

# CATHAY UNITED BANK CO., LTD. AND SUBSIDIARIES

## CONSOLIDATED BALANCE SHEETS (In Thousands of New Taiwan Dollars)

ASSETS	March 31, 2025		December 31, 2024		March 31, 2024	
	Amount	%	Amount	%	Amount	%
CASH AND CASH EQUIVALENTS (Notes 4, 6 and 44)	\$ 116,193,171	2	\$ 163,215,658	4	\$ 86,674,109	2
DUE FROM THE CENTRAL BANK AND CALL LOANS TO BANKS (Notes 4 and 7)	319,582,253	7	304,995,700	7	297,753,006	7
FINANCIAL ASSETS AT FAIR VALUE THROUGH PROFIT OR LOSS (Notes 4, 8, 44 and 49)	269,474,872	6	272,034,013	6	274,480,917	6
FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME (Notes 4, 9, 11, 44, 45 and 49)	383,010,539	8	369,175,121	8	337,218,329	8
INVESTMENTS IN DEBT INSTRUMENTS AT AMORTISED COST (Notes 4, 10, 11, 45 and 49)	612,786,996	13	577,014,981	12	601,529,718	14
SECURITIES PURCHASED UNDER RESELL AGREEMENTS (Notes 4 and 12)	19,639,948	-	21,574,616	-	29,661,135	1
RECEIVABLES, NET (Notes 4, 13, 15 and 44)	128,644,004	3	138,165,611	3	111,500,909	3
CURRENT INCOME TAX ASSETS (Notes 4 and 42)	51,890	-	494	-	74,418	-
DISCOUNTS AND LOANS, NET (Notes 4, 5, 14 and 44)	2,752,611,443	59	2,679,232,675	58	2,399,689,025	57
INVESTMENTS MEASURED BY EQUITY METHOD, NET (Notes 4 and 17)	1,832,689	-	1,820,873	-	1,804,137	-
OTHER FINANCIAL ASSETS, NET	74,687	-	36,710	-	166,523	-
PROPERTY AND EQUIPMENT, NET (Notes 4, 18 and 44)	24,937,543	1	24,858,921	1	24,188,460	1
RIGHT-OF-USE ASSETS, NET (Notes 4, 19 and 44)	6,547,025	-	6,147,818	-	3,534,965	-
INVESTMENT PROPERTIES, NET (Notes 4 and 20)	2,290,113	-	2,301,344	-	2,264,282	-
INTANGIBLE ASSETS, NET (Notes 4 and 21)	8,513,312	-	8,442,228	-	8,318,463	-
DEFERRED TAX ASSETS (Notes 4 and 42)	3,547,945	-	3,880,532	-	4,023,729	-
OTHER ASSETS, NET (Notes 22 and 44)	<u>34,226,744</u>	<u>1</u>	<u>33,387,737</u>	<u>1</u>	<u>33,865,676</u>	<u>1</u>
<b>TOTAL</b>	<b><u>\$ 4,683,965,174</u></b>	<b><u>100</u></b>	<b><u>\$ 4,606,285,032</u></b>	<b><u>100</u></b>	<b><u>\$ 4,216,747,801</u></b>	<b><u>100</u></b>
<b>LIABILITIES AND EQUITY</b>						
DEPOSITS FROM THE CENTRAL BANK AND BANKS (Notes 23 and 44)	\$ 173,213,770	4	\$ 184,682,667	4	\$ 124,403,847	3
FINANCIAL LIABILITIES AT FAIR VALUE THROUGH PROFIT OR LOSS (Notes 4, 8, 44 and 49)	114,579,497	3	132,772,775	3	115,854,926	3
NOTES AND BONDS ISSUED UNDER REPURCHASE AGREEMENTS (Notes 4 and 24)	19,574,605	-	10,942,366	-	23,173,693	1
PAYABLES (Notes 25 and 44)	41,318,518	1	44,107,624	1	48,796,775	1
CURRENT TAX LIABILITIES (Notes 4 and 42)	269,144	-	359,129	-	166,153	-
DEPOSITS AND REMITTANCES (Notes 26 and 44)	3,937,535,494	84	3,848,586,425	84	3,508,564,463	83
FINANCIAL DEBENTURES PAYABLE (Note 27)	12,700,000	-	12,700,000	-	27,100,000	1
OTHER FINANCIAL LIABILITIES (Note 28)	47,518,965	1	46,198,699	1	63,152,575	1
PROVISIONS (Notes 4, 15 and 29)	3,570,840	-	3,771,032	-	3,728,982	-
LEASE LIABILITIES (Notes 4, 19 and 44)	6,662,828	-	6,198,477	-	3,596,178	-
DEFERRED TAX LIABILITIES (Notes 4 and 42)	2,380,318	-	2,693,938	-	2,372,257	-
OTHER LIABILITIES (Notes 4, 31 and 44)	<u>10,908,923</u>	<u>-</u>	<u>13,223,870</u>	<u>-</u>	<u>8,584,149</u>	<u>-</u>
Total liabilities	<u>4,370,232,902</u>	<u>93</u>	<u>4,306,237,002</u>	<u>93</u>	<u>3,929,493,998</u>	<u>93</u>
<b>EQUITY ATTRIBUTABLE TO OWNERS OF THE BANK (Note 32)</b>						
Capital stock						
Common stock	<u>120,113,139</u>	<u>3</u>	<u>120,113,139</u>	<u>3</u>	<u>108,598,655</u>	<u>3</u>
Capital surplus	<u>38,869,080</u>	<u>1</u>	<u>38,869,080</u>	<u>1</u>	<u>38,869,080</u>	<u>1</u>
Retained earnings						
Legal reserve	94,311,239	2	94,311,239	2	85,964,149	2
Special reserve	8,504,431	-	8,504,431	-	16,832,170	-
Unappropriated earnings	<u>49,665,784</u>	<u>1</u>	<u>37,320,398</u>	<u>1</u>	<u>38,448,049</u>	<u>1</u>
Total retained earnings	<u>152,481,454</u>	<u>3</u>	<u>140,136,068</u>	<u>3</u>	<u>141,244,368</u>	<u>3</u>
Other equity	<u>(2,557,479)</u>	<u>-</u>	<u>(3,728,683)</u>	<u>-</u>	<u>(5,601,898)</u>	<u>-</u>
Total equity attributable to owners of the Bank	308,906,194	7	295,389,604	7	283,110,205	7
NON-CONTROLLING INTERESTS (Note 32)	<u>4,826,078</u>	<u>-</u>	<u>4,658,426</u>	<u>-</u>	<u>4,143,598</u>	<u>-</u>
Total equity	<u>313,732,272</u>	<u>7</u>	<u>300,048,030</u>	<u>7</u>	<u>287,253,803</u>	<u>7</u>
<b>TOTAL</b>	<b><u>\$ 4,683,965,174</u></b>	<b><u>100</u></b>	<b><u>\$ 4,606,285,032</u></b>	<b><u>100</u></b>	<b><u>\$ 4,216,747,801</u></b>	<b><u>100</u></b>

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

# CATHAY UNITED BANK CO., LTD. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended March 31			
	2025		2024	
	Amount	%	Amount	%
NET INTEREST REVENUE (Notes 4, 33 and 44)				
Interest income	\$ 30,678,104	104	\$ 28,457,964	106
Interest expense	<u>(14,489,496)</u>	<u>(49)</u>	<u>(14,781,476)</u>	<u>(55)</u>
Total net interest revenue	<u>16,188,608</u>	<u>55</u>	<u>13,676,488</u>	<u>51</u>
NET REVENUE OTHER THAN INTEREST				
Net service fee revenue (Notes 4, 34 and 44)	10,205,810	35	7,700,399	28
Gain on financial assets or liabilities at fair value through profit or loss (Notes 4, 35 and 44)	2,108,288	7	4,738,928	17
Realized gain on financial assets at fair value through other comprehensive income (Notes 4, 9 and 36)	137,471	-	146,840	1
Gain arising from derecognition of financial assets measured at amortised cost (Notes 4 and 10)	64	-	-	-
Foreign exchange gain (Notes 4 and 50)	735,641	2	551,854	2
Impairment loss on assets (Notes 4 and 37)	(2,307)	-	(4,363)	-
Share of profit of associates and joint ventures accounted for using equity method (Notes 4 and 17)	19,702	-	12,268	-
Net other revenue other than interest income (Notes 4 and 44)	<u>152,201</u>	<u>1</u>	<u>201,494</u>	<u>1</u>
Total net revenue other than interest	<u>13,356,870</u>	<u>45</u>	<u>13,347,420</u>	<u>49</u>
NET REVENUE	<u>29,545,478</u>	<u>100</u>	<u>27,023,908</u>	<u>100</u>
BAD DEBTS EXPENSE, COMMITMENT AND GUARANTEE LIABILITY PROVISION (Notes 4, 5, 13, 14, 15 and 38)	<u>(1,320,735)</u>	<u>(4)</u>	<u>(2,382,958)</u>	<u>(9)</u>
TOTAL OPERATING EXPENSES				
Employee benefits expenses (Notes 4, 39 and 44)	(6,846,365)	(23)	(5,985,282)	(22)
Depreciation and amortization expense (Notes 4, 18, 19, 21 and 40)	(1,023,944)	(4)	(969,228)	(4)
Other general and administrative expense (Notes 4, 41 and 44)	<u>(5,586,003)</u>	<u>(19)</u>	<u>(4,806,507)</u>	<u>(18)</u>
Total operating expenses	<u>(13,456,312)</u>	<u>(46)</u>	<u>(11,761,017)</u>	<u>(44)</u>

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# CATHAY UNITED BANK CO., LTD. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended March 31			
	2025		2024	
	Amount	%	Amount	%
PROFIT BEFORE TAX	\$ 14,768,431	50	\$ 12,879,933	47
INCOME TAX EXPENSE (Notes 4 and 42)	<u>(2,590,212)</u>	<u>(9)</u>	<u>(2,456,723)</u>	<u>(9)</u>
NET INCOME	<u>12,178,219</u>	<u>41</u>	<u>10,423,210</u>	<u>38</u>
OTHER COMPREHENSIVE INCOME (Notes 4 and 32)				
Components of other comprehensive income (loss) that will not be reclassified to profit or loss, net of tax				
Remeasurement of defined benefit plans	(585)	-	(2,330)	-
Revaluation (losses) gains on investments in equity instruments measured at fair value through other comprehensive income	(1,073,556)	(4)	1,796,130	7
Change in fair value of financial liability attributable to change in credit risk of liability	410,648	2	209,796	1
Share of other comprehensive income of associates and joint ventures accounted for using equity method	2,405	-	3,167	-
Income tax related to components of other comprehensive income that will not be reclassified to profit or loss (Notes 4 and 42)	(10,813)	-	(159,712)	(1)
Components of other comprehensive income (loss) that will be reclassified to profit or loss, net of tax				
Exchange differences on translating the financial statements of foreign operations	674,838	2	1,279,920	5
Share of other comprehensive loss of associates and joint ventures accounted for using equity method	(10,291)	-	(3,971)	-
Gains (losses) from investments in debt instruments measured at fair value through other comprehensive income	1,666,831	6	(1,956,120)	(7)
Income tax related to components of other comprehensive income that will be reclassified to profit or loss (Notes 4 and 42)	<u>(153,454)</u>	<u>(1)</u>	<u>(201,962)</u>	<u>(1)</u>
Other comprehensive income, net of tax	<u>1,506,023</u>	<u>5</u>	<u>964,918</u>	<u>4</u>
TOTAL COMPREHENSIVE INCOME	<u>\$ 13,684,242</u>	<u>46</u>	<u>\$ 11,388,128</u>	<u>42</u>

(Continued)

# CATHAY UNITED BANK CO., LTD. AND SUBSIDIARIES

## CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (In Thousands of New Taiwan Dollars, Except Earnings Per Share)

	For the Three Months Ended March 31			
	2025		2024	
	Amount	%	Amount	%
PROFIT ATTRIBUTABLE TO:				
Owners of the Bank	\$ 12,048,631	41	\$ 10,353,848	38
Non-controlling interests	<u>129,588</u>	<u>-</u>	<u>69,362</u>	<u>-</u>
	<u>\$ 12,178,219</u>	<u>41</u>	<u>\$ 10,423,210</u>	<u>38</u>
COMPREHENSIVE INCOME ATTRIBUTABLE TO:				
Owners of the Bank	\$ 13,516,590	46	\$ 11,178,962	41
Non-controlling interests	<u>167,652</u>	<u>-</u>	<u>209,166</u>	<u>1</u>
	<u>\$ 13,684,242</u>	<u>46</u>	<u>\$ 11,388,128</u>	<u>42</u>
EARNINGS PER SHARE (Note 43)				
Basic	<u>\$ 1.00</u>		<u>\$ 0.86</u>	

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

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**CATHAY UNITED BANK CO., LTD. AND SUBSIDIARIES**

**CONSOLIDATED STATEMENTS OF CHANGES IN EQUITY**  
(In Thousands of New Taiwan Dollars)

	Equity Attributable to Owners of the Bank											Total Equity	
	Retained Earnings				Other Equity								Non-controlling Interests
	Capital Stock	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translating the Financial Statements of Foreign Operations	Unrealized Gains (Losses) on Financial Assets at Fair Value Through Other Comprehensive Income	Change in the Fair Value of Liabilities Attributable to Credit Risk	Losses on Remeasurements of Defined Benefit Plans	Gain on Property Revaluation	Total		
BALANCE AT JANUARY 1, 2024	\$ 108,598,655	\$ 38,869,080	\$ 85,964,149	\$ 16,832,170	\$ 27,823,633	\$ (1,520,460)	\$ (2,847,253)	\$ (833,793)	\$ (2,567,037)	\$ 1,612,099	\$ (6,156,444)	\$ 3,934,432	\$ 275,865,675
Net income for the three months ended March 31, 2024	-	-	-	-	10,353,848	-	-	-	-	-	-	69,362	10,423,210
Other comprehensive income (loss) for the three months ended March 31, 2024, net of income tax	-	-	-	-	-	909,601	(248,876)	167,837	(3,448)	-	825,114	139,804	964,918
Total comprehensive income (loss) for the three months ended March 31, 2024	-	-	-	-	10,353,848	909,601	(248,876)	167,837	(3,448)	-	825,114	209,166	11,388,128
Disposals of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	270,568	-	(270,568)	-	-	-	(270,568)	-	-
BALANCE AT MARCH 31, 2024	\$ 108,598,655	\$ 38,869,080	\$ 85,964,149	\$ 16,832,170	\$ 38,448,049	\$ (610,859)	\$ (3,366,697)	\$ (665,956)	\$ (2,570,485)	\$ 1,612,099	\$ (5,601,898)	\$ 4,143,598	\$ 287,253,803
BALANCE AT JANUARY 1, 2025	\$ 120,113,139	\$ 38,869,080	\$ 94,311,239	\$ 8,504,431	\$ 37,320,398	\$ 359,595	\$ (2,531,340)	\$ (420,102)	\$ (2,748,935)	\$ 1,612,099	\$ (3,728,685)	\$ 4,658,426	\$ 300,048,030
Net income for the three months ended March 31, 2025	-	-	-	-	12,048,631	-	-	-	-	-	-	129,588	12,178,219
Other comprehensive income for the three months ended March 31, 2025, net of income tax	-	-	-	-	-	498,343	639,615	328,518	1,483	-	1,467,959	38,064	1,506,023
Total comprehensive income for the three months ended March 31, 2025	-	-	-	-	12,048,631	498,343	639,615	328,518	1,483	-	1,467,959	167,652	13,684,242
Disposals of investments in equity instruments designated as at fair value through other comprehensive income	-	-	-	-	296,755	-	(296,755)	-	-	-	(296,755)	-	-
BALANCE AT MARCH 31, 2025	\$ 120,113,139	\$ 38,869,080	\$ 94,311,239	\$ 8,504,431	\$ 49,665,784	\$ 857,938	\$ (2,188,480)	\$ (91,584)	\$ (2,747,452)	\$ 1,612,099	\$ (2,557,479)	\$ 4,826,078	\$ 313,732,272

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

# CATHAY UNITED BANK CO., LTD. AND SUBSIDIARIES

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

	For the Three Months Ended March 31	
	2025	2024
<b>CASH FLOWS FROM OPERATING ACTIVITIES</b>		
Profit before tax	\$ 14,768,431	\$ 12,879,933
Adjustments:		
Depreciation expense	850,509	796,068
Amortization expense	173,435	173,160
Expected credit loss	1,320,735	2,382,958
Net gains on financial assets and liabilities at fair value through profit or loss	(2,108,288)	(4,738,928)
Interest expense	14,489,496	14,781,476
Net gains arising from derecognition of financial assets measured at amortised cost	(64)	-
Interest income	(30,678,104)	(28,457,964)
Dividend income	(83,986)	(56,348)
Share of profit of associates and joint ventures accounted for using equity method	(19,702)	(12,268)
Losses (gains) on disposal of property and equipment	2,897	(66,310)
Gains on disposal of investment properties	-	(1,740)
Gains on disposal of investments	(53,485)	(90,492)
Impairment loss on financial assets	2,307	4,363
Gains on sale of nonperforming loans	(65)	-
Others adjustments to reconcile profit	(76,839)	-
Changes in operating assets and liabilities		
Due from the Central Bank and call loans to banks	(6,817,717)	(1,013,153)
Financial assets at fair value through profit or loss	(4,440,780)	58,971,495
Financial assets at fair value through other comprehensive income	(13,208,153)	(41,226,425)
Investments in debt instruments at amortised cost	(35,754,763)	76,219,329
Receivables	9,679,038	4,606,720
Discounts and loans	(74,705,469)	(121,362,494)
Other financial assets	(37,979)	(12,810)
Other assets	(1,424,108)	706,016
Deposits from the Central Bank and banks	(11,468,897)	7,272,993
Financial liabilities at fair value through profit or loss	(9,509,936)	(14,683,188)
Notes and bonds issued under repurchase agreements	8,632,239	4,855,201
Payables	(8,429,135)	2,163,179
Deposits and remittances	88,949,069	(34,993,349)
Other financial liabilities	1,320,266	(1,515,988)
Provisions	(156,277)	(147,826)
Other liabilities	1,821,858	(321,877)
Cash used in operations	(56,963,467)	(62,888,269)
Interest received	31,732,000	30,393,937
Dividends received	34,376	35,245
Interest paid	(11,754,128)	(12,473,323)
Income tax paid	(358,230)	(417,495)
Net cash used in operating activities	<u>(37,309,449)</u>	<u>(45,349,905)</u>

(Continued)

# CATHAY UNITED BANK CO., LTD. AND SUBSIDIARIES

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

	For the Three Months Ended March 31	
	2025	2024
<b>CASH FLOWS FROM INVESTING ACTIVITIES</b>		
Acquisition of property and equipment	\$ (441,288)	\$ (243,864)
Proceeds from disposal of property and equipment	-	153,282
Acquisition of intangible assets	(48,377)	(94,105)
Proceeds from disposal of investment properties	-	13,520
Cash received of sale of nonperforming loans	19,418	-
Other assets	<u>400,394</u>	<u>(5,716,700)</u>
Net cash used in investing activities	<u>(69,853)</u>	<u>(5,887,867)</u>
<b>CASH FLOWS FROM FINANCING ACTIVITIES</b>		
Payments of the principal portion of lease liabilities	(414,736)	(409,801)
Other liabilities	<u>(4,124,865)</u>	<u>(3,273,354)</u>
Net cash used in financing activities	<u>(4,539,601)</u>	<u>(3,683,155)</u>
EFFECTS OF PURCHASING POWER AND EXCHANGE RATE CHANGES ON CASH AND CASH EQUIVALENTS	<u>729,474</u>	<u>1,217,056</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(41,189,429)	(53,703,871)
CASH AND CASH EQUIVALENTS AT THE BEGINNING OF THE PERIOD	<u>371,168,287</u>	<u>368,299,200</u>
CASH AND CASH EQUIVALENTS AT THE END OF THE PERIOD	<u>\$ 329,978,858</u>	<u>\$ 314,595,329</u>
	March 31	
	2025	2024
<b>RECONCILIATIONS OF CASH AND CASH EQUIVALENTS REPORTED IN THE CONSOLIDATED STATEMENTS OF CASH FLOWS WITH THOSE REPORTED IN THE CONSOLIDATED BALANCE SHEETS AS OF MARCH 31, 2025 AND 2024</b>		
Cash and cash equivalents reported in the consolidated balance sheets	\$ 116,193,171	\$ 86,674,109
Due from the Central Bank and call loans to banks qualifying for cash and cash equivalents under the definition of IAS 7	194,145,739	198,260,085
Securities purchased under resell agreements qualifying for cash and cash equivalents under the definition of IAS 7	<u>19,639,948</u>	<u>29,661,135</u>
Cash and cash equivalents at the end of the period	<u>\$ 329,978,858</u>	<u>\$ 314,595,329</u>

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

(Concluded)