

**CHINESE MARITIME TRANSPORT LTD.
AND SUBSIDIARIES**

Consolidated Financial Statements

**With Independent Auditors' Review Report
For the Six Months Ended June 30, 2022 and 2021**

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

Table of contents

Contents	Page
1. Cover Page	1
2. Table of Contents	2
3. Independent Auditors' Review Report	3
4. Consolidated Balance Sheets	4
5. Consolidated Statements of Comprehensive Income	5
6. Consolidated Statements of Changes in Equity	6
7. Consolidated Statements of Cash Flows	7
8. Notes to the Consolidated Financial Statements	
(1) Company history	8
(2) Approval date and procedures of the consolidated financial statements	8
(3) New standards, amendments and interpretations adopted	8~9
(4) Summary of significant accounting policies	10~13
(5) Significant accounting assumptions and judgments, and major sources of estimation uncertainty	13
(6) Explanation of significant accounts	13~40
(7) Related-party transactions	41~42
(8) Pledged assets	42
(9) Commitments and contingencies	43
(10) Losses Due to Major Disasters	43
(11) Subsequent Events	43
(12) Other	44~45
(13) Other disclosures	
(a) Information on significant transactions	45~49
(b) Information on investees	49~50
(c) Information on investment in mainland China	50
(d) Major shareholders	50
(14) Segment information	51~52



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Independent Auditors' Review Report

To the Board of Directors of
CHINESE MARITIME TRANSPORT LTD.:

Introduction

We have reviewed the accompanying consolidated balance sheets of Chinese Maritime Transport Ltd. and its subsidiaries as of June 30, 2022 and 2021, and the related consolidated statements of comprehensive income for the three months and six months ended June 30, 2022 and 2021, as well as the changes in equity and cash flows for the six months ended June 30, 2022 and 2021, and notes to the consolidated financial statements, including a summary of significant accounting policies. The management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting 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 Basis for Qualified Conclusion paragraph, we conducted our reviews in accordance with Statement of Auditing Standard 65, "Review of Financial Information Performed by the Independent Auditor of the Entity". A review of the consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit conducted in accordance with the generally accepted auditing standards and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Basis for Qualified Conclusion

As stated in Note 4(b), the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect the total assets amounting to \$1,816,175 thousand and \$1,858,440 thousand, constituting 9.15% and 9.75% of the consolidated total assets; and the total liabilities amounting to \$625,233 thousand and \$688,436 thousand, constituting 7.10% and 8.73% of the consolidated total liabilities as of June 30, 2022 and 2021, respectively; as well as the total comprehensive income amounting to \$36,557 thousand, \$9,590 thousand, \$55,005 thousand and \$14,219 thousand, constituting 9.38%, 0.67%, 4.83% and 0.83% of the absolute value of the consolidated total comprehensive income for the three months and six months ended June 30, 2022 and 2021, respectively.

Furthermore, as stated in Note 6(e), the other equity accounted investments of Chinese Maritime Transport Ltd. and its subsidiaries in its investee companies of \$611,430 thousand and \$604,257 thousand as of June 30, 2022 and 2021, respectively, and its equity in net earnings (losses) on these investee companies of \$(1,356) thousand, \$5,956 thousand, \$201 thousand and \$11,780 thousand for the three months and six months ended June 30, 2022 and 2021, respectively, were recognized solely on the financial statements prepared by these investee companies, but not reviewed by independent auditors.

Qualified Conclusion

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries and equity accounted investee companies described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, based on our reviews, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of Chinese Maritime Transport Ltd. and its subsidiaries as of June 30, 2022 and 2021, and of its consolidated financial performance for the three months and six months ended June 30, 2022 and 2021, as well as consolidated cash flows for the six months ended June 30, 2022 and 2021 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 Yiu-Kwan Au and Szu-Chuan Chien.

KPMG

Taipei, Taiwan (Republic of China)
August 10, 2022

Notes to Readers

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

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

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)
Reviewed only, not audited in accordance with the generally accepted auditing standards as of June 30, 2022 and 2021

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES

Consolidated Balance Sheets

June 30, 2022, December 31 and June 30, 2021

(Expressed in Thousands of New Taiwan Dollars)

Assets		June 30, 2022		December 31, 2021		June 30, 2021		Liabilities and Equity		June 30, 2022		December 31, 2021		June 30, 2021	
		Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%
Current assets:								Current liabilities:							
1100	Cash and cash equivalents (note 6(a))	\$ 3,634,361	18	3,057,048	16	2,831,034	15	2100	Short-term borrowings (note 6(j))	\$ 1,229,840	6	1,459,781	8	659,990	3
1110	Current financial assets at fair value through profit or loss (notes 6(b) and 8)	435,886	2	480,371	3	564,944	3	2130	Current contract liabilities (note 6(q))	44,631	-	55,217	-	17,420	-
1150	Notes and accounts receivable, net (note 6(d))	385,736	2	331,386	2	327,280	2	2150	Notes and accounts payable	192,361	1	240,068	1	190,389	1
1180	Accounts receivable due from related parties, net (notes 6(d) and 7)	12,156	-	14,680	-	10,323	-	2200	Other payables	134,858	1	151,102	1	134,447	1
1470	Other current assets	93,145	1	88,003	-	71,445	-	2216	Dividends payable	529,259	3	-	-	315,975	2
1476	Other current financial assets (notes 6(i), 8 and 12)	442,029	2	437,150	2	310,782	2	2230	Current tax liabilities	45,695	-	35,571	-	10,655	-
		<u>5,003,313</u>	<u>25</u>	<u>4,408,638</u>	<u>23</u>	<u>4,115,808</u>	<u>22</u>	2280	Current lease liabilities (note 6(k))	48,937	-	51,286	-	46,006	-
								2300	Other current liabilities	3,483	-	2,608	-	13,093	-
								2320	Long-term liabilities, current portion (note 6(j))	896,996	5	1,225,824	7	944,622	5
										<u>3,126,060</u>	<u>16</u>	<u>3,221,457</u>	<u>17</u>	<u>2,332,597</u>	<u>12</u>
Non-current assets:								Non-Current liabilities:							
1510	Non-current financial assets at fair value through profit or loss (notes 6(b) and 8)	20,352	-	686,613	4	835,227	4	2530	Bonds payable (note 6(j))	2,500,000	12	2,500,000	13	2,500,000	13
1517	Non-current financial assets at fair value through other comprehensive income (notes 6(c) and 8)	812,855	5	776,107	4	1,466,960	8	2540	Long-term borrowings (note 6(j))	2,408,906	12	2,118,890	11	2,304,995	12
1550	Investments accounted for using equity method, net (note 6(e))	611,430	3	587,583	3	604,257	3	2570	Deferred tax liabilities	606,789	3	606,789	3	606,529	3
1600	Property, plant and equipment (notes 6(f) and (8))	13,101,191	66	12,261,063	65	11,740,135	62	2580	Non-current lease liabilities (note 6(k))	139,613	1	169,285	1	115,792	1
1755	Right-of-use assets (note 6(g))	190,359	1	215,315	1	164,239	1	2640	Net defined benefit liabilities, non-current	25,711	-	30,714	-	27,812	-
1760	Investment property, net (note 6(h))	34,617	-	33,849	-	34,176	-	2670	Other non-current liabilities, others	3,358	-	3,179	-	1,424	-
1780	Intangible assets	6,795	-	8,381	-	9,538	-			<u>5,684,377</u>	<u>28</u>	<u>5,428,857</u>	<u>28</u>	<u>5,556,552</u>	<u>29</u>
1840	Deferred tax assets	13,646	-	13,646	-	17,355	-			<u>8,810,437</u>	<u>44</u>	<u>8,650,314</u>	<u>45</u>	<u>7,889,149</u>	<u>41</u>
1900	Other non-current assets	29,874	-	64,755	-	58,362	-	Total liabilities							
1980	Other non-current financial assets (notes 6(i) and 8)							Equity attributable to owners of parent (notes 6(o) and 12):							
		<u>22,531</u>	<u>-</u>	<u>22,461</u>	<u>-</u>	<u>18,641</u>	<u>-</u>	3100	Common stock	1,974,846	10	1,974,846	10	1,974,846	11
		<u>14,843,650</u>	<u>75</u>	<u>14,669,773</u>	<u>77</u>	<u>14,948,890</u>	<u>78</u>	3200	Capital surplus	53,411	-	53,411	-	53,411	-
								Retained earnings:							
								3310	Legal reserve	1,882,499	10	1,779,756	10	1,779,756	9
								3320	Special reserve	934,768	5	883,992	5	883,992	5
								3350	Unappropriated earnings	6,340,343	32	6,653,375	35	6,641,761	35
										<u>9,157,610</u>	<u>47</u>	<u>9,317,123</u>	<u>50</u>	<u>9,305,509</u>	<u>49</u>
								3400	Other equity interest	(163,180)	(1)	(934,768)	(5)	(179,703)	(1)
										<u>11,022,687</u>	<u>56</u>	<u>10,410,612</u>	<u>55</u>	<u>11,154,063</u>	<u>59</u>
								3610	Non-controlling interests	13,839	-	17,485	-	21,486	-
										<u>11,036,526</u>	<u>56</u>	<u>10,428,097</u>	<u>55</u>	<u>11,175,549</u>	<u>59</u>
Total assets		<u>\$ 19,846,963</u>	<u>100</u>	<u>19,078,411</u>	<u>100</u>	<u>19,064,698</u>	<u>100</u>	Total liabilities and equity		<u>\$ 19,846,963</u>	<u>100</u>	<u>19,078,411</u>	<u>100</u>	<u>19,064,698</u>	<u>100</u>

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)
REVIEWED ONLY, NOT AUDITED IN ACCORDANCE WITH GENERALLY ACCEPTED AUDITING STANDARDS

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES

Consolidated Statements of Comprehensive Income

For the three months and six months ended June 30, 2022 and 2021

(Expressed in Thousands of New Taiwan Dollars, Except earnings per share)

	For the three months ended June 30				For the six months ended June 30			
	2022		2021		2022		2021	
	Amount	%	Amount	%	Amount	%	Amount	%
4000 Operating Revenues (notes 6(q), 7 and 14)								
4621 Freight revenue-vessel chartering	\$ 730,874	60	373,549	46	1,296,807	59	751,013	47
4622 Freight revenue-container hauling and logistics	467,482	39	432,441	54	891,582	40	839,851	52
4623 Freight revenue-airline agent and others	10,277	1	931	-	26,919	1	9,364	1
	<u>1,208,633</u>	<u>100</u>	<u>806,921</u>	<u>100</u>	<u>2,215,308</u>	<u>100</u>	<u>1,600,228</u>	<u>100</u>
5000 Operating costs (notes 6(m), (s) and 12)								
5621 Freight cost-vessel chartering	403,223	33	337,103	42	772,128	35	649,385	41
5622 Freight cost-container hauling and logistics	356,313	30	355,661	44	694,600	31	695,511	43
5623 Freight cost-airline agent and others	2,286	-	1,909	-	18,901	1	8,988	1
	<u>761,822</u>	<u>63</u>	<u>694,673</u>	<u>86</u>	<u>1,485,629</u>	<u>67</u>	<u>1,353,884</u>	<u>85</u>
5900 Gross profit	<u>446,811</u>	<u>37</u>	<u>112,248</u>	<u>14</u>	<u>729,679</u>	<u>33</u>	<u>246,344</u>	<u>15</u>
Operating expenses:								
6000 Operating expenses (notes 6(m), (s), 7 and 12)	111,251	9	108,662	14	227,571	10	211,208	13
6450 Expected credit losses (reversal gains) (note 6(d))	149	-	404	-	158	-	326	-
	<u>111,400</u>	<u>9</u>	<u>109,066</u>	<u>14</u>	<u>227,729</u>	<u>10</u>	<u>211,534</u>	<u>13</u>
6900 Net operating income	<u>335,411</u>	<u>28</u>	<u>3,182</u>	<u>-</u>	<u>501,950</u>	<u>23</u>	<u>34,810</u>	<u>2</u>
Non-operating income and expenses:								
7010 Other income (notes 6(b), (c), (l) and 12)	82,347	7	27,916	3	136,280	6	37,172	3
7050 Finance costs (note 6(r))	(29,552)	(2)	(22,853)	(3)	(53,981)	(2)	(52,970)	(3)
7060 Share of profit (loss) of associates and joint ventures accounted for using equity method (note 6(e))	(1,356)	-	5,956	1	201	-	11,780	1
7100 Interest income	5,448	-	2,442	-	6,786	-	6,756	-
7210 Gains (losses) on disposals of property, plant and equipment, net (note 6(f))	5,539	-	(635)	-	5,666	-	(544)	-
7230 Foreign exchange gains, net	17,321	1	7,289	1	17,536	1	565	-
7235 Gains (losses) on financial assets at fair value through profit or loss (note 6(b))	(223,287)	(18)	787,580	98	(202,285)	(9)	994,655	62
7590 Miscellaneous disbursements	(19)	-	38	-	(55)	-	(61)	-
	<u>(143,559)</u>	<u>(12)</u>	<u>807,733</u>	<u>100</u>	<u>(89,852)</u>	<u>(4)</u>	<u>997,353</u>	<u>63</u>
7900 Profit from continuing operation before tax	<u>191,852</u>	<u>16</u>	<u>810,915</u>	<u>100</u>	<u>412,098</u>	<u>19</u>	<u>1,032,163</u>	<u>65</u>
7950 Less: Income tax expenses (note 6(n))	10,035	1	6,637	-	45,998	2	11,421	1
Profit	<u>181,817</u>	<u>15</u>	<u>804,278</u>	<u>100</u>	<u>366,100</u>	<u>17</u>	<u>1,020,742</u>	<u>64</u>
8300 Other comprehensive income:								
8310 Items that may not be reclassified subsequently to profit or loss								
8316 Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income (note 6(c))	(189,618)	(16)	859,811	107	36,748	2	785,623	49
Total other comprehensive income that may not be reclassified to profit or loss	<u>(189,618)</u>	<u>(16)</u>	<u>859,811</u>	<u>107</u>	<u>36,748</u>	<u>2</u>	<u>785,623</u>	<u>49</u>
8360 Items that may be reclassified subsequently to profit or loss								
8361 Exchange differences on translation of foreign financial statements	374,347	31	(213,615)	(26)	691,598	30	(76,313)	(5)
8370 Share of other comprehensive income of associates and joint ventures accounted for using equity method, items that may be reclassified to profit or loss	23,169	2	(14,339)	(2)	43,242	2	(13,144)	(1)
Total other comprehensive income that may be reclassified subsequently to profit or loss	<u>397,516</u>	<u>33</u>	<u>(227,954)</u>	<u>(28)</u>	<u>734,840</u>	<u>32</u>	<u>(89,457)</u>	<u>(6)</u>
8300 Other comprehensive income	<u>207,898</u>	<u>17</u>	<u>631,857</u>	<u>79</u>	<u>771,588</u>	<u>34</u>	<u>696,166</u>	<u>43</u>
Total comprehensive income	<u>\$ 389,715</u>	<u>32</u>	<u>1,436,135</u>	<u>179</u>	<u>1,137,688</u>	<u>51</u>	<u>1,716,908</u>	<u>107</u>
Profit, attributable to:								
Owners of parent	\$ 183,558	15	805,652	100	369,746	17	1,026,337	64
8615 Predecessors' interests under common control	-	-	-	-	-	-	(2,412)	-
Non-controlling interests	(1,741)	-	(1,374)	-	(3,646)	-	(3,183)	-
	<u>\$ 181,817</u>	<u>15</u>	<u>804,278</u>	<u>100</u>	<u>366,100</u>	<u>17</u>	<u>1,020,742</u>	<u>64</u>
Comprehensive income attributable to:								
Owners of parent	\$ 391,456	32	1,437,509	179	1,141,334	51	1,722,503	107
Predecessors' interests under common control	-	-	-	-	-	-	(2,412)	-
Non-controlling interests	(1,741)	-	(1,374)	-	(3,646)	-	(3,183)	-
	<u>\$ 389,715</u>	<u>32</u>	<u>1,436,135</u>	<u>179</u>	<u>1,137,688</u>	<u>51</u>	<u>1,716,908</u>	<u>107</u>
Earnings per share (notes 6(p) and 12)								
9750 Basic net income per share (NT Dollars)	<u>\$ 0.93</u>		<u>4.08</u>		<u>1.87</u>		<u>5.20</u>	
9850 Diluted net income per share (NT Dollars)	<u>\$ 0.93</u>		<u>4.08</u>		<u>1.87</u>		<u>5.19</u>	

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)
Reviewed only, not audited in accordance with generally accepted auditing standards

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES

Consolidated Statements of Changes in Equity

For the six months ended June 30, 2022 and 2021

(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent					Total other equity interest			Total equity attributable to owners of parent	Equity attributable to predecessors' interests under common control	Non-controlling interests	Total equity	
	Share capital	Retained earnings	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Exchange differences on translation of foreign financial statements	Total	Total	Total						
	Ordinary shares	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings	Total							
Balance at January 1, 2021 (Restated)	\$ 1,974,846	53,411	1,747,570	535,690	6,322,409	8,605,669	(1,154,720)	270,728	(883,992)	9,749,934	32,893	24,669	9,807,496
Appropriation and distribution of retained earnings:													
Legal reserve appropriated	-	-	32,186	-	(32,186)	-	-	-	-	-	-	-	-
Special reserve appropriated	-	-	-	348,302	(348,302)	-	-	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(315,975)	(315,975)	-	-	-	(315,975)	-	-	(315,975)
Net income for the six months ended June 30, 2021	-	-	32,186	348,302	(696,463)	(315,975)	-	-	-	(315,975)	-	-	(315,975)
Other comprehensive income for the six months ended June 30, 2021	-	-	-	-	1,026,337	1,026,337	-	-	-	1,026,337	(2,412)	(3,183)	1,020,742
Total comprehensive income for the six months ended June 30, 2021	-	-	-	-	(8,123)	(8,123)	(89,457)	793,746	704,289	696,166	-	-	696,166
Difference between consideration and carrying amount of subsidiaries acquired or disposed	-	-	-	-	1,018,214	1,018,214	(89,457)	793,746	704,289	1,722,503	(2,412)	(3,183)	1,716,908
Effect of reorganization	-	-	-	-	(2,399)	(2,399)	-	-	-	(2,399)	2,399	-	-
Balance at June 30, 2021	\$ 1,974,846	53,411	1,779,756	883,992	6,641,761	9,305,509	(1,244,177)	1,064,474	(179,703)	11,154,063	-	21,486	11,175,549
Balance at January 1, 2022	\$ 1,974,846	53,411	1,779,756	883,992	6,653,375	9,317,123	(1,308,389)	373,621	(934,768)	10,410,612	-	17,485	10,428,097
Appropriation and distribution of retained earnings:													
Legal reserve appropriated	-	-	102,743	-	(102,743)	-	-	-	-	-	-	-	-
Special reserve appropriated	-	-	-	50,776	(50,776)	-	-	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(529,259)	(529,259)	-	-	-	(529,259)	-	-	(529,259)
Net income for the six months ended June 30, 2022	-	-	102,743	50,776	(682,778)	(529,259)	-	-	-	(529,259)	-	-	(529,259)
Other comprehensive income for the six months ended June 30, 2022	-	-	-	-	369,746	369,746	-	-	-	369,746	-	(3,646)	366,100
Total comprehensive income for the six months ended June 30, 2022	-	-	-	-	-	-	734,840	36,748	771,588	771,588	-	-	771,588
Total comprehensive income for the six months ended June 30, 2022	-	-	-	-	369,746	369,746	734,840	36,748	771,588	1,141,334	-	(3,646)	1,137,688
Balance at June 30, 2022	\$ 1,974,846	53,411	1,882,499	934,768	6,340,343	9,157,610	(573,549)	410,369	(163,180)	11,022,687	-	13,839	11,036,526

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)
REVIEWED ONLY, NOT AUDITED IN ACCORDANCE WITH GENERALLY ACCEPTED AUDITING STANDARDS

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the six months ended June 30, 2022 and 2021

(Expressed in Thousands of New Taiwan Dollars)

	For the six months ended June 30	
	2022	2021
Cash flows from (used in) operating activities:		
Profit before tax	\$ 412,098	1,032,163
Adjustments:		
Adjustments to reconcile profit (loss):		
Depreciation and amortization expense	466,726	442,573
Expected credit loss	158	326
Net loss (gain) on financial assets at fair value through profit or loss	202,285	(994,655)
Interest expense	53,981	52,970
Interest income	(6,786)	(6,756)
Dividend income	(126,711)	(30,787)
Share of profit of associates and joint ventures accounted for using equity method	(201)	(11,780)
Net (gain) loss on disposal of property, plant and equipment	(5,666)	544
Others	-	(261)
Total adjustments to reconcile profit (loss)	<u>583,786</u>	<u>(547,826)</u>
Changes in operating assets:		
Increase in notes and accounts receivable (including related parties)	(51,984)	(40,134)
(Increase) decrease in other current assets	(1,906)	14,002
Decrease in other current financial assets	27,506	5,898
	<u>(26,384)</u>	<u>(20,234)</u>
Changes in operating liabilities:		
(Decrease) increase in notes and accounts payable	(47,707)	24,276
Decrease in current contract liabilities	(10,586)	(16,716)
(Decrease) increase in other current liabilities	(21,127)	16,802
Decrease in net defined benefit liabilities	(5,003)	(3,892)
	<u>(84,423)</u>	<u>20,470</u>
Total changes in operating assets and liabilities	<u>(110,807)</u>	<u>236</u>
Total adjustments	<u>472,979</u>	<u>(547,590)</u>
Cash inflow generated from operations	885,077	484,573
Interest received	3,699	7,534
Dividend received	51,907	8,864
Interest paid	(48,728)	(65,233)
Income taxes paid	(35,903)	(11,548)
Net cash flows from operating activities	<u>856,052</u>	<u>424,190</u>
Cash flows from (used in) investing activities:		
Proceeds from disposal of financial assets at fair value through other comprehensive income	-	507,139
Acquisition of financial assets at fair value through profit or loss	-	(37,101)
Proceeds from disposal of financial assets at fair value through profit or loss	508,461	475,190
Acquisition of property, plant and equipment	(511,490)	(146,476)
Proceeds from disposal of property, plant and equipment	27,780	609
Increase in other non-current assets	(21,703)	(21,743)
Acquisition of intangible assets	(68)	-
Decrease in other current financial assets	65,202	37,852
Increase in other non-current financial assets	(70)	(17)
Decrease in equity attributable to predecessors' interests under common control	-	(32,880)
Net cash flows from investing activities	<u>68,112</u>	<u>782,573</u>
Cash flows from (used in) financing activities:		
(Decrease) increase in short-term borrowings	(229,941)	465,050
Repayments of bonds	(400,000)	(2,300,000)
Proceeds from long-term borrowings	431,325	-
Repayments of long-term borrowings	(291,842)	(306,967)
Payment of lease liabilities	(32,021)	(29,585)
Others	179	756
Net cash flows used in financing activities	<u>(522,300)</u>	<u>(2,170,746)</u>
Effect of exchange rate changes on cash and cash equivalents	<u>175,449</u>	<u>(18,998)</u>
Net increase (decrease) in cash and cash equivalents	<u>577,313</u>	<u>(982,981)</u>
Cash and cash equivalents at beginning of period	<u>3,057,048</u>	<u>3,814,015</u>
Cash and cash equivalents at end of period	<u>\$ 3,634,361</u>	<u>2,831,034</u>

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)
Reviewed only, not audited in accordance with generally accepted auditing standards

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES

Notes to the Consolidated Financial Statements

June 30, 2022 and 2021

(Expressed in Thousands of New Taiwan Dollars Except for Earnings Per Share Information and Unless Otherwise Specified)

(1) Company history

CHINESE MARITIME TRANSPORT LTD. (the “Company”), previously named Associated Transport Inc., was incorporated as a company limited by shares on January 31, 1978, in the Republic of China. The Company’s common shares were listed on the Taiwan Stock Exchange (TWSE). The consolidated financial statements of the Company as of and for the six months ended June 30, 2022 comprise the Company and its subsidiaries (together refined to as the “Group”). The main activities of the Group are bulk-carrier transportation through its 100%-owned overseas subsidiaries; domestic container hauling, vessel transportation, warehousing, and related business; and acting as the general sales agent for Saudi Arabian Airlines. The Group also owns investment companies to engage in the business of investment. Based on the organization of the Group and distribution of duties, the Company leads and invests in the business in the Group related to transportation. Please refer to note 4(b) for related information.

The Company had acquired 40% ownership of Associated Group Motors Corp.(AGM) with the cash considerations of \$32,800 on April 1, 2021. The percentage of ownership of AGM held by the Group had increased to 70%, thereby the Group had obtained the control of AGM. The transaction was accounted for as a business reorganization under common control in compliance with the Accounting Research and Development Foundation's IFRS Question and Answers. When presenting comparative consolidated financial statements, the Group presented them as if AGM had always been combined and the consolidated financial statements were restated retrospectively. Please refer to note 12(c) for related information.

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

These consolidated financial statements were authorized for issue by the Board of Directors on August 10, 2022.

(3) New standards, amendments and interpretations adopted:

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

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2022:

- Amendments to IAS 16 “Property, Plant and Equipment—Proceeds before Intended Use”
- Amendments to IAS 37 “Onerous Contracts—Cost of Fulfilling a Contract”
- Annual Improvements to IFRS Standards 2018–2020
- Amendments to IFRS 3 “Reference to the Conceptual Framework”

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

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

The Group assesses that the adoption of the following new amendments, effective for annual period beginning on January 1, 2023, would not have a significant impact on its consolidated financial statements:

- Amendments to IAS 1 “Disclosure of Accounting Policies”
- Amendments to IAS 8 “Definition of Accounting Estimates”
- Amendments to IAS 12 “Deferred Tax related to Assets and Liabilities arising from a Single Transaction”

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

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

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

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

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

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- Amendments to IFRS 17 “Initial Application of IFRS 17 and IFRS 9 – Comparative Information”

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(4) Summary of significant accounting policies

(a) Statement of compliance

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

Except the following accounting policies mentioned below, the significant accounting policies used in the financial statements are consistent with the consolidated financial statements for the year ended December 31, 2021. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2021.

(b) Basis of consolidation

Name of investor	Name of subsidiary	Principal activity	Shareholding			Note
			June 30, 2022	December 31, 2021	June 30, 2021	
The Company	Chinese Maritime Transport (S) Pte. Ltd. (CMTS)	Investment holding of ship-owning companies	-	0.34	0.34	Note 10
"	Chinese Maritime Transport (Hong Kong), Limited (CMTHK)	Investment holding of ship-owning companies	100	100	100	
"	Chinese Maritime Transport International Pte. Ltd. (CMTI)	Investment holding of ship-owning companies	100	100	100	Note 6
"	CMT Logistics Co., Ltd. (CMTL)	Warehouse management	100	100	100	Note 3
"	AGM Investment Ltd. (AGMI)	Investment	100	100	100	
"	Hope Investment Ltd. (HIL)	Investment	100	100	100	
"	Mo Hsin Investment Ltd. (MHI)	Investment	100	100	100	
"	Associated Transport Inc. (ATI)	Container trucking	100	100	100	
"	CMT Travel Service Ltd. (TRV)	Travel	100	100	100	Note 3
"	United Nan Hai Petroleum Inc. (UNH)	Gasoline international trade	-	-	-	Note 1
"	United Nan Hai Development Inc. (NHD)	Investment	-	-	-	Note 2
"	Associated Group Motors Corp. (AGM)	Automobile and its part manufacturing	70	70	70	Note 3, Note 4, Note 5
"	Huang Yuen Transport Ltd. (HYT)	Container trucking	71.43	71.43	-	Note 11

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of investor	Name of subsidiary	Principal activity	Shareholding			Note
			June 30, 2022	December 31, 2021	June 30, 2021	
The Company	Mao Hwa Transport Ltd. (MHT)	Container trucking	72.41	-	-	Note 12
"	Chinese Maritime Transport (UK) Limited	Investment holding of ship-owning companies	100	-	-	Note 8
CMTS	China Fortune Shipping Pte. Ltd. (CFR)	Bulk-carrier transportation	100	100	100	
"	China Enterprise Shipping Pte. Ltd. (CEP)	Bulk-carrier transportation	100	100	100	
CMTHK	China Prosperity Shipping Ltd. (CPS)	Bulk-carrier transportation	100	100	100	
"	China Peace Shipping Ltd. (CPC)	Bulk-carrier transportation	100	100	100	
"	China Progress Shipping Ltd. (CPG)	Bulk-carrier transportation	100	100	100	
"	China Pioneer Shipping Ltd. (CPN)	Bulk-carrier transportation	100	100	100	
"	China Pride Shipping Ltd. (CPD)	Bulk-carrier transportation	100	100	100	
"	CMT Chartering Ltd. (CCL)	Bulk-chartering services	100	100	100	
"	China Triumph Shipping Ltd. (CTU)	Bulk-carrier transportation	100	100	100	
"	China Trade Shipping Ltd. (CTD)	Bulk-carrier transportation	100	100	100	
"	China Harmony Shipping Ltd. (CHM)	Bulk-carrier transportation	100	100	100	
"	China Honour Shipping Ltd. (CHN)	Bulk-carrier transportation	100	100	100	
"	CMT Investment Co., Limited (CHI)	Investment	100	100	100	
"	Chinese Maritime Transport Ship Management (Hong Kong) Limited (CIM)	Investment management	100	100	100	
"	CMTS	Investment holding of ship-owning companies	-	-	99.66	Note 9
CMTI	CMTS	Investment holding of ship-owning companies	100	99.66	-	Note 9, Note 10
"	China Champion Shipping Pte. Ltd. (CCMP)	Bulk-carrier transportation	100	100	100	Note 6
"	China Venture Shipping Pte. Ltd. (CVTR)	Bulk-carrier transportation	100	100	100	Note 6
"	China Ace Shipping Pte. Ltd. (CACE)	Bulk-carrier transportation	100	100	-	Note 7
"	China Vista Shipping Pte. Ltd. (CVST)	Bulk-carrier transportation	100	100	-	Note 7

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of investor	Name of subsidiary	Principal activity	Shareholding			Note
			June 30, 2022	December 31, 2021	June 30, 2021	
ATI	Chang Shun Transport Ltd. (CST)	Container trucking	100	100	100	
"	Huang Yuen Transport Ltd. (HYT)	Container trucking	28.57	28.57	100	Note 11
"	Mao Hwa Transport Ltd. (MHT)	Container trucking	27.59	100	100	Note 12
"	Prosperity Transport Ltd. (APT)	Container trucking	100	100	100	
"	Pioneer Transport Ltd. (PTL)	Container trucking	100	100	100	

Note 1: Subsidiary incorporated in April 2013; and the liquidation procedures has been completed in May 2021.

Note 2: Subsidiary incorporated in December 2015; and the liquidation procedures has been completed in February 2021.

Note 3: Non-significant subsidiary, its financial statements have not been reviewed.

Note 4: Subsidiary was reorganized under a business reorganization under common control and included in the consolidated financial statements as of December 31, 2020, after the consolidated financial statements were restated.

Note 5: The Company had acquired 40% ownership of AGM with the cash considerations of \$32,800 on April 1, 2021. The percentage of ownership of AGM held by the Group had increased to 70%, thereby the Group had obtained the control of AGM. The transaction was accounted for as a business reorganization under common control, when presenting comparative consolidated financial statement, the Group presented it as if AGM had always been combined and the consolidated financial statements were restated retrospectively.

Note 6: Subsidiary incorporated in May 2021.

Note 7: Subsidiary incorporated in October 2021.

Note 8: Subsidiary incorporated in May 2022.

Note 9: The Company had reorganized in September 2021 to transfer the share of subsidiary CMTS from subsidiary CMTHK to subsidiary CMTI.

Note 10: The Company had recognized in April 2022 to transfer the share of subsidiary CMTS from the Company to subsidiary CMTI.

Note 11: The Company and subsidiary ATI jointly hold 100% ownership on HYT. In the fourth quarter of 2021, the Company subscribed for all shares of HYT's cash capital increase, increasing its ownership to 71.43%.

Note 12: The Company and subsidiary ATI jointly hold 100% ownership on MHT. In the second quarter of 2022, the Company subscribed for all shares of MHT's cash capital increase, increasing its ownership to 72.41%.

(c) Employee benefits

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

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(d) Income taxes

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

Income tax expenses for the period are best estimated by multiplying pre-tax income for the interim reporting period using the effective annual tax rate as forecasted by the management. This should be recognized fully as tax expense for the current period.

Temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases shall be measured based on the effective tax rate at the time of realization or liquidation and recognized directly in equity or other comprehensive income as tax expense.

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

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

In the preparation of this consolidated interim financial statements, the major sources of accounting assumptions, judgments and estimation uncertainty are consistent with note 5 of the annual consolidated financial statements for the year ended December 31, 2021.

(6) Explanation of significant accounts

Except for the following disclosures, there were no material differences in the disclosures of significant accounts between the interim consolidated financial statements for the current period and the 2021 consolidated financial statements. Please refer to note 6 of the consolidated financial statements for the year ended December 31, 2021.

(a) Cash and cash equivalents

	June 30, 2022	December 31, 2021	June 30, 2021
Petty cash, checking accounts and demand deposits	\$ 1,540,120	1,719,175	1,644,248
Time deposits	1,989,514	1,028,648	989,524
Cash equivalents-commercial paper and reverse repurchase agreement	<u>104,727</u>	<u>309,225</u>	<u>197,262</u>
	<u>\$ 3,634,361</u>	<u>3,057,048</u>	<u>2,831,034</u>

Please refer to note 6(t) for the exchange rate risk, the interest risk, and the fair value sensitivity analysis of the financial assets and liabilities of the Group.

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(b) Financial assets at fair value through profit or loss

(i) Information was as follows:

	<u>June 30, 2022</u>	<u>December 31, 2021</u>	<u>June 30, 2021</u>
Current financial assets mandatorily measured as at fair value through profit or loss:			
Non-derivative financial instrument			
Domestic listed stocks	\$ 435,886	480,371	564,944
Non-current financial assets mandatorily measured as at fair value through profit or loss:			
Non-derivative financial instrument			
Domestic listed stocks	-	106,520	128,596
Domestic listed stocks under private placement	-	559,741	681,670
Domestic unlisted stocks	<u>20,352</u>	<u>20,352</u>	<u>24,961</u>
	<u>\$ 456,238</u>	<u>1,166,984</u>	<u>1,400,171</u>
Current	\$ 435,886	480,371	564,944
Non-current	<u>20,352</u>	<u>686,613</u>	<u>835,227</u>
	<u>\$ 456,238</u>	<u>1,166,984</u>	<u>1,400,171</u>

The gain or loss on financial assets at fair value through profit or loss for the three months ended and six months ended June 30, 2022 and 2021 were loss of \$223,287, gain of \$787,580, loss of \$202,285 and gain of \$994,655, respectively.

During the six months ended June 30, 2022 and 2021, the dividends of \$78,204 and \$24,907, respectively, related to investment at fair value through profit or loss, were recognized.

As of June 30, 2022, December 31 and June 30, 2021, the financial assets measured at fair value through profit or loss of the Group had been pledged as collateral, please refer to note 8.

- (ii) The Group has assessed that the domestic unlisted common shares are held within a business model whose objective is achieved by both collecting the contractual cash flows and by selling securities; therefore, they have been designated as debt investment and classified as financial assets mandatorily measured value through profit or loss.

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(c) Financial assets at fair value through other comprehensive income

	<u>June 30, 2022</u>	<u>December 31, 2021</u>	<u>June 30, 2021</u>
Equity investments at fair value through other comprehensive income			
Domestic listed stocks	\$ <u>812,855</u>	<u>776,107</u>	<u>1,466,960</u>

(i) Except for the following disclosures, there was no significant difference as compared with financial assets at fair value through other comprehensive income for the six months ended June 30, 2022 and 2021. Please refer to note 6(c) of the consolidated financial statements for the year ended December 31, 2021.

(ii) Equity investments at fair value through other comprehensive income

The Group made no new strategic investments during the six months ended June 30, 2022 and 2021.

The Group disposed part of its investment in TNCL with the disposal price amounting to \$507,139 during the six months ended June 30, 2021, resulting in an accumulated disposal loss of \$8,123, which was reclassified from other comprehensive income to retained earnings. There were no disposal of strategic investments and transfers of any cumulative gain or loss within equity relating to these investments during the six months ended June 30, 2022.

During the three months and six months ended June 30, 2022 and 2021, the Group had recognized unrealized gain or loss on financial assets at fair value through other comprehensive income of loss \$189,618, gain \$859,811, gain \$36,748 and gain \$785,623, respectively.

During the six months ended June 30, 2022 and 2021, the dividends of \$48,507 and \$5,880, respectively, related to equity investment at fair value through other comprehensive income were recognized.

(iii) Please refer to note 6(t) for market risk.

(iv) As of June 30, 2022, December 31 and June 30, 2021, the financial assets measured at other comprehensive income of the Group had been pledged as collateral, please refer to note 8.

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(d) Notes and accounts receivable

	<u>June 30, 2022</u>	<u>December 31, 2021</u>	<u>June 30, 2021</u>
Notes receivable	\$ 8,033	18,703	10,524
Accounts receivable	390,278	327,624	327,579
Less: Loss allowance	<u>(419)</u>	<u>(261)</u>	<u>(500)</u>
	<u>\$ 397,892</u>	<u>346,066</u>	<u>337,603</u>
Notes and accounts receivable, net	<u>\$ 385,736</u>	<u>331,386</u>	<u>327,280</u>
Notes and accounts receivable due from related parties, net	<u>\$ 12,156</u>	<u>14,680</u>	<u>10,323</u>

The Group applies the simplified approach to provide for its expected credit losses, i.e. the use of lifetime expected loss provision for all receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics and the days past due, as well as incorporated forward looking information, including macroeconomic and relevant industry information. The loss allowance provision was determined as follows:

	<u>June 30, 2022</u>		
	<u>Gross carrying amount</u>	<u>Weighted- average loss rate</u>	<u>Loss allowance provision</u>
Not overdue	\$ 377,818	-	-
1 to 30 days past due	12,295	1.92%	236
30 to 180 days past due	8,198	2.23%	183
More than 180 days past due	<u>-</u>	-	<u>-</u>
	<u>\$ 398,311</u>		<u>419</u>
	<u>December 31, 2021</u>		
	<u>Gross carrying amount</u>	<u>Weighted- average loss rate</u>	<u>Loss allowance provision</u>
Not overdue	\$ 325,964	-	-
1 to 30 days past due	16,353	-	-
30 to 180 days past due	4,008	6.45%	259
More than 180 days past due	<u>2</u>	100%	<u>2</u>
	<u>\$ 346,327</u>		<u>261</u>

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	June 30, 2021		
	Gross carrying amount	Weighted- average loss rate	Loss allowance provision
Not current	\$ 321,470	-	-
1 to 30 days past due	11,181	-	-
30 to 180 days past due	5,452	9.17%	500
More than 180 days past due	-	-	-
	<u>\$ 338,103</u>		<u>500</u>

The movement in the allowance for notes and accounts receivable was as follows:

	For the six months ended June 30,	
	2022	2021
Balance on January 1	\$ 261	174
Impairment losses recognized	158	326
Balance on June 30	<u>\$ 419</u>	<u>500</u>

The Group did not provide any aforementioned notes and accounts receivable as collaterals as of June 30, 2022, December 31 and June 30, 2021.

Please refer to note 6(t) for credit risk of other receivables.

(e) Investments accounted for using equity method

- (i) A summary of the Group's financial information for equity-accounted investees at the reporting date is as follows:

	June 30, 2022	December 31, 2021	June 30, 2021
Associates	<u>\$ 611,430</u>	<u>587,583</u>	<u>604,257</u>

- (ii) The Group's share of the profit (loss) of associates and joint ventures was as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2022	2021	2022	2021
Associates	<u>\$ (1,356)</u>	<u>5,956</u>	<u>201</u>	<u>11,780</u>

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iii) Summarized financial information of individually insignificant associates

The summarized financial information on individually insignificant associates using the equity-accounted method is as follows:

	<u>June 30,</u> <u>2022</u>	<u>December 31,</u> <u>2021</u>	<u>June 30,</u> <u>2021</u>	
Carrying amount of individually insignificant associates' equity	\$ <u>611,430</u>	<u>587,583</u>	<u>604,257</u>	
	<u>For the three months ended</u> <u>June 30,</u>		<u>For the six months ended</u> <u>June 30,</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Share of profit attributable to the Group:				
Profit from continuing operations	\$ (1,356)	5,956	201	11,780
Other comprehensive income	<u>23,169</u>	<u>(14,339)</u>	<u>43,242</u>	<u>(13,144)</u>
Comprehensive income	<u>\$ 21,813</u>	<u>(8,383)</u>	<u>43,443</u>	<u>(1,364)</u>

(iv) Pledges

As of June 30, 2022, December 31 and June 30, 2021, the Group did not provide investment accounted for using equity method as collateral.

(f) Property, plant and equipment

The cost depreciation, and impairment of the property, plant and equipment of the Group for the six months ended June 30, 2022 and 2021 were as follows:

	<u>Land</u>	<u>Buildings and construction</u>	<u>Transportation Equipment</u>	<u>Other equipment</u>	<u>Under construction</u>	<u>Total</u>
Cost or deemed cost:						
Balance on January 1, 2022	\$ 1,699,643	193,245	17,549,045	622,199	955,610	21,019,742
Additions	-	18,824	95,989	36,148	360,529	511,490
Disposals	-	(11,228)	(14,856)	(78,117)	-	(104,201)
Reclassifications	-	55,804	83,155	933	(86,544)	53,348
Effect of movements in exchange rates	-	2,339	1,237,872	-	76,241	1,316,452
Balance on June 30, 2022	<u>\$ 1,699,643</u>	<u>258,984</u>	<u>18,951,205</u>	<u>581,163</u>	<u>1,305,836</u>	<u>22,796,831</u>

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	<u>Land</u>	<u>Buildings and construction</u>	<u>Transportation Equipment</u>	<u>Other equipment</u>	<u>Under construction</u>	<u>Total</u>
Balance on January 1, 2021 (Restated)	\$ 1,719,551	145,317	17,671,712	627,070	26,451	20,190,101
Additions	-	26,513	98,866	20,996	101	146,476
Disposals	-	(479)	(1,574)	(22,031)	-	(24,084)
Reclassifications	(19,908)	19,908	(13,544)	-	-	(13,544)
Effect of movements in exchange rates	-	(275)	(144,877)	-	(227)	(145,379)
Balance on June 30, 2021	<u>\$ 1,699,643</u>	<u>190,984</u>	<u>17,610,583</u>	<u>626,035</u>	<u>26,325</u>	<u>20,153,570</u>
Depreciation and impairments loss:						
Balance on January 1, 2022	\$ -	104,006	8,318,553	336,120	-	8,758,679
Depreciation	-	8,630	410,400	20,843	-	439,873
Disposals	-	(6,028)	(7,120)	(68,939)	-	(82,087)
Reclassifications	-	-	(64)	64	-	-
Effect of movements in exchange rates	-	558	578,617	-	-	579,175
Balance on June 30, 2022	<u>\$ -</u>	<u>107,166</u>	<u>9,300,386</u>	<u>288,088</u>	<u>-</u>	<u>9,695,640</u>
Balance on January 1, 2021 (Restated)	\$ -	91,898	7,658,644	331,976	-	8,082,518
Depreciation	-	5,678	392,564	19,900	-	418,142
Disposals	-	(409)	(1,383)	(21,139)	-	(22,931)
Effect of movements in exchange rates	-	(62)	(64,232)	-	-	(64,294)
Balance on June 30, 2021	<u>\$ -</u>	<u>97,105</u>	<u>7,985,593</u>	<u>330,737</u>	<u>-</u>	<u>8,413,435</u>
Carrying amounts:						
Balance on January 1, 2022	<u>\$ 1,699,643</u>	<u>89,239</u>	<u>9,230,492</u>	<u>286,079</u>	<u>955,610</u>	<u>12,261,063</u>
Balance on June 30, 2022	<u>\$ 1,699,643</u>	<u>151,818</u>	<u>9,650,819</u>	<u>293,075</u>	<u>1,305,836</u>	<u>13,101,191</u>
Balance on June 30, 2021	<u>\$ 1,699,643</u>	<u>93,879</u>	<u>9,624,990</u>	<u>295,298</u>	<u>26,325</u>	<u>11,740,135</u>

- (i) The pledge information is summarized in note 8.
- (ii) The Group entered into two bulk-carrier construction contracts with the third parties on May 20, 2021 and October 22, 2021, respectively, four bulk-carriers in total. As of financial report date, the cost incurred totaled USD43,900 thousand (\$1,304,708 in thousand New Taiwan Dollars).
- (iii) The Group disposed of part of the property, plant and equipment during the six months ended June 30, 2022 and 2021 for \$27,780 and \$609, respectively, and the related gain or loss of disposal were gain of \$5,666 and loss of \$544, respectively. The registration procedures of the assets transfer have been completed and related receivables have been collected.

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- (iv) The Group evaluated its transportation equipment for impairment, exercised impairment testing and recognized no impairment loss according to IFRS 36 “Impairments Non-Financial Asset”. The accumulated impairment loss was USD\$31,555 thousand (\$937,815, \$873,442, and \$879,122 in thousand New Taiwan Dollars) as of June 30, 2022, December 31 and June 30, 2021, respectively.
- (v) The transportation equipment, bulk carriers that owned by the Group are leased to third parties under operating leases. The leases of bulk carriers contain an initial non-cancellable lease term of 1 to 2 years. For all bulk carrier leases, the rental income is fixed under the contract. For more information of operating leases, please refer to note 6(l).

(g) Right-of-use assets

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

	<u>Land</u>	<u>Buildings and construction</u>	<u>Total</u>
Cost:			
Balance on January 1, 2022 (equal to balance on June 30, 2022)	\$ 243,217	78,813	322,030
Balance on January 1, 2021 (Restated)	\$ 167,841	78,813	246,654
Additions	49,070	-	49,070
Disposal	(48,891)	-	(48,891)
Balance on June 30, 2021	<u>\$ 168,020</u>	<u>78,813</u>	<u>246,833</u>
Accumulated depreciation losses:			
Balance on January 1, 2022	\$ 61,257	45,458	106,715
Depreciation	17,380	7,576	24,956
Balance on June 30, 2022	<u>\$ 78,637</u>	<u>53,034</u>	<u>131,671</u>
Balance on January 1, 2021 (Restated)	\$ 54,289	30,306	84,595
Depreciation	14,868	7,576	22,444
Disposal	(24,445)	-	(24,445)
Balance on June 30, 2021	<u>\$ 44,712</u>	<u>37,882</u>	<u>82,594</u>
Carrying Amount:			
Balance on January 1, 2022	<u>\$ 181,960</u>	<u>33,355</u>	<u>215,315</u>
Balance on June 30, 2022	<u>\$ 164,580</u>	<u>25,779</u>	<u>190,359</u>
Balance on June 30, 2021	<u>\$ 123,308</u>	<u>40,931</u>	<u>164,239</u>

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(h) Investment property

Investment property comprises office buildings that are leased to third parties under operating leases that are owned by the Group. The leases of investment properties contain an initial non-cancellable lease term of 1 to 5 years. For all investment property leases, the rental income is fixed under the contracts.

	Owned Property		Total
	Land	Building	
Cost or deemed cost:			
Balance on January 1, 2022	\$ 19,094	23,512	42,606
Effect of movements in exchange rates	-	1,454	1,454
Balance on June 30, 2022	<u>\$ 19,094</u>	<u>24,966</u>	<u>44,060</u>
Balance on January 1, 2021 (Restated)	\$ 19,094	23,811	42,905
Effect of movements in exchange rates	-	(171)	(171)
Balance on June 30, 2021	<u>\$ 19,094</u>	<u>23,640</u>	<u>42,734</u>
Depreciation and impairment losses:			
Balance on January 1, 2022	\$ -	8,757	8,757
Depreciation	-	243	243
Effect of movements in exchange rates	-	443	443
Balance on June 30, 2022	<u>\$ -</u>	<u>9,443</u>	<u>9,443</u>
Balance on January 1, 2021 (Restated)	\$ -	8,370	8,370
Depreciation	-	238	238
Effect of movements for exchange rates	-	(50)	(50)
Balance on June 30, 2021	<u>\$ -</u>	<u>8,558</u>	<u>8,558</u>
Carrying amount:			
Balance on January 1, 2022	<u>\$ 19,094</u>	<u>14,755</u>	<u>33,849</u>
Balance on June 30, 2022	<u>\$ 19,094</u>	<u>15,523</u>	<u>34,617</u>
Balance on June 30, 2021	<u>\$ 19,094</u>	<u>15,082</u>	<u>34,176</u>

The fair value of investment properties was based on a valuation by a qualified independent appraiser who has recent valuation experience in the location and category of the investment property being valued.

Investment property comprises a number of commercial properties that are leased to third parties. Each of the leases contains an initial non-cancellable period. Subsequent renewals are negotiated with the lessee, and no contingent rents are changed. For more information (including rent revenue and operating expenses incurred directly), please refer to note 6(l).

There was no significant change in the fair value of investment property during the six months ended June 30, 2022 as disclosed in note 6(h) of the consolidated financial statements for the year ended December 31, 2021.

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

As of June 30, 2022, December 31 and June 30, 2021, the investment property of the Group was not pledged as collateral or restricted.

(i) Other financial assets

	June 30, 2022	December 31, 2021	June 30, 2021
Restricted deposits	\$ 192,107	196,469	37,534
Time deposits (over three months)	24,361	30,755	25,295
Other receivables	5,969	30,290	15,697
Dividends receivable	94,400	-	21,923
Refundable deposits	7,656	7,686	6,767
Pledged assets-time deposits	<u>140,067</u>	<u>194,411</u>	<u>222,207</u>
	<u>\$ 464,560</u>	<u>459,611</u>	<u>329,423</u>
Other current financial assets	\$ 442,029	437,150	310,782
Other non-current financial assets	<u>22,531</u>	<u>22,461</u>	<u>18,641</u>
	<u>\$ 464,560</u>	<u>459,611</u>	<u>329,423</u>

The restricted time deposits are applicable to “The Management, Utilization, and Taxation of Repatriated Offshore Funds Act” for the Group in 2022 and 2021. The restricted time deposits accounts are used for the purpose of offshore funds only.

As of June 30, 2022, December 31 and June 30, 2021, the Group provided other financial assets as collateral. Please refer to note 8.

(j) Loans

The Group’s details of loans were as follows:

(i) Short-term borrowings and commercial paper payable, net

	June 30, 2022	December 31, 2021	June 30, 2021
Bank loans	\$ 850,000	730,000	630,000
Commercial paper payable	380,000	730,000	30,000
Less: discount on commercial paper payable	<u>(160)</u>	<u>(219)</u>	<u>(10)</u>
	<u>\$ 1,229,840</u>	<u>1,459,781</u>	<u>659,990</u>
Unused credit lines	<u>\$ 3,480,000</u>	<u>3,250,000</u>	<u>3,450,000</u>
Range of interest rate	<u>0.800%~1.600%</u>	<u>0.838%~1.12%</u>	<u>0.85%~1.12%</u>

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Long-term borrowings

<u>Bank</u>	<u>Currency</u>	<u>Due Year</u>	<u>June 30, 2022</u>	<u>December 31, 2021</u>	<u>June 30, 2021</u>
Mega International Commercial Bank	USD	2021	\$ -	-	62,685
Bank Sinopec	"	2022	399,325	417,589	466,275
Mega International Commercial Bank	"	2022	-	62,280	125,370
Bank Sinopec	"	2023	444,986	459,772	508,386
BNP PARIBAS	"	2026	405,624	401,126	427,229
Mega International Commercial Bank	"	2026	401,220	415,199	-
CTBC Bank	"	2027	600,281	591,691	628,363
Mega International Commercial Bank	"	2027	608,666	597,057	631,309
Mega International Commercial Bank	"	2027	445,800	-	-
			3,305,902	2,944,714	2,849,617
Current portion			(896,996)	(825,824)	(544,622)
Total			<u>\$ 2,408,906</u>	<u>2,118,890</u>	<u>2,304,995</u>
Range of interest rates			<u>0.905%~3.198%</u>	<u>0.869%~1.833%</u>	<u>0.91%~1.83%</u>

(iii) Bonds Payable

The Company issued secured bonds at face value. The interest is calculated and paid annually from the date of issuance. The bonds payables were as follows:

	<u>Guarantee bank</u>	<u>Interest rate</u>	<u>Due</u>	<u>June 30, 2022</u>	<u>December 31, 2021</u>	<u>June 30, 2021</u>
2017						
The first secured bonds payable	Shanghai Commercial Bank	1.13 %	April 2022	Note	400,000	400,000
2020						
The first secured bonds payable	Shanghai Commercial Bank	0.64 %	August 2025	\$ 500,000	500,000	500,000
"	"	0.66 %	August 2025	500,000	500,000	500,000
"	Mega Bank	0.64 %	August 2025	1,000,000	1,000,000	1,000,000
"	"	0.66 %	August 2025	500,000	500,000	500,000
				2,500,000	2,900,000	2,900,000
Current portion				-	(400,000)	(400,000)
				<u>\$ 2,500,000</u>	<u>2,500,000</u>	<u>2,500,000</u>

Note: The Company issued secured bonds payable in 2017, which were fully redeemed in April 2022.

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iv) Refer to note 6(t) for the information of exposure to liquidity risk. The Group provided assets as collaterals for credit line of short-term and long-term borrowings, please refer to note 8.

(k) Lease liabilities

	June 30, 2022	December 31, 2021	June 30, 2021
Current	\$ <u>48,937</u>	<u>51,286</u>	<u>46,006</u>
Non-current	\$ <u>139,613</u>	<u>169,285</u>	<u>115,792</u>

For the maturity analysis, please refer to note 6(t) financial instruments.

The amounts recognized in profit or loss were as follows:

	For the three months ended June 30,		For the six months ended June 30,	
	2022	2021	2022	2021
Interest on lease liabilities	\$ <u>489</u>	<u>428</u>	<u>1,000</u>	<u>800</u>

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

	For the six months ended June 30,	
	2022	2021
Total cash outflow for leases	\$ <u>33,021</u>	<u>30,385</u>

Land and building leases

As of June 30, 2022, the Group leases land and building for its parking space and warehouses. The leases of land typically run for period of 3 to 9 years, and of warehouses for 3 to 12 years.

(l) Operating lease

The Group leases out its investment property and some machines. The Group has classified these leases as operating leases, because it does not transfer substantially all of the risks and rewards incidental to the ownership of the assets. Please refer to note 6(h) sets out information about the operating leases of investment property.

The Group leases the bulk carriers in fixed amount. In the end of the lease term, lessee does not have the bargain purchase option. Therefore, the leases of bulk carriers are classified as operating lease. Please refer to note 6(f).

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

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

	<u>June 30,</u> <u>2022</u>	<u>December 31,</u> <u>2021</u>	<u>June 30,</u> <u>2021</u>
Less than one year	\$ 1,186,540	1,153,787	855,923
Between one and five years	63,083	24,174	1,799
Total undiscounted lease payments	<u>\$ 1,249,623</u>	<u>1,177,961</u>	<u>857,722</u>

(m) Employee benefits

(i) Defined benefit plans

Given there was no significant volatility of the market or any significant reimbursement, settlement or other one-time event in the prior fiscal year, pension cost in the interim financial statements is measured and disclosed in accordance with the actuarial report measured on December 31, 2021 and 2020.

The Group's pension costs were as follows:

	<u>For the three months ended</u> <u>June 30,</u>		<u>For the six months ended</u> <u>June 30,</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Cost of sales and operating expense	<u>\$ 489</u>	<u>613</u>	<u>979</u>	<u>1,200</u>

(ii) Defined contribution plans

The Group's pension costs under the defined contribution plans were as follows:

	<u>For the three months ended</u> <u>June 30,</u>		<u>For the six months ended</u> <u>June 30,</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Cost of sales and operating expense	<u>\$ 3,287</u>	<u>3,127</u>	<u>5,984</u>	<u>6,275</u>

(n) Income taxes

(i) Tax expenses

The components of income tax for the three months ended and six months ended June 30, 2022 and 2021 were as follows:

	<u>For the three months ended</u> <u>June 30,</u>		<u>For the six months ended</u> <u>June 30,</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Current tax expense	<u>\$ 10,035</u>	<u>6,637</u>	<u>45,998</u>	<u>11,421</u>

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Assessment of tax

The income tax returns of the Company and its subsidiaries in the ROC for the years through 2020 had been examined and cleared by the tax authorities.

(o) Capital and other equities

Except for the following disclosures, there was no significant change for capital and other equity for the six months ended June 30, 2022 and 2021. For the related information, please refer to note 6(o) of the consolidated financial statements for the year ended December 31, 2021.

(i) Retained Earning

In accordance with the Company's Articles of Incorporation, net earnings should first be used to offset the prior years' deficits, if any, before paying any in income taxes, of the remaining balance, 10% is to be appropriated as legal reserve, and when there is a reduction in shareholders' equity at the end of the year, the Company should appropriate the same amount as special reserve from retained earnings. The remainder and the accumulated unappropriated earnings of prior years are distributable as dividends to shareholders. The distribution rate is based on the proposal of the Company's Board of Directors and should be approved in the shareholders' meeting.

Dividends are paid in cash or stock from retained earnings, and the amount of cash dividends should not be less than 10% of total dividends.

1) Legal reserve

When the Company has no accumulated deficits on the books, the legal reserve can be converted to share capital or distributed as cash dividends, and only the portion of legal reserve that exceeds 25% of issued share capital may be distributed.

2) Special reserve

By choosing to apply the exemptions granted under IFRS 1 "First-time Adoption of International Financial Reporting Standards" during the Company's first-time adoption of the International Financial Reporting Standards approved by the Financial Supervisory Commission (IFRSs), unrealized revaluation gains recognized under shareholders' equity. The increase in retained earnings occurring before the adoption date, due to the first-time adoption of IFRSs, shall be reclassified as a special reserve during earnings distribution. The carrying amount of special reserve amounted to \$359,487 on June 30, 2022, December 31 and June 30, 2021.

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

In accordance with the guidelines of the above Rule, a portion of current-period earnings and undistributed prior-period earnings shall be reclassified as a special reserve during earnings distribution. The amount to be reclassified should be equal to the difference between the total net current-period reduction of other shareholders' equity resulting from the first-time adoption of IFRSs and the carrying amount of special reserve as stated above. Similarly, a portion of undistributed prior period shall be reclassified as a special reserve (which does not qualify for earnings distribution) to account for cumulative changes to other shareholders' equity pertaining to prior periods due to the first-time adoption of IFRSs. Amounts of subsequent reversals pertaining to the net reduction of other shareholders' equity shall qualify for additional distributions.

3) Earnings distribution

Based on the Board of Directors meeting held on March 9, 2022, and the resolutions of the annual stockholders' meeting held on August 31, 2021, the earnings distributions to ordinary shareholders for the fiscal years 2021 and 2020 were as follows:

	2021	2020
Dividends distributed to ordinary shareholders		
Cash	\$ 529,259	315,975

(ii) Other Equity (After tax)

	Exchange differences on translation of foreign financial Statements	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Total
Balance on January 1, 2022	\$ (1,308,389)	373,621	(934,768)
The Group	691,598	36,748	728,346
Associates	43,242	-	43,242
Balance on June 30, 2022	\$ (573,549)	410,369	(163,180)
Balance on January 1, 2021 (Restated)	\$ (1,154,720)	270,728	(883,992)
The Group	(76,313)	793,746	717,433
Associates	(13,144)	-	(13,144)
Balance on June 30, 2021	\$ (1,244,177)	1,064,474	(179,703)

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(p) Earnings per share

(i) Basic earnings per share

The calculation of basic earnings per share for the six months ended June 30, 2022 and 2021 were based on the profit attributable to ordinary shareholders of the Company and the weighted-average number of ordinary shares outstanding, calculated as follows:

1) Profit attributable to ordinary shareholders of the Company

	For the three months ended		For the six months ended	
	June 30,		June 30,	
	2022	2021	2022	2021
Profit attributable to ordinary shareholders of the Company	\$ <u>183,558</u>	<u>805,652</u>	<u>369,746</u>	<u>1,026,337</u>

2) Weighted-average number of ordinary shares (thousands)

	For the three months ended		For the six months ended	
	June 30,		June 30,	
	2022	2021	2022	2021
Weighted-average number of ordinary shares (basic)	<u>197,485</u>	<u>197,485</u>	<u>197,485</u>	<u>197,485</u>

3) Basic earnings per share (NTD)

	For the three months ended		For the six months ended	
	June 30,		June 30,	
	2022	2021	2022	2021
Basic earnings per share	\$ <u>0.93</u>	<u>4.08</u>	<u>1.87</u>	<u>5.20</u>

(ii) Diluted earnings per share

The calculation of diluted earnings per share for the six months ended June 30, 2022 and 2021 were based on profit attributable to ordinary shareholders of the Company and the weighted-average number of ordinary shares outstanding after adjustment for the effects of all dilutive potential ordinary shares, calculated as follows:

1) Profit attributable to ordinary shareholders of the Company (diluted)

	For the three months ended		For the six months ended	
	June 30,		June 30,	
	2022	2021	2022	2021
Profit attributable to ordinary shareholder of the Company	\$ <u>183,558</u>	<u>805,652</u>	<u>369,746</u>	<u>1,026,337</u>

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

2) Weighted-average number of ordinary shares (diluted) (thousands)

	For the three months ended June 30,		For the six months ended June 30,	
	2022	2021	2022	2021
Number of ordinary shares (basic)	197,485	197,485	197,485	197,485
Effect on the employee stock bonuses	<u>56</u>	<u>17</u>	<u>177</u>	<u>163</u>
Weighted-average number of ordinary shares (diluted)	<u>197,541</u>	<u>197,502</u>	<u>197,662</u>	<u>197,648</u>

3) Diluted earnings per share (NTD)

	For the three months ended June 30,		For the six months ended June 30,	
	2022	2021	2022	2021
Diluted earnings per share	<u>\$ 0.93</u>	<u>4.08</u>	<u>1.87</u>	<u>5.19</u>

(q) Revenue from contracts with customers

(i) Disaggregation of revenue

	For the three months ended June 30, 2022			
	Inland trucking and terminal & logistics department	Shipping department	Others	Total
Primary geographical markets				
Asia	\$ 467,482	-	10,277	477,759
America	-	82,517	-	82,517
Europe	-	424,199	-	424,199
Oceania	<u>-</u>	<u>224,158</u>	<u>-</u>	<u>224,158</u>
	<u>\$ 467,482</u>	<u>730,874</u>	<u>10,277</u>	<u>1,208,633</u>

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

For the three months ended June 30, 2021				
	Inland trucking and terminal & logistics department			
	Shipping department	Others	Total	
Primary geographical markets				
Asia	\$ 432,441	-	760	433,201
America	-	42,791	19	42,810
Europe	-	218,727	85	218,812
Oceania	-	112,031	67	112,098
	\$ 432,441	373,549	931	806,921
For the six months ended June 30, 2022				
	Inland trucking and terminal & logistics department			
	Shipping department	Others	Total	
Primary geographical markets				
Asia	\$ 891,582	-	26,919	918,501
America	-	161,338	-	161,338
Europe	-	702,391	-	702,391
Oceania	-	433,078	-	433,078
	\$ 891,582	1,296,807	26,919	2,215,308
For the six months ended June 30, 2021				
	Inland trucking and terminal & logistics department			
	Shipping department	Others	Total	
Primary geographical markets				
Asia	\$ 839,851	-	7,826	847,677
America	-	85,743	188	85,931
Europe	-	439,916	900	440,816
Oceania	-	225,354	450	225,804
	\$ 839,851	751,013	9,364	1,600,228

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Contract balances

	<u>June 30,</u> <u>2022</u>	<u>December 31,</u> <u>2021</u>	<u>June 30,</u> <u>2021</u>
Notes and accounts receivable (including related parties)	\$ 398,311	346,327	338,103
Less: allowance for impairment	<u>(419)</u>	<u>(261)</u>	<u>(500)</u>
Total	<u>\$ 397,892</u>	<u>346,066</u>	<u>337,603</u>
Contract liabilities	<u>\$ 44,631</u>	<u>55,217</u>	<u>17,420</u>

For details on notes and accounts receivable and allowance for impairment, please refer to note 6(d).

Revenue recognized for the six months ended June 30, 2022 and 2021 that were included in the contract liability balance at the beginning of the periods amounted to \$55,217 and \$34,136, respectively.

The major change in the balance of contract assets and contract liabilities is the difference between the time frame in the performance obligation to be satisfied and the payment to be received.

(r) Financial cost-Interest expense

The financial cost interest expenses were as follows:

	<u>For the three months ended</u> <u>June 30,</u>		<u>For the six months ended</u> <u>June 30,</u>	
	<u>2022</u>	<u>2021</u>	<u>2022</u>	<u>2021</u>
Bank loans	\$ 20,702	12,411	34,606	24,052
Bonds payable	8,361	10,014	18,375	28,118
Lease liabilities	<u>489</u>	<u>428</u>	<u>1,000</u>	<u>800</u>
	<u>\$ 29,552</u>	<u>22,853</u>	<u>53,981</u>	<u>52,970</u>

(s) Remunerations to employee, directors and supervisor

In accordance with the Company's Articles of Incorporation, earnings shall first be used to offset against any deficit, then a range from 0.5% to 2% will be distributed to its employee compensation, and a maximum of 2% will be allocated to its director's and supervisors' remuneration.

For the three months and six months ended June 30, 2022 and 2021, the Company recognized its employee compensation of \$2,363, \$8,221, \$4,006 and \$10,472, respectively, and its directors' and supervisors' remuneration of \$2,363, \$8,221, \$4,006 and \$10,472, respectively. The employee compensation and directors' and supervisors' remuneration were recorded as operation expenses and were estimated based on the net profit before tax, excluding the employee compensation, and directors' and supervisors' remuneration of each period, multiplied by the percentage of remuneration to employees, directors and supervisors as specified in the Company's articles. If there

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

is difference between the aforementioned distribution approved in the Board of Directors and the estimation, it will be deal with changes in accounting estimation, and will be recognized in profit or loss in the following year. If the Board of Directors resolves to pay compensation to employees in shares, the number of shares of stock is calculated based on the closing price of the common stock on the day before the Board of Directors' resolution.

For the years ended December 31, 2020 and 2019, the Company recognized its employee compensation of \$10,933 and \$3,394, respectively, and its directors' and supervisors' remuneration of \$10,933 and \$3,394, respectively. There was no difference between the aforementioned distribution approved in the Board of Directors and the estimation in the 2020 and 2019 consolidated financial statements. Relative information is available on the TSE Market Observation Post System.

(t) Financial instruments

(i) Credit risk

1) Exposure to credit risk

The carrying amount of financial assets represents the maximum amount exposed to credit risk. As of June 30, 2022 and 2021, the maximum amount exposed to credit risk amounted to \$5,765,906 and \$6,365,191, respectively.

The aggregation of sales to the Group's major customers exceeding 10% of the Group's total sales accounted for 38% and 46% of the total net sales for the six months ended June 30, 2022 and 2021, respectively. In order to reduce credit risk, the Group assesses the financial status of the customers and the possibility of collection of receivables in order to estimate an adequate allowance for doubtful accounts on a regular basis. The customers have had a good credit and profit record. The Group has never suffered any significant credit loss.

2) Credit risk of Receivables

For credit risk exposure of notes and accounts receivable, please refer to note 6(d).

Other financial assets at amortized cost includes other receivables, guarantee deposits, pledged assets-time deposits, time deposits (over three months) and restricted deposit.

All of these financial assets are considered to have low risk, and thus, the impairment provision recognized during the period was limited to 12 months expected losses, with the measurement proving to have no impairment loss.

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ii) Liquidity Risk

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

	<u>Carrying Amount</u>	<u>Contractual cash flows</u>	<u>Within 1 year</u>	<u>1 ~ 2 years</u>	<u>Over 2 years</u>
June 30, 2022					
Non-derivative financial liabilities:					
Short-term borrowings	\$ 1,229,840	(1,238,813)	(1,238,813)	-	-
Secured bank loans	3,305,902	(3,457,949)	(946,592)	(488,905)	(2,022,452)
Notes and accounts payable	192,361	(192,361)	(192,361)	-	-
Lease liabilities	188,550	(194,780)	(48,937)	(45,879)	(99,964)
Dividends payable	529,259	(529,259)	(529,259)	-	-
Bonds payable	2,500,000	(2,551,169)	(16,200)	(16,200)	(2,518,769)
Accrued expenses and other payables (recorded as other payables)	<u>134,858</u>	<u>(134,858)</u>	<u>(134,858)</u>	<u>-</u>	<u>-</u>
	<u>\$ 8,080,770</u>	<u>(8,299,189)</u>	<u>(3,107,020)</u>	<u>(550,984)</u>	<u>(4,641,185)</u>
December 31, 2021					
Non-derivative financial liabilities:					
Short-term borrowings	\$ 1,459,781	(1,477,064)	(1,477,064)	-	-
Secured bank loans	2,944,714	(3,032,137)	(859,342)	(628,798)	(1,543,997)
Notes and accounts payable	240,068	(240,068)	(240,068)	-	-
Lease liabilities	220,571	(227,805)	(51,286)	(45,848)	(130,671)
Bonds payable	2,900,000	(2,960,525)	(417,456)	(16,200)	(2,526,869)
Accrued expenses and other payables (recorded as other payables)	<u>151,102</u>	<u>(151,102)</u>	<u>(151,102)</u>	<u>-</u>	<u>-</u>
	<u>\$ 7,916,236</u>	<u>(8,088,701)</u>	<u>(3,196,318)</u>	<u>(690,846)</u>	<u>(4,201,537)</u>
June 30, 2021					
Non-derivative financial liabilities:					
Short-term borrowings	\$ 659,990	(666,110)	(666,110)	-	-
Secured bank loans	2,849,617	(2,966,219)	(579,114)	(990,541)	(1,396,564)
Notes and accounts payable	190,389	(190,389)	(190,389)	-	-
Lease liabilities	161,798	(165,087)	(46,006)	(43,657)	(75,424)
Dividends payable	315,975	(315,975)	(315,975)	-	-
Bonds payable	2,900,000	(2,970,885)	(419,716)	(16,200)	(2,534,969)
Accrued expenses and other payables (recorded as other payables)	<u>134,447</u>	<u>(134,447)</u>	<u>(134,447)</u>	<u>-</u>	<u>-</u>
	<u>\$ 7,212,216</u>	<u>(7,409,112)</u>	<u>(2,351,757)</u>	<u>(1,050,398)</u>	<u>(4,006,957)</u>

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

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iii) Market risk

1) Exposure to foreign currency risk

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

	June 30, 2022			December 31, 2021			June 30, 2021		
	Foreign currency	Exchange rate	NTD	Foreign currency	Exchange rate	NTD	Foreign currency	Exchange rate	NTD
Financial assets									
Monetary items									
USD	\$ 9,601	USD/NTD =29.72	285,342	9,030	USD/NTD =27.68	249,950	113	USD/NTD =27.86	3,148

2) Sensitivity analysis

The exchange rate risk of the Group's monetary items mainly arises from cash and cash equivalents denominated in foreign currencies and financial assets measured at amortized cost, etc., and foreign currency exchange gains or losses arise upon translation. For the six months ended June 30, 2022 and 2021, if the NTD had depreciated or appreciated by 5% against the USD, with all other factors held constant, pre-tax income would have increased or decreased by \$14,267 and \$157, respectively. The analysis is performed on the same basis for both periods.

(iv) Interest Rate analysis

The details of financial assets and liabilities exposed to interest rate risk were as follows:

	Carrying amount	
	June 30, 2022	June 30, 2021
Variable rate instruments:		
Financial assets	\$ 1,540,120	1,644,248
Financial liabilities	<u>(4,535,742)</u>	<u>(3,509,606)</u>
	<u>\$ (2,995,622)</u>	<u>(1,865,358)</u>

The following sensitivity analysis is based on the risk exposure to interest rate on the derivative and non-derivative financial instruments on the reporting date. Regarding the liabilities with variable interest rates, the analysis is on the basis of the assumption that the amount of assets and liabilities outstanding at the reporting date was outstanding throughout the year. The rate of change is expressed as the interest rate increases or decreases by 0.25% when reporting to management internally, which also represents management of the Group's assessment on the reasonably possible interval of interest rate change.

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

If the interest rate had increased or decreased by 0.25%, the profit before tax would have decreased or increased for the six months ended June 30, 2022 and 2021 as follows:

	For the six months ended	
	June 30,	
	2022	2021
Increased 0.25%	\$ (3,744)	(2,332)
Decreased 0.25%	3,744	2,332

(v) Fair value information

1) The kinds of financial instruments and fair value

The Group's financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income are based on repeatability measured by fair value. The following table shows the carrying amounts and fair values of financial assets and liabilities, including their levels in the fair value hierarchy. It shall not include fair value information of the financial assets and liabilities not measured at fair value if the carrying amount is a reasonable approximation of the fair value and lease liability.

	June 30, 2022				
	Book value	Fair Value			Total
	Level 1	Level 2	Level 3		
Financial assets at fair value through profit or loss					
Non-derivative current financial assets mandatorily at fair value through profit or loss	\$ 435,886	435,886	-	-	435,886
Non-derivative non-current financial assets mandatorily at fair value through profit or loss	20,352	-	-	20,352	20,352
	456,238				
Financial assets at fair value through other comprehensive income					
Domestic listed stocks	812,855	812,855	-	-	812,855

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	June 30, 2022				
	Book value	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets measured at amortized cost					
Cash and cash equivalents	3,634,361	-	-	-	-
Restricted deposits	192,107	-	-	-	-
Time deposits (over three months)	24,361	-	-	-	-
Notes and accounts receivable (including related parties)	397,892	-	-	-	-
Dividends receivable	94,400	-	-	-	-
Other receivables	5,969	-	-	-	-
Guarantee deposits	7,656	-	-	-	-
Pledged assets-time deposits	<u>140,067</u>	-	-	-	-
	<u>4,496,813</u>				
Total	<u>\$ 5,765,906</u>				
Financial liabilities measured at amortized cost					
Short-term borrowings	\$ 1,229,840	-	-	-	-
Long-term borrowings	3,305,902	-	-	-	-
Notes and accounts payable	192,361	-	-	-	-
Lease liabilities	188,550	-	-	-	-
Dividends payable	529,259	-	-	-	-
Bonds payable	2,500,000	-	2,500,000	-	2,500,000
Accrued expenses and other payables (recorded as other payables)	<u>134,858</u>	-	-	-	-
Total	<u>\$ 8,080,770</u>				
	December 31, 2021				
	Book value	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss					
Non-derivative current financial assets mandatorily at fair value through profit or loss	\$ 480,371	480,371	-	-	480,371
Non-derivative non-current financial assets mandatorily at fair value through profit or loss	126,872	106,520	-	20,352	126,872
Domestic listed stocks under private placement	<u>559,741</u>	-	559,741	-	559,741
	<u>1,166,984</u>				

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	December 31, 2021				
	Book value	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through other comprehensive income					
Domestic listed common stocks	776,107	776,107	-	-	776,107
Financial assets measured at amortized cost					
Cash and cash equivalents	3,057,048	-	-	-	-
Restricted deposits	196,469	-	-	-	-
Time deposits (over three months)	30,755	-	-	-	-
Notes and accounts receivable (including related parties)	346,066	-	-	-	-
Other receivables	30,290	-	-	-	-
Guarantee deposits	7,686	-	-	-	-
Pledged assets-time deposits	194,411	-	-	-	-
	<u>3,862,725</u>				
Total	<u>\$ 5,805,816</u>				
Financial liabilities at amortized cost					
Short-term borrowings	\$ 1,459,781	-	-	-	-
Long-term borrowings	2,944,714	-	-	-	-
Notes and accounts payable	240,068	-	-	-	-
Lease liabilities	220,571	-	-	-	-
Bonds payable	2,900,000	-	2,900,000	-	2,900,000
Accrued expenses and other payables (recorded as other payables)	151,102	-	-	-	-
Total	<u>\$ 7,916,236</u>				

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	June 30, 2021				
	Book value	Fair Value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss					
Non derivative current financial assets mandatorily at fair value through profit or loss	\$ 564,944	564,944	-	-	564,944
Non derivative non-current financial assets held for trading	153,557	128,596	-	24,961	153,557
Domestic listed stocks under private placement	<u>681,670</u>	-	681,670	-	681,670
	<u>1,400,171</u>				
Financial assets at fair value through other comprehensive income					
Domestic listed stocks	<u>1,466,960</u>	1,466,960	-	-	1,466,960
Financial assets measured at amortized cost					
Cash and cash equivalents	2,831,034	-	-	-	-
Restricted deposits	37,534	-	-	-	-
Time deposits (over three months)	25,295	-	-	-	-
Notes and accounts receivable (including related parties)	337,603	-	-	-	-
Dividends receivable	21,923	-	-	-	-
Other receivables	15,697	-	-	-	-
Guarantee deposits	6,767	-	-	-	-
Pledged assets-time deposits	<u>222,207</u>	-	-	-	-
	<u>3,498,060</u>				
Total	<u>\$ 6,365,191</u>				
Financial liabilities measured at amortized cost					
Short-term borrowings	\$ 659,990	-	-	-	-
Long-term borrowings	2,849,617	-	-	-	-
Notes and accounts payable	190,389	-	-	-	-
Lease liabilities	161,798	-	-	-	-
Bonds payable	2,900,000	-	2,900,000	-	2,900,000
Accrued expenses and other payables (recorded as other current payables)	<u>134,447</u>	-	-	-	-
Total	<u>\$ 6,896,241</u>				

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

2) Valuation techniques for financial instruments measured at fair value

A. Non-derivative financial instruments

A financial instrument is regarded as being quoted in an active market if quoted prices are readily and regularly available from an exchange, dealer, broker, industry group, pricing service, or regulatory agency and those prices represent actual and regularly occurring market transactions on an arm's-length basis. Whether transactions are taking place 'regularly' is a matter of judgment and depends on the facts and circumstances of the market for the instrument.

Quoted market prices may not be indicative of the fair value of an instrument if the activity in the market is infrequent, the market is not well-established, only small volumes are traded, or bid-ask spreads are very wide. Determining whether a market is active involves judgment.

Measurements of fair value of financial instruments without an active market are based on valuation technique or quoted price from a competitor. Fair value, measured by using valuation technique that can be extrapolated from either similar financial instruments or discounted cash flow method or other valuation techniques, including models, is calculated based on available market data at the reporting date.

B. Derivative financial instruments

Measurement of the fair value of derivative instruments is based on the valuation techniques generally accepted by market participants such as the discounted cash flow or option pricing models.

3) Transfers between Level and Level

During the six months ended June 30, 2022, the Group's shares were transferred from Level 2 to Level 1 of the fair value hierarchy in the amount of \$559,741, due to the release of transfer restrictions on private placement of listed shares; there was no transfer of fair value hierarchy during the six months ended June 30, 2021.

4) Statement of changes in level 3

	Measured of fair value through profit or loss
	Non-derivative mandatorily measured at fair value through profit or loss
Balance on January 1, 2022 (equal to balance on June 30, 2022)	\$ <u>20,352</u>
Balance on January 1, 2021 (Restated) (equal to balance on June 30, 2021)	\$ <u>24,961</u>

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The total gain or loss above are reported under valuation gains (losses) of financial assets at fair value through profit or loss.

(u) Financial risk management

The Group's objectives and policies for managing the financial risk are consistent with those disclosed in the note 6(u) of the consolidated financial statements for the year ended December 31, 2021.

(v) Capital management

The Group's objectives, policies and processes of capital management are the same as those disclosed in the consolidated financial statements for the year ended December 31, 2021. There were no significant changes of quantitative data of capital management compared with the consolidated financial statements for the year ended December 31, 2021. Please refer to note 6(v) of the consolidated financial statements for the year ended December 31, 2021.

(w) Investing and financing activities not affecting current cash flow

The Group's investing activities which did not affect the current cash flow in the six months ended June 30, 2022 and 2021.

Reconciliation of liabilities arising from financing activities was as follows:

	January 1, 2022	Cash flows	Others	Non-cash changes Foreign exchange movement	June 30, 2022
Short-term borrowings	\$ 1,459,781	(229,941)	-	-	1,229,840
Long-term borrowings	2,944,714	139,483	-	221,705	3,305,902
Bonds payable	2,900,000	(400,000)	-	-	2,500,000
Lease liabilities	220,571	(32,021)	-	-	188,550
Guarantee deposits (recorded as other non-current liabilities-others)	3,179	179	-	-	3,358
Total liabilities from financial activities	<u>\$ 7,528,245</u>	<u>(522,300)</u>	<u>-</u>	<u>221,705</u>	<u>7,227,650</u>
	January 1, 2021 (Restated)	Cash flows	Others	Non-cash changes Foreign exchange movement	June 30, 2021
Short-term borrowings	\$ 194,940	465,050	-	-	659,990
Long-term borrowings	3,180,433	(306,967)	-	(23,849)	2,849,617
Bonds payable	5,200,000	(2,300,000)	-	-	2,900,000
Lease liabilities	167,019	(29,585)	24,364	-	161,798
Guarantee deposits (recorded as other non-current liabilities-others)	668	756	-	-	1,424
Total liabilities from financial activities	<u>\$ 8,743,060</u>	<u>(2,170,746)</u>	<u>24,364</u>	<u>(23,849)</u>	<u>6,572,829</u>

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(7) Related-party transactions

(a) Names and relationship with related parties

The followings are entities that have had transactions with related party during the periods covered in the consolidated financial statements:

<u>Name of related party</u>	<u>Relationship with the Group</u>
AGCMT Group Ltd.	The parent company
Associated International Inc. (AII)	The entity with significant influence over the Group
Associated Development Inc. (ADI)	A subsidiary of AII
CMT Development Inc. (CMD)	A subsidiary of AII
Associated International (Hong Kong) Ltd.	Substantial related party

(b) Significant related party transactions

(i) Freight revenue

The Group has no significant transaction amount with related parties.

(ii) Logistic and agent revenue

The amounts of significant sales transactions and accounts receivable between the Group and its related parties were as follows:

	<u>Revenue</u>				<u>Accounts Receivable-related-parties</u>		
	<u>Three months ended June 30, 2022</u>	<u>Three months ended June 30, 2021</u>	<u>Six months ended June 30, 2022</u>	<u>Six months ended June 30, 2021</u>	<u>June 30, 2022</u>	<u>December 31, 2021</u>	<u>June 30, 2021</u>
	The entities with significant influence over the Group	<u>\$ 16,761</u>	<u>16,670</u>	<u>33,298</u>	<u>32,929</u>	<u>12,156</u>	<u>14,680</u>

The Group's selling price for related parties is cost, plus, fixed percentage when the related parties receive cash from customers; the related parties pay the Group immediately. Accounts receivable from related parties were uncollateralized, and no expected credit loss were required after the assessment by the management.

(iii) Operating expense

	<u>Operating expense</u>			
	<u>Three months ended June 30, 2022</u>	<u>Three months ended June 30, 2021</u>	<u>Six months ended June 30, 2022</u>	<u>Six months ended June 30, 2021</u>
The entities with significant influence over the Group	\$ 338	956	972	1,467
Others	<u>2,030</u>	<u>1,944</u>	<u>3,968</u>	<u>3,919</u>
	<u>\$ 2,368</u>	<u>2,900</u>	<u>4,940</u>	<u>5,386</u>

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The Group entered into service agreements with its related parties from March 2019 to February 2024. The prices are similar to those of the market prices, and they are being paid monthly.

- (iv) In order to focus on its core technologies and strengthen the competitiveness of the Company, on March 19, 2021, the Board of Directors approved to acquire 40% equity which totaling 4,000 thousand shares of AGM from the Group's parent Company at New Taiwan Dollars \$8.22 per share, totaling \$32,880. The transaction price was based on the latest financial statements audited by CPA. The transaction was completed on April 1, 2021, and the amount has been fully paid. The transaction was reorganized as a business reorganization under common control.

- (c) Key management personnel compensation

Key management personnel compensation comprised:

	For the three months ended		For the six months ended	
	June 30,		June 30,	
	2022	2021	2022	2021
Short-term employee benefits	\$ 14,422	20,415	28,843	35,075
Post-employment benefits	178	237	363	475
	<u>\$ 14,600</u>	<u>20,652</u>	<u>29,206</u>	<u>35,550</u>

(8) Pledged assets

The carrying values of pledged assets were as follows:

Assets	Subject	June 30, 2022	December 31, 2021	June 30, 2021
Financial assets at fair value through other comprehensive income – stocks	Commercial paper payable, short-term loans and credit lines	\$ 248,850	227,040	768,460
Financial assets at fair value through profit or loss – stocks	Short-term loans and credit lines	49,070	-	113,900
Property, plant and equipment – Land	Short-term borrowings and credit lines	899,336	899,336	899,336
Transportation and other equipment (including equipment prepayment)	Long-term borrowings, short-term borrowings and credit lines	7,850,823	7,479,695	7,728,724
Other current financial assets (pledged assets-time deposit)	Long-term borrowings	125,192	179,636	210,333
Other non-current financial assets (refundable deposits and pledged assets-time deposits)	Guarantee for construction payment, warehouse deposits, short-term borrowings and import duty	22,531	22,461	18,641
		<u>\$ 9,195,802</u>	<u>8,808,168</u>	<u>9,739,394</u>

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(9) Commitments and contingencies

- (a) The Group had issued guarantee promissory notes amounting to \$5,647,160 as of June 30, 2022, December 31 and June 30, 2021, respectively, as guarantee for bonds payable.
- (b) As of June 30, 2022, the Group still had several long-term leases of its ships with customers in effect. The ending periods of the contracts are from July 2022 to July 2023.
- (c) The Group signed a cape-type bulk carrier' construction contract with a shipbuilding company in order to expand its business scale. The related information was as follows:

<u>Buyer</u>	<u>Signed Day</u>	<u>Total Price</u>	<u>Delivery Date</u>	<u>Price Paid</u>
CCMP	May 20, 2021	\$1,738,620 (USD58,500 thousand)	September 2023 (note 1)	371,500 (USD12,500 thousand)
CVTR	May 20, 2021	\$1,738,620 (USD58,500 thousand)	June 2023 (note 1)	371,500 (USD12,500 thousand)
CACE	October 22, 2021	\$1,872,360 (USD63,000 thousand)	June 2024 (note 1)	280,854 (USD9,450 thousand)
CVST	October 22, 2021	\$1,872,360 (USD63,000 thousand)	September 2024 (note 1)	280,854 (USD9,450 thousand)

Note 1: The estimated delivery date for shipbuilding contract.

Note 2: The total price and price paid were translated to New Taiwan Dollars at the exchange rates as of the end of the financial reporting period.

(10) Losses Due to Major Disasters: None

(11) Subsequent Events: None

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(12) Other

- (a) A summary of current-period employee benefits, depreciation and amortization, by function, is as follows:

By function	For the three months ended June 30, 2022			For the three months ended June 30, 2021		
	Cost of sales	Operating expenses	Total	Cost of sales	Operating expenses	Total
By item						
Employee benefits						
Salary	127,194	48,050	175,244	106,851	72,131	178,982
Labor and health insurance	3,002	2,321	5,323	2,876	3,840	6,716
Pension	1,412	2,364	3,776	1,311	2,429	3,740
Others	1,175	2,630	3,805	2,509	2,540	5,049
Depreciation	217,259	25,020	242,279	216,539	4,090	220,629
Amortization	4	750	754	-	906	906

By function	For the six months ended June 30, 2022			For the six months ended June 30, 2021		
	Cost of sales	Operating expenses	Total	Cost of sales	Operating expenses	Total
By item						
Employee benefits						
Salary	245,241	114,618	359,859	209,680	128,896	338,576
Labor and health insurance	6,185	7,241	13,426	6,005	8,017	14,022
Pension	2,766	4,197	6,963	2,771	4,704	7,475
Others	2,795	5,353	8,148	4,284	4,913	9,197
Depreciation	434,929	30,143	465,072	432,909	7,915	440,824
Amortization	4	1,650	1,654	-	1,749	1,749

- (b) Seasonality of operation

The Group's operations were not affected by seasonality or cyclicity factors.

- (c) The Group had 30% ownership of AGM for long-term equity investments. For coordinating the Group's business structure. The Group had acquired 40% ownership of AG Motors Corp. (AGM) from its parent company, AGCMT Group Ltd. with the cash considerations of \$32,800 on April 1, 2021. The percentage of ownership of AGM held by the Group had increased to 70%, thereby the Group had obtained the control of AGM. The transaction was accounted for as a business reorganization under common control in compliance with the Accounting Research and Development Foundation's IFRS Question and Answers. When presenting comparative consolidated financial statements, the Group presented them as if AGM had always been combined and the consolidated financial statements were restated retrospectively. After restating the consolidated balance sheet of December 31, 2020, the effect were as follows:

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Consolidated Balance Sheet

Accounts	December 31, 2020		
	Before restatement	Adjustment	After restatement
<u>Assets</u>			
Current assets	\$ 5,078,230	73,533	5,151,763
Non-current assets	14,405,607	(14,533)	14,391,074
Total assets	<u>\$ 19,483,837</u>	<u>59,000</u>	<u>19,542,837</u>
<u>Total liabilities and equity</u>			
Current liabilities	\$ 3,504,621	1,438	3,506,059
Non-Current liabilities	6,229,282	-	6,229,282
Total liabilities	<u>9,733,903</u>	<u>1,438</u>	<u>9,735,341</u>
<u>Equity</u>			
Common stock	1,974,846	-	1,974,846
Capital surplus	53,411	-	53,411
Retained earnings	8,605,669	-	8,605,669
Other equity interest	(883,992)	-	(883,992)
Equity attributable to owners of parent	9,749,934	-	9,749,934
Equity attributable to predecessors' interests under common control	-	32,893	32,893
Non-controlling interests	-	24,669	24,669
Total equity	<u>9,749,934</u>	<u>57,562</u>	<u>9,807,496</u>
Total liabilities and equity	<u>\$ 19,483,837</u>	<u>59,000</u>	<u>19,542,837</u>

(13) Other disclosures

(a) Information on significant transactions:

The following is the information on significant transactions required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” for the Group for the six months ended June 30, 2022 (The amount was translated to NTD at the exchange rates as of the end of the financial reporting period):

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(i) Loans to other parties:

(In Thousands of New Taiwan Dollars)

No	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower (note 1)	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits (note 2)	Maximum limit of fund financing (note 3)	Note
													Item	Value			
1	CMT HK	CPN	Other receivables due from related parties	Y	226,466	226,466	226,466	-	2	-	Operating	-	-	-	9,464,960	9,464,960	Transactions in the left column had been eliminated during the preparation of consolidated financial statements
1	CMT HK	CHN	"	Y	148,600	148,600	148,600	-	2	-	"	-	-	-	9,464,960	9,464,960	"
1	CMT HK	CPC	"	Y	208,040	208,040	208,040	-	2	-	"	-	-	-	9,464,960	9,464,960	"
1	CMT HK	CPG	"	Y	297,200	297,200	297,200	-	2	-	"	-	-	-	9,464,960	9,464,960	"
1	CMT HK	CHM	"	Y	331,675	331,675	331,675	-	2	-	"	-	-	-	9,464,960	9,464,960	"
1	CMT HK	CMTI	"	Y	2,362,740	2,362,740	2,061,082	0.83%	2	-	"	-	-	-	9,464,960	9,464,960	"
1	CMT HK	CTU	"	Y	331,378	331,378	331,378	-	2	-	"	-	-	-	9,464,960	9,464,960	"
1	CMT HK	CTD	"	Y	783,122	337,322	337,322	-	2	-	"	-	-	-	9,464,960	9,464,960	"
1	CMT HK	CFR	"	Y	74,300	74,300	74,300	0.85%	2	-	"	-	-	-	9,464,960	9,464,960	"
1	CMT HK	CVTR	"	Y	356,640	356,640	-	-	2	-	"	-	-	-	9,464,960	9,464,960	"
2	ATI	APT	"	Y	11,000	5,000	5,000	1.20%	1	135,134	"	-	-	-	135,134	251,101	"
2	ATI	PTL	"	Y	5,000	-	-	1.20%	1	63,885	"	-	-	-	63,885	251,101	"
2	ATI	HYT	"	Y	20,000	20,000	-	1.20%	1	63,886	"	-	-	-	63,886	251,101	"
2	ATI	AGM	"	Y	50,000	50,000	-	1.20%	2	-	"	-	-	-	251,101	251,101	"
3	CPD	CMT HK	"	Y	237,760	237,760	237,760	-	2	-	"	-	-	-	1,240,409	1,240,409	"
4	CIM	CMT HK	"	Y	29,720	29,720	29,720	-	2	-	"	-	-	-	30,310	30,310	"

Note 1: 1. Represents entities with business dealings. 2. Represents where an inter-company or inter-firm short-term financing facility is necessary.

Note 2: For entities who have business with the Company, the amount of endorsements permitted for a single company shall not exceed the transaction amount in the last fiscal year and 40% of the lender's net worth. For entities who have short-term financing needs, amount shall not exceed 40% of the lender's net worth. The amount lendable to directly or indirectly wholly owned foreign subsidiaries is not limited by the restriction of 40% of the lender's net worth, only the total amount lending limit shall still be no more than the net worth of each subsidiary.

Note 3: The total amount available for financing purposes shall not exceed 40% of lender's net worth. Investee whose voting shares, directly or indirectly, owned by the Company is unrestricted by the limitation mentioned above; however, the amount available for financing shall not exceed 100% of net worth of the investee.

(ii) Guarantees and endorsements for other parties:

(In Thousands of New Taiwan Dollars)

No.	Name of guarantor	Counter-party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise (note 1, note 2)	Highest balance for guarantees and endorsements during the period (note 3)	Balance of guarantees and endorsements as of reporting date (note 3)	Actual usage amount during the period (note 3)	Property pledged for guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements	Parent company endorsements/ guarantees to third parties on behalf of subsidiary	Subsidiary endorsements / guarantees to third parties on behalf of parent company	Endorsements / guarantees to third parties on behalf of companies in Mainland China
		Name	Relationship with the Company										
0	THE COMPANY	CTD	Sub-subsidiary	16,534,029	267,480	-	-	-	- %	16,534,029	Y	-	-
0	"	CFR	Sub-subsidiary	16,534,029	1,321,054	1,321,054	444,986	-	11.98 %	16,534,029	Y	-	-
0	"	CPN	Sub-subsidiary	16,534,029	1,337,400	399,325	399,325	-	3.62 %	16,534,029	Y	-	-
0	"	CCMP	Sub-subsidiary	16,534,029	1,738,620	1,738,620	1,738,620	-	15.77 %	16,534,029	Y	-	-
0	"	CVTR	Sub-subsidiary	16,534,029	1,738,620	1,738,620	1,738,620	-	15.77 %	16,534,029	Y	-	-
0	"	CACE	Sub-subsidiary	16,534,029	1,872,360	1,872,360	1,872,360	-	16.99 %	16,534,029	Y	-	-
0	"	CVST	Sub-subsidiary	16,534,029	1,872,360	1,872,360	1,872,360	-	16.99 %	16,534,029	Y	-	-

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

No.	Name of guarantor	Counter-party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise (note1, note2)	Highest balance for guarantees and endorsements during the period (note 3)	Balance of guarantees and endorsements as of reporting date (note 3)	Actual usage amount during the period (note 3)	Property pledged for guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements	Parent company endorsements/ guarantees to third parties on behalf of subsidiary	Subsidiary endorsements / guarantees to third parties on behalf of parent company	Endorsements / guarantees to third parties on behalf of companies in Mainland China
		Name	Relationship with the Company										
1	CMT HK	CEP	Subsidiary	14,197,440	950,446	950,446	600,281	-	8.62 %	14,197,440	-	-	-
1	"	CHM	Subsidiary	14,197,440	969,466	969,466	405,624	-	8.80 %	14,197,440	-	-	-
1	"	CHN	Subsidiary	14,197,440	738,245	738,245	608,666	-	6.70 %	14,197,440	-	-	-
1	"	CTU	Subsidiary	14,197,440	445,800	445,800	401,220	-	4.04 %	14,197,440	-	-	-
1	"	CTD	Subsidiary	14,197,440	445,800	445,800	445,800	-	4.04 %	14,197,440	-	-	-
1	"	THE COMPANY	Parent company	14,197,440	3,864	3,864	3,864	-	0.04 %	14,197,440	-	Y	-

Note1: The total amount of external endorsements and/or guarantees shall not exceed 150% of the Company's net worth. Among which the amount of endorsements/ guarantees for any single (1) whose voting shares are 100% owned by the Company shall not exceed 150% of the Company's net worth. (2) company whose more than 80% voting shares are owned by the Company shall not exceed 30% of the Company's net worth.

Note2: CMT HK's total amount of external endorsements/ guarantees shall not exceed 150% of its net worth. Among which, the amount of endorsements/ guarantees for any single (1) investee who has, directly or indirectly, 100% voting shares of the Company and whose voting shares are 100% owned by the Company shall not exceed 150% of the Company's net worth. (2) an entity who has more than 80% voting shares and is owned directly by the Company shall not exceed 30% of the Company's net worth. (3) an entity who has less than 80% voting shares and is owned directly by the Company shall not exceed 10% of the Company's net worth.

Note3: The amount was translated to the NTD at the exchange rates at the reporting date.

(iii) Securities held at the reporting date (excluding investment in subsidiaries, associates and joint ventures):

(In Thousands of New Taiwan Dollars)

Name of holder	Category and name of security	Relationship with company	Account title	Ending balance				Note
				Shares/Units (thousands)	Carrying value	Percentage of ownership (%)	Fair value / net value	
THE COMPANY	Yang Ming Marine Transport Corporation	-	Current financial assets at fair value through profit or loss	1,418	116,701	0.04 %	116,701	
"	Asia Pacific Emerging Industry Venture Capital Co., Ltd.	-	Non-current financial assets at fair value through profit or loss	1,589	20,352	2.78 %	20,352	
HIL	China Container Terminal Corp.	-	Non-current financial assets at fair value through other comprehensive income	23,788	657,738	16.03 %	657,738	
"	Dimerco Express	-	Current financial assets at fair value through profit or loss	1,678	117,650	1.23 %	117,650	
MHI	Dimerco Express	-	Current financial assets at fair value through profit or loss	2,875	201,535	2.11 %	201,535	
"	China Container Terminal Corp.	-	Non-current financial assets at fair value through other comprehensive income	5,610	155,117	3.78 %	155,117	

(iv) Individual securities acquired or disposed of with accumulated amount exceeding the lower of NT\$300 million or 20% of the capital stock:

(In thousands of shares)
(In Thousands of New Taiwan Dollars)

Name of company	Category and name of security	Account name	Name of counter-party	Relationship with the company	Beginning Balance		Purchases		Sales				Others (Note 1)	Ending Balance		Note
					Shares	Amount	Shares	Amount	Shares	Price	Cost	Gain (loss) on disposal		Shares	Amount	
THE COMPANY	Yang Ming Marine Transport Corporation	Current financial assets at fair value through profit or loss	-	-	4,798	559,741	-	-	3,380	387,762	70,449	317,313	(372,591)	1,418	116,701	

Note 1: The valuation gain or loss.

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

- (v) Acquisition of individual real estate with amount exceeding the lower of NT\$300 million or 20% of the capital stock: None
- (vi) Disposal of individual real estate with amount exceeding the lower of NT\$300 million or 20% of the capital stock: None
- (vii) Related-party transactions for purchases and sales with amounts exceeding the lower of NT\$100 million or 20% of the capital stock:

(In Thousands of New Taiwan Dollars)

Name of company	Related party	Nature of relationship	Transaction details				Transactions with terms different from others		Notes/Accounts receivable (payable)		Note
			Purchase/Sale	Amount	Percentage of total purchases/sales	Payment terms	Unit price	Payment terms	Ending balance	Percentage of total notes/accounts receivable (payable)	
THE COMPANY	ATI	Subsidiary	Freight cost	322,549	94 %	Depending on the demand for funding of subsidiaries	-		(138,548)	(99)%	Note 1
ATI	THE COMPANY	Subsidiary	Freight revenue	(322,549)	(51) %	"	-		138,548	44%	"

Note1: Transactions in the left column had been written off during the preparation of the consolidated financial statements.

- (viii) Receivables from related parties with amounts exceeding the lower of NT\$100 million or 20% of the capital stock:

(In Thousands of New Taiwan Dollars)

Name of company	Counter-party	Nature of relationship	Ending balance	Turnover rate	Overdue		Amounts received in subsequent period	Allowance for bad debts	Note
					Amount	Action taken			
CMT HK	CTD	Subsidiary	337,322	Note1	-		-	-	Note 2
"	CTU	Subsidiary	331,378	"	-		-	-	"
"	CHM	Subsidiary	331,675	"	-		-	-	"
"	CPC	Subsidiary	208,040	"	-		-	-	"
"	CHN	Subsidiary	148,600	"	-		-	-	"
"	CPG	Subsidiary	297,200	"	-		-	-	"
"	CPN	Subsidiary	226,466	"	-		-	-	"
"	CMTI	Fellow subsidiary	2,061,082	"	-		-	-	"
ATI	THE COMPANY	Parent company	138,548	2.56%	-		-	-	"
CPD	CHK	Parent company	237,760	Note 1	-		-	-	"

Note1: Accounts receivable from related parties are not applies for turnover rate.

Note2: Transactions in the left column had been eliminated during the preparation of the consolidated financial statements.

- (ix) Trading in derivative instruments: None

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(x) Business relationships and significant intercompany transactions:

No. (Note 1)	Name of company	Name of counter-party	Nature of relationship (Note 2)	Intercompany transactions			Percentage of the consolidated net revenue or total assets
				Account name	Amount	Trading terms	
1	ATI	THE COMPANY	2	Operating revenues	322,549	Price depends on the market, and the receivables depend on funding demand in the credit period	14.56%
1	ATI	THE COMPANY	2	Accounts receivable	138,548	-	0.70%
2	CMT HK	CTD	3	Other receivable	337,322	-	1.70%
2	CMT HK	CTU	3	"	331,378	-	1.67%
2	CMT HK	CHM	3	"	331,675	-	1.67%
2	CMT HK	CPC	3	"	208,040	-	1.05%
2	CMT HK	CHN	3	"	148,600	-	0.75%
2	CMT HK	CPG	3	"	297,200	-	1.50%
2	CMT HK	CPN	3	"	226,466	-	1.14%
2	CMT HK	CMTI	3	"	2,061,082	-	10.38%
3	CPD	CMT HK	3	"	237,760	-	1.20%

Note 1: The companies are coded as follows:

1. 0 represents the parent company.
2. The subsidiaries are coded sequentially beginning from 1 in the order of companies' names.

Note 2: The relationships with transactions are as follows:

1. Transactions from the parent company to its subsidiaries.
2. Transactions from the subsidiaries to the parent company.
3. Transaction between subsidiaries.

(b) Information on investees:

The following is the information on investees for the six months ended June 30, 2022:

Name of investor	Name of investee	Location	Main Businesses and Products	Original Investment Amount		Balance as of June 30, 2022			Net Income		Note
				June 30, 2022	December 31, 2021	Shares (thousands)	Percentage of Ownership	Carrying Value	(Losses) of the Investee	Share of profits/losses of investee	
THE COMPANY	CMTS	Singapore	Investment holding of ship-owning companies	-	4,282	-	- %	-	125,325	191	Note1, Note4, Note5
"	CMT HK	Hong Kong	Investment holding of ship-owning companies	34,356	34,356	12,000	100 %	9,464,960	312,869	312,869	Note1, Note4
"	CMTI	Singapore	Investment holding of ship-owning companies	585,272	585,272	21,000	100 %	754,376	109,226	109,226	"
"	CMTL	Taiwan	Warehouse management	743,058	743,058	24,550	100 %	1,117,800	43,372	43,372	"
"	AGMI	"	Investment	41,000	41,000	4,100	100 %	42,327	22	22	"
"	HIL	"	"	400,000	400,000	40,000	100 %	871,447	12,174	12,174	"
"	MHI	"	"	271,300	271,300	37,130	100 %	426,254	(63,178)	(63,178)	"
"	ATI	"	Container trucking	500,000	500,000	50,000	100 %	627,753	39,369	39,369	"
"	TRV	"	Travel	20,000	20,000	2,000	100 %	2,942	(283)	(283)	"
"	TGEM	"	Bulk-carrier transportation	601,200	601,200	61,623	12 %	611,430	1,672	201	Note2
"	AGM	"	Automobile and its parts manufacturing	62,880	62,880	70,000	70 %	32,291	11,917	(8,507)	Note1, Note4
"	HYT	"	Container trucking	75,000	75,000	7,500	71.43 %	81,582	3,085	2,204	"
"	MHT	"	"	78,750	78,750	7,875	72.41 %	95,587	7,741	-	"

(In Thousands of Shares)

(In Thousands of New Taiwan Dollars)

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of investor	Name of investee	Location	Main Businesses and Products	Original Investment Amount		Balance as of June 30, 2022			Net Income		Note
				June 30, 2022	December 31, 2021	Shares (thousands)	Percentage of Ownership	Carrying Value	(Losses) of the Investee	Share of profits/losses of investee	
CMTS	CFR	Singapore	Bulk-carrier transportation	683,560	683,560	29,900	100 %	689,084	58,087	Has been recognized as investment incomes(losses) by CMTS	Note1, Note3, Note4
"	CEP	"	"	686,532	686,532	23,100	100 %	689,060	71,289	"	"
CMT HK	CPS	Hong Kong	Bulk-carrier transportation	59,440	59,440	2,000	100 %	59,329	(126)	Has been recognized as investment incomes(losses) by CMT HK	"
"	CPG	"	"	178,320	178,320	6,000	100 %	185,687	23,729	"	"
"	CPC	"	"	163,460	163,460	5,500	100 %	172,494	30,879	"	"
"	CHT	"	Bulk-chartering services	297	297	10	100 %	5,432	(75)	"	"
"	CPN	"	Bulk-carrier transportation	713,280	713,280	240	100 %	689,327	(6,768)	"	"
"	CPD	"	"	1,248,240	1,248,240	420	100 %	1,240,409	30,573	"	"
"	CTD	"	"	386,360	386,360	13,000	100 %	389,248	63,744	"	"
"	CTU	"	"	386,360	386,360	13,000	100 %	407,793	40,465	"	"
"	CHM	"	"	445,800	445,800	150	100 %	455,365	80,407	"	"
"	CHN	"	"	445,800	445,800	150	100 %	453,058	59,929	"	"
"	CHI	"	Investment management	297	297	0.1	100 %	(715)	(58)	"	"
"	CIM	"	"	29,720	29,720	10	100 %	30,310	(62)	"	"
CMTI	CMTS	Singapore	Investment holding of ship-owning companies	1,457,611	1,452,482	63,135	100 %	1,445,369	125,325	Has been recognized as investment incomes (losses) by CMTI	Note 1, Note 3, Note 4, Note 5
"	CCMP	"	Bulk-carrier transportation	377,444	188,722	12,700	100 %	375,304	(1,714)	"	Note 1, Note 3, Note 4
"	CVTR	"	"	374,472	374,472	12,600	100 %	372,354	(1,692)	"	"
"	CACE	"	"	297,200	297,200	10,000	100 %	296,904	(67)	"	"
"	CVST	"	"	297,200	297,200	10,000	100 %	296,904	(67)	"	"
ATI	CST	Taiwan	Container trucking	86,642	86,642	8,200	100 %	100,703	1,522	Has been recognized as investment incomes (losses) by ATI	Note 1, Note 4
"	HYT	"	"	28,932	28,932	3,000	28.57 %	31,749	3,085	881	"
"	MHT	"	"	30,568	30,568	3,000	27.59 %	36,421	7,741	7,741	"
"	APT	"	"	30,719	30,719	3,000	100 %	41,393	3,882	Has been recognized as investment incomes (losses) by ATI	"
"	PTL	"	"	30,000	30,000	3,000	100 %	29,823	81	"	"

Note1: Subsidiaries controlled by the parent company.

Note2: Investees affected by the comprehensive shareholdings of the Group.

Note3: The amount was translated to the NTD at the exchange rates at the reporting date.

Note4: The account had been written off during the preparation of the consolidated financial statements.

Note5: Business reorganization.

- (c) Information on investment in mainland China: None
- (d) Major shareholders:

Shareholder's Name	Shares	Percentage
Associated International Inc. (AII)	79,685,475	40.35 %
AGCMT Group Ltd.	42,924,297	21.73 %

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(14) Segment information

(a) General information

The Group's reportable segments consist of the Land Transportation, and the Logistics Segment and the Sea Transportation Segment. The land transportation and the logistics segment engage in the container transportation business, warehousing business, and freight agent business. And the sea transportation segment engages in the bulk carrier business. The Group's reportable segments are the strategic business units that provide different kinds of transportation services. Each strategic business unit requires different services and marketing strategies, thus, should be managed separately.

(b) Reportable segment information

The amounts of the Group's reportable segments are the same as those in the report used by the chief operating decision maker. The accounting policies for the operating segments are the same as those in Note 4, which describe significant accounting policies. The Group's operating segments' income before tax was the foundation for the chief operating decision maker to evaluate performance. There was no transfer of revenue between segments.

The Group's segment information was as below:

	Three months ended June 30, 2022				
	Inland trucking and terminal & logistics department	Shipping department	Others	Adjustments and eliminations	Total
Revenue from external customers	\$ 467,482	730,874	10,277	-	1,208,633
Intersegment revenue	-	-	-	-	-
	<u>\$ 467,482</u>	<u>730,874</u>	<u>10,277</u>	<u>-</u>	<u>1,208,633</u>
Segment income before tax	<u>\$ 60,215</u>	<u>299,449</u>	<u>8,992</u>	<u>(33,245)</u>	<u>335,411</u>
Reportable segment assets					<u>\$ 19,846,963</u>
	Three months ended June 30, 2021				
	Inland trucking and terminal & logistics department	Shipping department	Others	Adjustments and eliminations	Total
Revenue from external customers	\$ 432,441	373,549	931	-	806,921
Intersegment revenue	-	-	-	-	-
	<u>\$ 432,441</u>	<u>373,549</u>	<u>931</u>	<u>-</u>	<u>806,921</u>
Segment income before tax	<u>\$ 38,220</u>	<u>8,590</u>	<u>(4,067)</u>	<u>(39,561)</u>	<u>3,182</u>
Reportable segment assets					<u>\$ 19,064,698</u>

(Continued)

CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Six months ended June 30, 2022				
	Inland trucking and terminal & logistics department	Shipping department	Others	Adjustments and eliminations	Total
Revenue from external customers	\$ 891,582	1,296,807	26,919	-	2,215,308
Intersegment revenue	-	-	-	-	-
	<u>\$ 891,582</u>	<u>1,296,807</u>	<u>26,919</u>	<u>-</u>	<u>2,215,308</u>
Segment operating income	<u>\$ 107,120</u>	<u>464,375</u>	<u>(2,639)</u>	<u>(66,906)</u>	<u>501,950</u>
Reportable segment assets					<u>\$ 19,846,963</u>
	Six months ended June 30, 2021				
	Inland trucking and terminal & logistics department	Shipping department	Others	Adjustments and eliminations	Total
Revenue from external customers	\$ 839,851	751,013	9,364	-	1,600,228
Intersegment revenue	-	-	-	-	-
	<u>\$ 839,851</u>	<u>751,013</u>	<u>9,364</u>	<u>-</u>	<u>1,600,228</u>
Segment operating income	<u>\$ 66,372</u>	<u>46,698</u>	<u>(8,482)</u>	<u>(69,778)</u>	<u>34,810</u>
Reportable segment assets					<u>\$ 19,064,698</u>