (Note F)	Storage facilities construction and operation as well as providing supporting services related	CNY 50,000 thousand	Investee's direct investment in Mainland China	45,111 (CNY 10,000 thousand)	—	—	45,111 (CNY 10,000 thousand)	(7,738)	19.27%	(1,491)	29,021	—

Company Name	Accumulated Outward Remittance for Investment in Mainland China as of September 30, 2024 (Note J)	Investment Amounts Authorized by Investment Commission, MOEA (Note J)	Upper Limit on the Amount of Investment Stipulated by Investment Commission, MOEA
Yang Ming Marine Transport Corporation (Note D)	$23,498 (CNY 5,209 thousand)	$246,219 (US$ 7,037 thousand) (CNY 5,209 thousand)	$194,922,538
YES Logistics Corp. (Note C)	773,132 (US$ 17,301 thousand) (CNY 50,000 thousand)	773,132 (US$ 17,301 thousand) (CNY 50,000 thousand)	1,086,779

Notes:

A. Yes Logistics Corp. (the subsidiary of the Company) was authorized to invest in mainland China by the Investment Commission, Ministry of Economic Affairs on June 3, 2004, July 4, 2006, December 26, 2006 and August 31, 2016.

B. Yes Logistics Corp. (the subsidiary of the Company) was authorized to invest in mainland China by the Investment Commission, Ministry of Economic Affairs on April 11, 2005, August 22, 2006, November 29, 2006 and December 2, 2008.

C. Yes Logistics Corp. (the subsidiary of the Company) was authorized to invest in mainland China by the Investment Commission, Ministry of Economic Affairs on December 16, 2013.

D. The Company was authorized to invest in mainland China by Investment Commission, Ministry of Economic Affairs on August 25, 2021.

E. Calculated by the % ownership of direct or indirect investment.

F. Yes Logistics Corp. (the subsidiary of the Company) was authorized to invest in mainland China by the Investment Commission, Ministry of Economic Affairs on May 12, 2017.

G. The Company was authorized to invest in mainland China by Investment Commission, Ministry of Economic Affairs on December 25, 2019

H. Investing by the unappropriated earnings of Yang Ming Line (Singapore) Pte Ltd.

I. The Group contributed 51% of capital in terms of cash input, but de facto holds 100% of the equity based on terms stipulated in the joint venture agreement.

J. United States dollars and Chinese Yuan translated into New Taiwan dollars at the exchange rates of US$1=NT$31.6500 and CNY1=NT$4.5111 as of September 30, 2024.

YANG MINT MARINE TRANSPORT CORPORATION AND SUBSIDIARIES

INFORMATION OF MAJOR SHAREHOLDERS

SEPTEMBER 30, 2024

TABLE I

Name of Major Shareholder	Shares	
	Number of Shares	Percentage of Ownership (%)
The Ministry of Transportation and Communications R.O.C.	467,682,372	13.39
National Development Fund	460,000,000	13.17

Note A: The information of major shareholders presented in this table is provided by the Taiwan Depository & Clearing Corporation based on the number of ordinary shares and preference shares held by shareholders with ownership of 5% or greater, that have been issued without physical registration (including treasury shares) by the Group as of the last business day for the current quarter. The share capital in the consolidated financial statements may differ from the actual number of shares that have been issued without physical registration because of different preparation basis.

Note B: If a shareholder delivers the shareholdings to the trust, the above information will be disclosed by the individual truster who opened the trust account. For shareholders who declare insider shareholdings with ownership greater than 10% in accordance with the Security and Exchange Act, the shareholdings include shares held by shareholders and those delivered to the trust over which shareholders have rights to determine the use of trust property. For information relating to insider shareholding declaration, please refer to Market Observation Post System.