

**CHINESE MARITIME TRANSPORT LTD.  
AND SUBSIDIARIES**

**Consolidated Financial Statements**

**With Independent Auditors' Review Report  
For the Three Months Ended March 31, 2024 and 2023**

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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.

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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 March 31, 2024 and 2023 (adjusted), and the related consolidated statements of comprehensive income, changes in equity and cash flows for the three months ended March 31, 2024 and 2023 (adjusted), 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 the Standard on Review Engagements 2410, "Review of Interim Financial Information Performed by the Independent Auditor of the Entity" of the Republic of China. 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 Standards on Auditing of the Republic of China 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 \$1,796,901 thousands and \$1,854,653 thousands, constituting 7.51% and 8.43% of the consolidated total assets, respectively; and the total liabilities amounting to \$547,069 thousands and \$598,130 thousands, constituting 4.63% and 5.58% of the consolidated total liabilities as of March 31, 2024 and 2023, respectively; as well as the total comprehensive income amounting to \$15,311 thousands and \$17,444 thousands, constituting 2.30% and 23.32% of the absolute value of the consolidated total comprehensive income for the three months ended March 31, 2024 and 2023, 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 amounted to \$698,279 thousands and \$641,785 thousands as of March 31, 2024 and 2023, respectively, and its equity in net earnings (losses) on these investee companies of \$11,621 thousands and \$11,640 thousands for the three months ended March 31, 2024 and 2023, 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 March 31, 2024 and 2023 (adjusted), and of its consolidated financial performance and consolidated cash flows for the three months ended March 31, 2024 and 2023 (adjusted) 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.

### **Emphasis of Matter**

We draw attention to note 6(a) of the financial statements, according to the IFRSs Q&A updated by the Financial Supervisory Commission, Securities and Futures Bureau, the repatriated offshore funds account balance amounted to \$72,355 thousands and \$77,218 thousands on March 31, 2023 and January 1, 2023, respectively, was reclassified from other current financial assets to cash and cash equivalents, and the consolidated financial statements were restated retrospectively. Our opinion is not modified in respect of this matter.

The engagement partners on the reviews resulting in this independent auditors’ review report are Au, Yiu-Kwan and Chien, Szu-Chuan.

KPMG

Taipei, Taiwan (Republic of China)  
May 14, 2024

### **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)  
**CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES**

**Consolidated Balance Sheets**

**March 31, 2024, December 31, March 31, 2023 and January 1, 2023**

**(Expressed in Thousands of New Taiwan Dollars)**

Assets	March 31, 2024		December 31, 2023		March 31, 2023 (Adjusted)		January 1, 2023 (Adjusted)			Liabilities and Equity	March 31, 2024		December 31, 2023		March 31, 2023 (Adjusted)		January 1, 2023 (Adjusted)	
	Amount	%	Amount	%	Amount	%	Amount	%			Amount	%	Amount	%	Amount	%	Amount	%
<b>Current assets:</b>										<b>Current liabilities:</b>								
1100 Cash and cash equivalents (note 6(a))	\$ 3,773,498	16	3,946,557	17	4,285,365	19	4,066,372	20	2100	Short-term borrowings (note 6(k))	\$ 2,949,684	12	3,019,696	13	2,389,468	11	1,899,486	10
1110 Current financial assets at fair value through profit or loss (notes 6(b) and 8)	702,110	3	584,528	2	384,556	2	314,678	2	2130	Current contract liabilities (note 6(r))	27,344	-	42,014	-	48,029	-	57,680	-
1150 Notes and accounts receivable, net (note 6(d))	238,374	1	274,723	2	286,918	1	279,731	1	2150	Notes and accounts payable	171,698	1	174,767	1	163,597	1	172,157	1
1180 Accounts receivable due from related parties, net (notes 6(d) and 7)	13	-	-	-	8,140	-	14,861	-	2200	Other payables	122,181	1	157,122	1	125,821	1	174,668	1
1301 Inventories, net (note 6(c))	58,405	-	60,079	-	-	-	-	-	2216	Dividends payable	197,485	1	-	-	430,516	2	-	-
1470 Other current assets	116,842	-	93,286	-	127,135	1	99,450	-	2230	Current tax liabilities	101,808	-	90,859	-	68,303	-	60,255	-
1476 Other current financial assets (notes 6(j) and 8)	375,441	2	319,657	2	255,410	1	199,094	1	2280	Current lease liabilities (note 6(l))	43,556	-	52,839	-	52,644	-	45,849	-
	5,264,683	22	5,278,830	23	5,347,524	24	4,974,186	24	2300	Other current liabilities	3,127	-	2,814	-	5,245	-	3,727	-
									2320	Long-term liabilities, current portion (note 6(k))	774,793	3	743,438	3	961,122	4	876,584	4
<b>Non-current assets:</b>										<b>Non-current liabilities:</b>	4,391,676	18	4,283,549	18	4,244,745	19	3,290,406	16
1510 Non-current financial assets at fair value through profit or loss (note 6(b))	22,453	-	22,453	-	15,537	-	15,537	-	2530	Bonds payable (note 6(k))	2,500,000	10	2,500,000	11	2,500,000	11	2,500,000	12
1517 Non-current financial assets at fair value through other comprehensive income (notes 6(c) and 8)	1,325,112	6	1,253,522	5	855,584	4	669,355	4	2540	Long-term borrowings (note 6(k))	4,185,401	18	4,249,826	18	3,204,997	15	2,255,615	11
1550 Investments accounted for using equity method, net (note 6(f))	698,279	3	657,814	3	641,785	3	635,606	3	2570	Deferred tax liabilities (note 6(o))	607,743	3	607,743	4	615,512	3	615,512	3
1600 Property, plant and equipment (notes 6(g), 7 and 8)	16,362,978	68	15,963,261	68	14,812,643	68	13,875,442	68	2580	Non-current lease liabilities (note 6(l))	118,491	-	108,261	-	134,724	1	125,354	1
1755 Right-of-use assets (note 6(h))	168,095	1	155,255	1	193,207	1	165,403	1	2640	Net defined benefit liabilities, non-current (note 6(n))	10,833	-	11,072	-	8,189	-	8,430	-
1760 Investment property, net (note 6(i))	34,806	-	34,330	-	34,594	-	34,847	-	2670	Other non-current liabilities, others	3,735	-	3,834	-	4,203	-	4,001	-
1780 Intangible assets	4,969	-	4,188	-	4,552	-	5,303	-		<b>Total liabilities</b>	7,426,203	31	7,480,736	33	6,467,625	30	5,508,912	27
1840 Deferred tax assets (note 6(o))	9,442	-	9,442	-	11,923	-	11,923	-		<b>Equity attributable to owners of parent (note 6(p)):</b>	11,817,879	49	11,764,285	51	10,712,370	49	8,799,318	43
1900 Other non-current assets	19,943	-	9,477	-	67,382	-	39,952	-	3100	Common stock	1,974,846	8	1,974,846	8	1,974,846	9	1,974,846	10
1975 Net defined benefit asset, non-current (note 6(n))	2,002	-	2,002	-	-	-	-	-	3200	Capital surplus	53,411	-	53,411	-	53,411	-	53,411	-
1980 Other non-current financial assets (notes 6(j) and 8)	23,123	-	23,094	-	23,591	-	23,414	-	3310	<b>Retained earnings:</b>								
	18,671,202	78	18,134,838	77	16,660,798	76	15,476,782	76	3320	Legal reserve	1,960,427	8	1,960,427	8	1,882,499	8	1,882,499	9
									3320	Special reserve	359,487	2	359,487	2	934,768	4	934,768	5
									3350	Unappropriated earnings	7,074,257	30	7,143,644	31	6,492,794	30	6,749,885	33
											9,394,171	40	9,463,558	41	9,310,061	42	9,567,152	47
									3400	Other equity interest	631,312	3	92,656	-	(49,783)	-	46,868	-
										<b>Total equity attributable to owners of parent</b>	12,053,740	51	11,584,471	49	11,288,535	51	11,642,277	57
									3610	<b>Non-controlling interests</b>	64,266	-	64,912	-	7,417	-	9,373	-
										<b>Total equity</b>	12,118,006	51	11,649,383	49	11,295,952	51	11,651,650	57
<b>Total assets</b>	<b>\$ 23,935,885</b>	<b>100</b>	<b>23,413,668</b>	<b>100</b>	<b>22,008,322</b>	<b>100</b>	<b>20,450,968</b>	<b>100</b>		<b>Total liabilities and equity</b>	<b>\$ 23,935,885</b>	<b>100</b>	<b>23,413,668</b>	<b>100</b>	<b>22,008,322</b>	<b>100</b>	<b>20,450,968</b>	<b>100</b>

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES**  
**Consolidated Statements of Comprehensive Income**  
**For the three months ended March 31, 2024 and 2023**  
**(Expressed in Thousands of New Taiwan Dollars, Except earnings per share)**

	For the three months ended March 31			
	2024		2023	
	Amount	%	Amount	%
4000	<b>Operating revenues (notes 6(r), 7 and 14)</b>			
4621	\$ 654,090	65	524,369	57
4622	338,155	33	392,085	42
4623	23,399	2	12,914	1
	1,015,644	100	929,368	100
5000	<b>Operating costs (notes 6(e), (n) and 12)</b>			
5621	503,958	50	403,863	43
5622	262,735	26	297,651	32
5623	19,414	2	9,118	1
	786,107	78	710,632	76
5900	229,537	22	218,736	24
	<b>Operating expenses:</b>			
6000	119,568	12	119,900	13
6450	(90)	-	202	-
	119,478	12	120,102	13
6900	110,059	10	98,634	11
	<b>Net operating income</b>			
	<b>Non-operating income and expenses:</b>			
7010	25,255	2	36,669	4
7050	(104,359)	(10)	(62,499)	(7)
7060				
	11,621	1	11,640	1
7100	36,770	4	30,395	3
7210	3,506	-	188	-
7230	17,046	2	(1,991)	-
7235	34,539	4	69,878	7
7590	(8)	-	-	-
7540	24,370	3	84,280	8
7900	134,429	13	182,914	19
7950	6,977	1	11,445	1
	127,452	12	171,469	18
8300	<b>Other comprehensive income:</b>			
8310	<b>Items that may not be reclassified subsequently to profit or loss</b>			
8316				
	25,507	3	6,167	1
8349	-	-	-	-
	25,507	3	6,167	1
8360	<b>Items that may be reclassified subsequently to profit or loss</b>			
8361	484,305	48	(97,358)	(11)
8370				
	28,844	3	(5,460)	-
	513,149	51	(102,818)	(11)
8300	538,656	54	(96,651)	(10)
	<b>\$ 666,108</b>	<b>66</b>	<b>74,818</b>	<b>8</b>
	<b>Profit, attributable to:</b>			
	\$ 128,098	12	173,425	18
	(646)	-	(1,956)	-
	<b>\$ 127,452</b>	<b>12</b>	<b>171,469</b>	<b>18</b>
	<b>Comprehensive income attributable to:</b>			
	\$ 666,754	66	76,774	8
	(646)	-	(1,956)	-
	<b>\$ 666,108</b>	<b>66</b>	<b>74,818</b>	<b>8</b>
	<b>Earnings per share (note 6(q))</b>			
9750	<b>\$ 0.65</b>		<b>0.88</b>	
9850	<b>\$ 0.65</b>		<b>0.88</b>	

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES

Consolidated Statements of Changes in Equity  
For the three months ended March 31, 2024 and 2023  
(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent						Total other equity interest					
	Retained earnings					Total	Exchange differences on translation of foreign financial statements	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Total	Total equity attributable to owners of parent	Non-controlling interests	Total equity
	Share capital	Capital surplus	Legal reserve	Special reserve	Unappropriated earnings							
<b>Balance at January 1, 2023</b>	\$ 1,974,846	53,411	1,882,499	934,768	6,749,885	9,567,152	(216,492)	263,360	46,868	11,642,277	9,373	11,651,650
Appropriation and distribution of retained earnings:												
Cash dividends of ordinary shares	-	-	-	-	(430,516)	(430,516)	-	-	-	(430,516)	-	(430,516)
Net income (losses) for the three months ended March 31, 2023	-	-	-	-	173,425	173,425	-	-	-	173,425	(1,956)	171,469
Other comprehensive income for the three months ended March 31, 2023	-	-	-	-	-	-	(102,818)	6,167	(96,651)	(96,651)	-	(96,651)
Total comprehensive income for the three months ended March 31, 2023	-	-	-	-	173,425	173,425	(102,818)	6,167	(96,651)	76,774	(1,956)	74,818
<b>Balance at March 31, 2023</b>	<b>\$ 1,974,846</b>	<b>53,411</b>	<b>1,882,499</b>	<b>934,768</b>	<b>6,492,794</b>	<b>9,310,061</b>	<b>(319,310)</b>	<b>269,527</b>	<b>(49,783)</b>	<b>11,288,535</b>	<b>7,417</b>	<b>11,295,952</b>
<b>Balance at January 1, 2024</b>	\$ 1,974,846	53,411	1,960,427	359,487	7,143,644	9,463,558	(220,995)	313,651	92,656	11,584,471	64,912	11,649,383
Appropriation and distribution of retained earnings:												
Cash dividends of ordinary shares	-	-	-	-	(197,485)	(197,485)	-	-	-	(197,485)	-	(197,485)
Net income (losses) for the three months ended March 31, 2024	-	-	-	-	128,098	128,098	-	-	-	128,098	(646)	127,452
Other comprehensive income for the three months ended March 31, 2024	-	-	-	-	-	-	513,149	25,507	538,656	538,656	-	538,656
Total comprehensive income for the three months ended March 31, 2024	-	-	-	-	128,098	128,098	513,149	25,507	538,656	666,754	(646)	666,108
<b>Balance at March 31, 2024</b>	<b>\$ 1,974,846</b>	<b>53,411</b>	<b>1,960,427</b>	<b>359,487</b>	<b>7,074,257</b>	<b>9,394,171</b>	<b>292,154</b>	<b>339,158</b>	<b>631,312</b>	<b>12,053,740</b>	<b>64,266</b>	<b>12,118,006</b>

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES**

**Consolidated Statements of Cash Flows**

**For the three months ended March 31, 2024 and 2023**

**(Expressed in Thousands of New Taiwan Dollars)**

	For the three months ended March 31	
	2024	2023 (Adjusted)
<b>Cash flows from (used in) operating activities:</b>		
Profit before tax	\$ 134,429	182,914
Adjustments:		
<b>Adjustments to reconcile profit (loss):</b>		
Depreciation and amortization	317,015	253,119
Expected credit loss (reversal gains)	(90)	202
Net gain on financial assets at fair value through profit	(34,539)	(69,878)
Interest expense	104,359	62,499
Interest income	(36,770)	(30,395)
Dividend income	(22,082)	(30,868)
Share of profit of associates accounted for using equity method	(11,621)	(11,640)
Net gain on disposal of property, plant and equipment	(3,506)	(188)
Others	(272)	-
<b>Total adjustments to reconcile profit (loss)</b>	<u>312,494</u>	<u>172,851</u>
<b>Changes in operating assets and liabilities:</b>		
<b>Changes in operating assets:</b>		
Decrease (increase) in notes and accounts receivable (including related parties)	36,426	(668)
Decrease in inventories	1,675	-
Increase in other current assets	(23,556)	(27,685)
Decrease (increase) in other current financial assets	(17,217)	19,160
	<u>(2,672)</u>	<u>(9,193)</u>
<b>Changes in operating liabilities:</b>		
Decrease in notes and accounts payable	(3,069)	(8,560)
Decrease in current contract liabilities	(14,670)	(9,651)
Decrease in other current liabilities	(50,607)	(56,875)
Decrease in net defined benefit liabilities	(239)	(241)
	<u>(68,585)</u>	<u>(75,327)</u>
<b>Total changes in operating assets and liabilities</b>	<u>(71,257)</u>	<u>(84,520)</u>
<b>Total adjustments</b>	<u>241,237</u>	<u>88,331</u>
Cash inflow generated from operations	375,666	271,245
Interest received	40,165	28,530
Dividend received	22,082	-
Interest paid	(103,579)	(52,155)
Income taxes refund (paid)	3,256	(3,415)
<b>Net cash flows from operating activities</b>	<u>337,590</u>	<u>244,205</u>
<b>Cash flows from (used in) investing activities:</b>		
Acquisition of financial assets at fair value through other comprehensive income	(46,082)	(180,062)
Acquisition of financial assets at fair value through profit or loss	(319,167)	-
Proceeds from disposal of financial assets at fair value through profit or loss	249,988	-
Acquisition of property, plant and equipment	(112,777)	(1,237,009)
Proceeds from disposal of property, plant and equipment	4,993	910
(Increase) decrease in other current financial assets	(31,020)	(42,818)
Increase in other non-current assets	(41,384)	(64,186)
Decrease (increase) in other non-current financial assets	(29)	(177)
<b>Net cash flows used in investing activities</b>	<u>(295,478)</u>	<u>(1,523,342)</u>
<b>Cash flows from (used in) financing activities:</b>		
Increase (decrease) in short-term borrowings	(70,012)	489,982
Proceeds from long-term borrowings	-	1,244,354
Repayments of long-term borrowings	(239,437)	(185,588)
Payment of lease liabilities	(24,359)	(24,289)
Others	(99)	202
<b>Net cash flows from (used in) financing activities</b>	<u>(333,907)</u>	<u>1,524,661</u>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<u>118,736</u>	<u>(26,531)</u>
<b>Net increase (decrease) in cash and cash equivalents</b>	<u>(173,059)</u>	<u>218,993</u>
<b>Cash and cash equivalents at beginning of period</b>	<u>3,946,557</u>	<u>4,066,372</u>
<b>Cash and cash equivalents at end of period</b>	<u>\$ 3,773,498</u>	<u>4,285,365</u>

See accompanying notes to consolidated financial statements.



(English Translation of Consolidated Financial Statements Originally Issued in Chinese)

**CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES**

**Notes to the Consolidated Financial Statements**

**March 31, 2024 and 2023**

**(Expressed in Thousands of New Taiwan Dollars Except for 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 three months ended March 31, 2024 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.

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

These consolidated financial statements were authorized for issue by the Board of Directors on May 14, 2024.

**(3) New standards, amendments and interpretations adopted:**

- (a) The impact of the IFRS Accounting Standards 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, 2024:

- Amendments to IAS 1 “Classification of Liabilities as Current or Non-current”
- Amendments to IAS 1 “Non-current Liabilities with Covenants”
- Amendments to IAS 7 and IFRS 7 “Supplier Finance Arrangements”
- Amendments to IFRS 16 “Lease Liability in a Sale and Leaseback”

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**CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES**  
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- (b) 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:

<b>Standards or Interpretations</b>	<b>Content of amendment</b>	<b>Effective date per IASB</b>
IFRS 18 “Presentation and Disclosure in Financial Statements”	<p>The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.</p> <ul style="list-style-type: none"> <li>● A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ‘operating profit’ subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities.</li> <li>● Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards.</li> <li>● Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes.</li> </ul>	January 1, 2027

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**CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES**  
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The Group is evaluating the impact on its consolidated financial position and consolidated financial performance upon the initial adoption of the abovementioned standards or interpretations. 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 IAS21 “Lack of Exchangeability”

**(4) Summary of material 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 Accounting Standards 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 consolidated financial statements are consistent with the consolidated financial statements for the year ended December 31, 2023. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2023.

(b) Basis of consolidation

Name of investor	Name of subsidiary	Principal activity	Shareholding			Note
			March 31, 2024	December 31, 2023	March 31, 2023	
The Company	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	
"	CMT Logistics Co., Ltd. (CMTL)	Warehouse management	100	100	100	Note 1
"	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	

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Name of investor	Name of subsidiary	Principal activity	Shareholding			Note
			March 31, 2024	December 31, 2023	March 31, 2023	
The Company	CMT Travel Service Ltd. (TRV)	Travel	100	100	100	Note 1
"	Associated Group Motors Corp. (AGM)	Automobile and its part manufacturing	70	70	70	Note 1
"	Huang Yuen Transport Ltd. (HYT)	Container trucking	71.43	71.43	71.43	
"	Mao Hwa Transport Ltd. (MHT)	Container trucking	72.41	72.41	72.41	
"	Prosperity Transport Ltd.(APT)	Container trucking	78.12	78.12	78.12	
"	Chinese Maritime Transport (UK) Limited (CMTUK)	Investment holding of ship-owning companies	100	100	100	
CMTHK	China Prosperity Shipping Ltd. (CPS)	Bulk-carrier transportation	100	100	100	
"	CMT Chartering Ltd. (CHT)	Bulk-chartering services	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	Note 2
CMTI	CMTS	Investment holding of ship-owning companies	100	100	100	
CMTUK	China Peace Shipping Ltd. (CPC)	Bulk-carrier transportation	100	100	100	
"	China Progress Shipping Ltd. (CPG)	Bulk-carrier transportation	100	100	100	
"	China Pride Shipping Ltd. (CPD)	Bulk-carrier transportation	100	100	100	
"	China Pioneer Shipping Ltd. (CPN)	Bulk-carrier transportation	100	100	100	
"	China Trade Shipping Ltd. (CTD)	Bulk-carrier transportation	100	100	100	
"	China Triumph Shipping Ltd. (CTU)	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	
"	Chinese Maritime Transport Ship Management (Hong Kong) Limited (CIM)	Investment management	100	-	-	Note 2
"	China Fortune Shipping Pte. Ltd. (CFR)	Bulk-carrier transportation	100	100	100	

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**CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES**  
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Name of investor	Name of subsidiary	Principal activity	Shareholding			Note
			March 31, 2024	December 31, 2023	March 31, 2023	
CMTUK	China Enterprise Shipping Pte. Ltd. (CEP)	Bulk-carrier transportation	100	100	100	
"	China Ace Shipping Pte. Ltd. (CACE)	Bulk-carrier transportation	100	100	100	
"	China Vista Shipping Pte. Ltd. (CVST)	Bulk-carrier transportation	100	100	100	
"	China Venture Shipping Pte. Ltd. (CVTR)	Bulk-carrier transportation	100	100	100	
"	China Champion Shipping Pte. Ltd. (CCMP)	Bulk-carrier transportation	100	100	100	
ATI	Chang Shun Transport Ltd. (CST)	Container trucking	100	100	100	
"	Huang Yuen Transport Ltd. (HYT)	Container trucking	28.57	28.57	28.57	
"	Mao Hwa Transport Ltd. (MHT)	Container trucking	27.59	27.59	27.59	
"	Prosperity Transport Ltd. (APT)	Container trucking	21.88	21.88	21.88	
"	Pioneer Transport Ltd. (PTL)	Container trucking	100	100	100	

Note 1: Non-significant subsidiaries, its financial statements have not been reviewed.

Note 2: The Company transferred the shares of the sub-subsidiary, CIM, from the subsidiary, CMTHK, to the subsidiary, CMTUK, in January 2024.

(c) Classification of current and non-current assets and liabilities

An asset is classified as current under one of the following criteria, and all other assets are classified as non-current.

- (i) It is expected to be realized, or intended to be sold or consumed, in the normal operating cycle;
- (ii) It is held primarily for the purpose of trading;
- (iii) It is expected to be realized within twelve months after the reporting period; or
- (iv) The asset is cash or a cash equivalent (as defined in IAS 7) unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

A liability is classified as current under one of the following criteria, and all other liabilities are classified as non-current.

An entity shall classify a liability as current when:

- (i) It is expected to be settled in the normal operating cycle;
- (ii) It is held primarily for the purpose of trading;

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**CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES**  
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- (iii) It is due to be settled within twelve months after the reporting period; or
- (iv) The Group does not have an unconditional right to defer settlement of the liability for at least twelve months after the reporting period. Terms of a liability that could, at the option of the counterparty, result in its settlement by issuing equity instruments do not affect its classification.

(d) Employee benefits

The pension cost in the 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.

(e) 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 managements. 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 tax rates that have been enacted or substantively enacted at the time of the asset or liability is recovered or settled, and be 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 the Regulations and IFRS Accounting Standards (in accordance with IAS 34 “Interim Financial Reporting” and 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, 2023.

**(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 2023 consolidated financial statements. Please refer to note 6 of the consolidated financial statements for the year ended December 31, 2023.

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**CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES**  
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(a) Cash and cash equivalents

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023 (Adjusted)</u>
Petty cash, checking accounts and demand deposits	\$ 747,497	715,801	966,640
Time deposits	2,791,294	2,846,834	2,884,513
Cash equivalents-commercial papers and reverse repurchase agreements	<u>234,707</u>	<u>383,922</u>	<u>434,212</u>
	<u><u>\$ 3,773,498</u></u>	<u><u>3,946,557</u></u>	<u><u>4,285,365</u></u>

According to the IFRSs Q&A updated by the Financial Supervisory Commission, Securities and Futures Bureau on January 5, 2024, the repatriated offshore funds account balance amounted to \$72,355 and \$77,218 on March 31, 2023 and January 1, 2023, respectively, was reclassified from other current financial assets to cash and cash equivalents. Therefore, the “Decrease in other current financial assets” under investing activities was reduced by \$4,863 in the consolidated statement of cash flows for the three months ended March 31, 2023.

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

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

(i) Information was as follows:

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
<b>Current financial assets mandatorily measured as at fair value through profit or loss:</b>			
Derivative instruments not used for hedging			
Interest rate options	\$ 1	19	-
Non-derivative financial instrument			
Domestic listed stocks	426,527	391,969	384,556
Foreign fund	275,582	192,540	-
<b>Non current financial assets mandatorily measured as at fair value through profit or loss:</b>			
Non derivative financial instrument			
Domestic unlisted stocks	<u>22,453</u>	<u>22,453</u>	<u>15,537</u>
	<u><u>\$ 724,563</u></u>	<u><u>606,981</u></u>	<u><u>400,093</u></u>

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

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Current	\$ 702,110	584,528	384,556
Non-current	<u>22,453</u>	<u>22,453</u>	<u>15,537</u>
	<u><b>\$ 724,563</b></u>	<u><b>606,981</b></u>	<u><b>400,093</b></u>

The Group newly purchased fund amounting to \$319,167, and disposed of fund amounting to \$249,988, respectively, for the three months ended March 31, 2024. Moreover, the Group made no new trading investment for the three months ended March 31, 2023, and disposed no trading investment for the three months ended March 31, 2023.

The gain or loss on financial assets at fair value through profit or loss for the three months ended March 31, 2024 and 2023 were gain of \$34,539 and \$69,878, respectively.

During the three months ended March 31, 2024, the dividends of \$4,443, related to investment at fair value through profit or loss, were recognized.

As of March 31, 2024, December 31 and March 31, 2023, 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.
- (iii) The Group holds derivative financial instruments to hedge certain freight and interest rate risk exposures arising from its operating and financing activities. The following derivative instruments, without the application of hedge accounting, were classified as mandatorily measured at fair value through profit or loss:

	<u>March 31, 2024</u>		
	<u>Amount (in thousands)</u>	<u>Maturity dates</u>	<u>Range of interest rate</u>
Interest rate options	USD 30,000	2024/7~2024/11	5.75%~6%
	<u>December 31, 2023</u>		
	<u>Amount (in thousands)</u>	<u>Maturity dates</u>	<u>Range of interest rate</u>
Interest rate options	USD 30,000	2024/7~2024/11	5.75%~6%

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**CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES**  
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(c) Financial assets at fair value through other comprehensive income

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Equity investments at fair value through other comprehensive income			
Domestic listed stocks	\$ <u>1,325,112</u>	<u>1,253,522</u>	<u>855,584</u>

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

The Group designated the investments shown above as equity securities at fair value through other comprehensive income because these equity securities represent those investments that the Group intends to hold for long-term strategic purposes, rather than trading purposes.

During the three months ended March 31, 2024 and 2023, the Group newly purchased those investments for strategic purposes amounting to \$46,082 and \$180,062, respectively.

There were no disposal of strategic investments and transfers of any cumulative gain or loss within equity relating to these investments during the three months ended March 31, 2024 and 2023.

During the three months ended March 31, 2024 and 2023, the Group had recognized unrealized gain or loss on financial assets at fair value through other comprehensive income of gain \$25,507 and \$6,167, respectively.

During the three months ended March 31, 2024 and 2023, the dividends of \$17,639 and \$30,868, respectively, related to equity investment at fair value through other comprehensive income were recognized.

(ii) Please refer to note 6(u) for market risk.

(iii) As of March 31, 2024, December 31 and March 31, 2023, the financial assets measured at other comprehensive income of the Group had been pledged as collateral, please refer to note 8.

(d) Notes and accounts receivable

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Notes receivable	\$ 8,588	7,881	11,675
Accounts receivable	230,022	267,155	283,979
Less: Loss allowance	<u>(223)</u>	<u>(313)</u>	<u>(596)</u>
	<u>\$ 238,387</u>	<u>274,723</u>	<u>295,058</u>
Notes and accounts receivable, net	<u>\$ 238,374</u>	<u>274,723</u>	<u>286,918</u>
Accounts receivable due from related parties, net	<u>\$ 13</u>	<u>-</u>	<u>8,140</u>

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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:

	<b>March 31, 2024</b>		
	<b>Gross carrying amount</b>	<b>Weighted- average loss rate</b>	<b>Loss allowance provision</b>
Not overdue	\$ 222,726	-	-
1 to 30 days past due	11,568	-	-
30 to 180 days past due	4,316	5.17%	223
More than 180 days past due	-	-	-
	<b><u>\$ 238,610</u></b>		<b><u>223</u></b>
	<b>December 31, 2023</b>		
	<b>Gross carrying amount</b>	<b>Weighted- average loss rate</b>	<b>Loss allowance provision</b>
Not overdue	\$ 254,354	-	-
1 to 30 days past due	16,513	-	-
30 to 180 days past due	4,169	7.51%	313
More than 180 days past due	-	-	-
	<b><u>\$ 275,036</u></b>		<b><u>313</u></b>
	<b>March 31, 2023</b>		
	<b>Gross carrying amount</b>	<b>Weighted- average loss rate</b>	<b>Loss allowance provision</b>
Not current	\$ 278,908	-	-
1 to 30 days past due	12,985	-	-
30 to 180 days past due	3,761	15.85%	596
More than 180 days past due	-	-	-
	<b><u>\$ 295,654</u></b>		<b><u>596</u></b>

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

The movements in the allowance for notes and accounts receivable were as follows:

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<b>2024</b>	<b>2023</b>
Balance on January 1	\$ 313	394
Impairment losses recognized	-	202
Impairment losses reversed	(90)	-
Balance on March 31	<u>\$ 223</u>	<u>596</u>

The Group did not provide any aforementioned notes and accounts receivable as collaterals as of March 31, 2024, December 31 and March 31, 2023.

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

(e) Inventories

	<b>March 31,</b>	<b>December</b>	<b>March 31,</b>
	<b>2024</b>	<b>31, 2023</b>	<b>2023</b>
Merchandise inventories	\$ 58,405	60,079	-
Less: Allowance for inventory valuation loss and obsolescence	-	-	-
	<u>\$ 58,405</u>	<u>60,079</u>	<u>-</u>

For the three month ended March 31, 2024, the Group recognized the cost of inventory amounting to \$34,634.

As of March 31, 2024 and December 31, 2023, the Group did not provide any inventories as collaterals for its loans.

(f) 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:

	<b>March 31,</b>	<b>December 31,</b>	<b>March 31,</b>
	<b>2024</b>	<b>2023</b>	<b>2023</b>
Associates	\$ <u>698,279</u>	<u>657,814</u>	<u>641,785</u>

(ii) The Group's share of the profit (loss) of associates were as follows:

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<b>2024</b>	<b>2023</b>
Associates	\$ <u>11,621</u>	<u>11,640</u>

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**CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES**  
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(iii) Summarized financial information of individually insignificant associates

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

	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
Carrying amount of individually insignificant associates' equity	<u><u>\$ 698,279</u></u>	<u><u>657,814</u></u>	<u><u>641,785</u></u>
		<b>For the three months ended March 31,</b>	
		<b>2024</b>	<b>2023</b>
Share of profit attributable to the Group:			
Profit from continuing operations		\$ 11,621	11,640
Other comprehensive income		<u>28,844</u>	<u>(5,460)</u>
Comprehensive income		<u><u>\$ 40,465</u></u>	<u><u>6,180</u></u>

(iv) Pledges

As of March 31, 2024, December 31 and March 31, 2023, the Group did not provide investment accounted for using equity method as collateral.

(g) Property, plant and equipment

The movements of cost, depreciation and impairment of the property, plant and equipment of the Group for the three months ended March 31, 2024 and 2023 were as follows:

	<b>Land</b>	<b>Buildings and construction</b>	<b>Transportation equipment</b>	<b>Other equipment</b>	<b>Under construction</b>	<b>Total</b>
<b>Cost or deemed cost:</b>						
Balance on January 1, 2024	\$ 1,698,120	229,476	23,477,199	581,869	1,359,190	27,345,854
Additions	-	-	-	381	112,396	112,777
Disposals	-	(1,041)	(27,613)	(1,479)	-	(30,133)
Transfer in (out)	-	-	19,222	-	-	19,222
Effect of movements in exchange rates	-	1,486	953,460	-	59,309	1,014,255
Balance on March 31, 2024	<u><u>\$ 1,698,120</u></u>	<u><u>229,921</u></u>	<u><u>24,422,268</u></u>	<u><u>580,771</u></u>	<u><u>1,530,895</u></u>	<u><u>28,461,975</u></u>
Balance on January 1, 2023	\$ 1,699,643	258,555	19,620,215	597,240	2,114,455	24,290,108
Additions	-	166	1,230,724	1,446	4,673	1,237,009
Disposals	-	(2,664)	(1,885)	(10,928)	-	(15,477)
Transfer in (out)	-	-	602,108	4,120	(569,472)	36,756
Effect of movements in exchange rates	-	(298)	(156,095)	-	(18,794)	(175,187)
Balance on March 31, 2023	<u><u>\$ 1,699,643</u></u>	<u><u>255,759</u></u>	<u><u>21,295,067</u></u>	<u><u>591,878</u></u>	<u><u>1,530,862</u></u>	<u><u>25,373,209</u></u>

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**CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES**  
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	<u>Land</u>	<u>Buildings and construction</u>	<u>Transportation equipment</u>	<u>Other equipment</u>	<u>Under construction</u>	<u>Total</u>
<b>Depreciation and impairments loss:</b>						
Balance on January 1, 2024	\$ -	87,106	10,994,965	300,522	-	11,382,593
Depreciation	-	4,350	288,043	11,203	-	303,596
Disposals	-	(1,041)	(26,233)	(1,372)	-	(28,646)
Effect of movements in exchange rates	-	410	441,044	-	-	441,454
Balance on March 31, 2024	<u>\$ -</u>	<u>90,825</u>	<u>11,697,819</u>	<u>310,353</u>	<u>-</u>	<u>12,098,997</u>
Balance on January 1, 2023	\$ -	98,126	10,009,861	306,679	-	10,414,666
Depreciation	-	4,562	223,333	11,695	-	239,590
Disposals	-	(2,664)	(1,760)	(10,331)	-	(14,755)
Effect of movements in exchange rates	-	(75)	(78,860)	-	-	(78,935)
Balance on March 31, 2023	<u>\$ -</u>	<u>99,949</u>	<u>10,152,574</u>	<u>308,043</u>	<u>-</u>	<u>10,560,566</u>
<b>Carrying amounts:</b>						
Balance on March 31, 2024	<u>\$ 1,698,120</u>	<u>139,096</u>	<u>12,724,449</u>	<u>270,418</u>	<u>1,530,895</u>	<u>16,362,978</u>
Balance on January 1, 2024	<u>\$ 1,698,120</u>	<u>142,370</u>	<u>12,482,234</u>	<u>281,347</u>	<u>1,359,190</u>	<u>15,963,261</u>
Balance on March 31, 2023	<u>\$ 1,699,643</u>	<u>155,810</u>	<u>11,142,493</u>	<u>283,835</u>	<u>1,530,862</u>	<u>14,812,643</u>
Balance on January 1, 2023	<u>\$ 1,699,643</u>	<u>160,429</u>	<u>9,610,354</u>	<u>290,561</u>	<u>2,114,455</u>	<u>13,875,442</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 and October 22, 2021, respectively, four bulk carriers in total. Two of the bulk carriers were delivered in March and June, 2023, and transferred to transportation equipment. As of financial report date, the cost of the remaining two incurred totaled USD88,208 thousands (\$2,822,656 in thousand New Taiwan Dollars).
- (iii) The Group disposed of part of the plant and equipment during the three months ended March 31, 2024 and 2023 for \$4,993 and \$910, respectively, and the related gain of disposal were \$3,506 and \$188, respectively. The registration procedures of the assets transfer have been completed and related receivables have been collected.
- (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 USD31,555 thousands (\$1,009,760、\$968,896 and \$960,850 in thousand New Taiwan Dollars) as of March 31, 2024, December 31 and March 31, 2023, 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 noncancellable lease term of 1 to 3 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(m).

(Continued)

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

(h) Right-of-use assets

The movements of cost and depreciation of the Group as a lessee were as follows:

	<u>Land</u>	<u>Buildings and construction</u>	<u>Total</u>
Cost:			
Balance on January 1, 2024	\$ 243,217	95,060	338,277
Additions	37,845	-	37,845
Disposal	<u>(49,070)</u>	<u>-</u>	<u>(49,070)</u>
Balance on March 31, 2024	<u>\$ 231,992</u>	<u>95,060</u>	<u>327,052</u>
Balance on January 1, 2023	\$ 243,217	78,813	322,030
Additions	-	40,454	40,454
Disposal	<u>-</u>	<u>(24,207)</u>	<u>(24,207)</u>
Balance on March 31, 2023	<u>\$ 243,217</u>	<u>95,060</u>	<u>338,277</u>
Depreciation and impairment losses:			
Balance on January 1, 2024	\$ 130,775	52,247	183,022
Depreciation	8,777	3,960	12,737
Disposal	<u>(36,802)</u>	<u>-</u>	<u>(36,802)</u>
Balance on March 31, 2024	<u>\$ 102,750</u>	<u>56,207</u>	<u>158,957</u>
Balance on January 1, 2023	\$ 96,016	60,611	156,627
Depreciation	8,690	3,960	12,650
Disposal	<u>-</u>	<u>(24,207)</u>	<u>(24,207)</u>
Balance on March 31, 2023	<u>\$ 104,706</u>	<u>40,364</u>	<u>145,070</u>
Carrying Amount:			
Balance on March 31, 2024	<u>\$ 129,242</u>	<u>38,853</u>	<u>168,095</u>
Balance on January 1, 2024	<u>\$ 112,442</u>	<u>42,813</u>	<u>155,255</u>
Balance on March 31, 2023	<u>\$ 138,511</u>	<u>54,696</u>	<u>193,207</u>
Balance on January 1, 2023	<u>\$ 147,201</u>	<u>18,202</u>	<u>165,403</u>

(i) 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.

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

	<b>Owned property</b>		
	<b>Land</b>	<b>Building</b>	<b>Total</b>
<b>Cost or deemed cost:</b>			
Balance on January 1, 2024	\$ 19,094	25,670	44,764
Effect of movements in exchange rates	-	923	923
Balance on March 31, 2024	<u>\$ 19,094</u>	<u>26,593</u>	<u>45,687</u>
Balance on January 1, 2023	\$ 19,094	25,674	44,768
Effect of movements in exchange rates	-	(184)	(184)
Balance on March 31, 2023	<u>\$ 19,094</u>	<u>25,490</u>	<u>44,584</u>
<b>Depreciation and impairment losses:</b>			
Balance on January 1, 2024	\$ -	10,434	10,434
Depreciation	-	131	131
Effect of movements in exchange rates	-	316	316
Balance on March 31, 2024	<u>\$ -</u>	<u>10,881</u>	<u>10,881</u>
Balance on January 1, 2023	\$ -	9,921	9,921
Depreciation	-	128	128
Effect of movements for exchange rates	-	(59)	(59)
Balance on March 31, 2023	<u>\$ -</u>	<u>9,990</u>	<u>9,990</u>
<b>Carrying amount:</b>			
Balance on March 31, 2024	<u>\$ 19,094</u>	<u>15,712</u>	<u>34,806</u>
Balance on January 1, 2024	<u>\$ 19,094</u>	<u>15,236</u>	<u>34,330</u>
Balance on March 31, 2023	<u>\$ 19,094</u>	<u>15,500</u>	<u>34,594</u>
Balance on January 1, 2023	<u>\$ 19,094</u>	<u>15,753</u>	<u>34,847</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 rental income and operating expenses incurred directly), please refer to note 6(m).

There was no significant change in the fair value of investment property during the three months ended March 31, 2024 as disclosed in note 6(i) of the consolidated financial statements for the year ended December 31, 2023.

As of March 31, 2024, December 31 and March 31, 2023, the investment property of the Group was not pledged as collateral or restricted.

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

(j) Other financial assets

	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023 (Adjusted)</b>
Pledged assets-demand deposits	\$ 212,971	269,579	202,376
Time deposits (over three months)	149,765	52,268	25,222
Other receivables	27,705	12,810	42,812
Refundable deposits	<u>8,123</u>	<u>8,094</u>	<u>8,591</u>
	<b><u>\$ 398,564</u></b>	<b><u>342,751</u></b>	<b><u>279,001</u></b>
Other current financial assets	\$ 375,441	319,657	255,410
Other non-current financial assets	<u>23,123</u>	<u>23,094</u>	<u>23,591</u>
	<b><u>\$ 398,564</u></b>	<b><u>342,751</u></b>	<b><u>279,001</u></b>

As of March 31, 2024, December 31 and March 31, 2023, the Group provided other financial assets as collateral. Please refer to note 8.

(k) Loans

The Group's details of loans were as follows:

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

	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
Bank loans	\$ 2,430,000	2,420,000	1,860,000
Commercial papers payable	520,000	600,000	530,000
Less: discount on commercial papers payable	<u>(316)</u>	<u>(304)</u>	<u>(532)</u>
	<b><u>\$ 2,949,684</u></b>	<b><u>3,019,696</u></b>	<b><u>2,389,468</u></b>
Unused credit lines	<b><u>\$ 2,260,000</u></b>	<b><u>1,900,000</u></b>	<b><u>2,290,000</u></b>
Range of interest rate	<b><u>1.73%~1.966%</u></b>	<b><u>1.73%~1.990%</u></b>	<b><u>0.85%~2.01%</u></b>

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**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>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Bank Sinopec	USD	2027	\$ 331,893	318,462	406,051
BNP PARIBAS	"	2026	328,793	341,382	364,227
Mega International Commercial Bank	"	2026	288,000	276,345	365,400
Bank Sinopec	"	2026	238,867	275,040	318,215
CTBC Bank	"	2027	495,521	511,644	543,273
Mega International Commercial Bank	"	2027	515,840	528,433	557,235
Mega International Commercial Bank	"	2027	288,000	322,403	365,400
Mega International Commercial Bank	"	2033	1,213,120	1,210,392	1,246,318
Mega International Commercial Bank	"	2033	<u>1,260,160</u>	<u>1,209,163</u>	<u>-</u>
			4,960,194	4,993,264	4,166,119
Current portion			<u>(774,793)</u>	<u>(743,438)</u>	<u>(961,122)</u>
Total			<u>\$ 4,185,401</u>	<u>4,249,826</u>	<u>3,204,997</u>
Range of interest rates			<u>6.216%~7.255%</u>	<u>5.5%~7.2655%</u>	<u>5.500%~6.528%</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 payable were as follows:

	<u>Guarantee bank</u>	<u>Interest rate</u>	<u>Due</u>	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
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	<u>500,000</u>	<u>500,000</u>	<u>500,000</u>
Total				<u>\$ 2,500,000</u>	<u>2,500,000</u>	<u>2,500,000</u>

(iv) Refer to note 6(u) 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.

(l) Lease liabilities

	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
Current	<u>\$ 43,556</u>	<u>52,839</u>	<u>52,644</u>
Non-current	<u>\$ 118,491</u>	<u>108,261</u>	<u>134,724</u>

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

(Continued)

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

The amounts recognized in profit or loss were as follows:

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<b>2024</b>	<b>2023</b>
Interest expenses on lease liabilities	\$ <u>413</u>	<u>496</u>

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

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<b>2024</b>	<b>2023</b>
Total cash outflow for leases	\$ <u>24,772</u>	<u>24,785</u>

As of March 31, 2024, 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.

(m) Operating lease

The Group leases out its investment property. 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(i) 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(g).

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

	<b>March 31,</b>	<b>December 31,</b>	<b>March 31,</b>
	<b>2024</b>	<b>2023</b>	<b>2023</b>
Less than one year	\$ 2,800,272	2,107,544	1,299,128
Between one and five years	2,484,156	790,206	518,443
More than five years	<u>-</u>	<u>892</u>	<u>5,400</u>
Total undiscounted lease payments	\$ <u>5,284,428</u>	<u>2,898,642</u>	<u>1,822,971</u>

(n) 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, 2023 and 2022.

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

The Group's pension costs were as follows:

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<b>2024</b>	<b>2023</b>
Cost of sales and operating expense	\$ <b>386</b>	<b>441</b>
(ii) Defined contribution plans		

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

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<b>2024</b>	<b>2023</b>
Cost of sales and operating expense	\$ <b>3,612</b>	<b>3,493</b>

The pension expenses recognized by other subsidiaries, included in consolidated financial statements for the three months ended March 31, 2024 and 2023, were \$475 and \$315, respectively.

(o) Income taxes

(i) Tax expenses

The components of income tax were as follows:

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<b>2024</b>	<b>2023</b>
Current tax expense	\$ <b>6,977</b>	<b>11,445</b>
(ii) Assessment of tax		

Some of the Company and its subsidiaries in the ROC have been assessed by the tax authorities for the years through 2022, and the rest have been assessed for the years through 2021.

(iii) Global minimum top-up tax

The Group operates in United Kingdom, which has enacted new legislation to implement the global minimum top-up tax. However, since the Group's subsidiaries in United Kingdom are not included in the range of global minimum top-up tax, there is no significant impact for the three months ended March 31, 2024.

(p) Capital and other equities

Except for the following disclosures, there was no significant change for capital and other equity for the three months ended March 31, 2024 and 2023. For the related information, please refer to note 6(p) of the consolidated financial statements for the year ended December 31, 2023.

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

(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 March 31, 2024, December 31 and March 31, 2023.

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.

3) Earnings distribution

The amounts of cash dividends for the 2023 earnings distribution had been approved and proposed, respectively, at the board meeting held on March 14, 2024; while the 2022 earnings distribution had been approved during the shareholders' meeting on June 9, 2023 as follows:

	2023	2022
Dividends distributed to ordinary shareholders		
Cash	\$ 197,485	430,516

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

(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, 2024	\$ (220,995)	313,651	92,656
The Group	484,305	25,507	509,812
Associates	28,844	-	28,844
Balance on March 31, 2024	<u>\$ 292,154</u>	<u>339,158</u>	<u>631,312</u>
Balance on January 1, 2023	\$ (216,492)	263,360	46,868
The Group	(97,358)	6,167	(91,191)
Associates	(5,460)	-	(5,460)
Balance on March 31, 2023	<u>\$ (319,310)</u>	<u>269,527</u>	<u>(49,783)</u>

(q) Earnings per share

(i) Basic earnings per share

The calculation of basic earnings per share for the three months ended March 31, 2024 and 2023 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 March 31,	
	2024	2023
Profit attributable to ordinary shareholders of the Company	<u>\$ 128,098</u>	<u>173,425</u>

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

	For the three months ended March 31,	
	2024	2023
Weighted-average number of ordinary shares (basic)	<u>197,485</u>	<u>197,485</u>

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

3) Basic earnings per share (NTD)

	<b>For the three months ended March 31,</b>	
	<b>2024</b>	<b>2023</b>
Basic earnings per share	\$ <b>0.65</b>	<b>0.88</b>

(ii) Diluted earnings per share

The calculation of diluted earnings per share for the three months ended March 31, 2024 and 2023 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)

	<b>For the three months ended March 31,</b>	
	<b>2024</b>	<b>2023</b>
Profit attributable to ordinary shareholders of the Company	\$ <b>128,098</b>	<b>173,425</b>

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

	<b>For the three months ended March 31,</b>	
	<b>2024</b>	<b>2023</b>
Number of ordinary shares (basic)	197,485	197,485
Effect on the employee stock bonuses	96	213
Weighted-average number of ordinary shares (diluted)	<b>197,581</b>	<b>197,698</b>

3) Diluted earnings per share (NTD)

	<b>For the three months ended March 31,</b>	
	<b>2024</b>	<b>2023</b>
Diluted earnings per share	\$ <b>0.65</b>	<b>0.88</b>

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

## (r) Revenue from contracts with customers

## (i) Disaggregation of revenue

<b>For the three months ended March 31, 2024</b>				
	<b>Inland trucking and terminal &amp; logistics department</b>	<b>Shipping department</b>	<b>Others</b>	<b>Total</b>
Primary geographical markets				
Asia	\$ 338,155	63,034	23,399	424,588
America	-	100,066	-	100,066
Europe	-	390,499	-	390,499
Oceania	-	100,491	-	100,491
	<b>\$ 338,155</b>	<b>654,090</b>	<b>23,399</b>	<b>1,015,644</b>

<b>For the three months ended March 31, 2023</b>				
	<b>Inland trucking and terminal &amp; logistics department</b>	<b>Shipping department</b>	<b>Others</b>	<b>Total</b>
Primary geographical markets				
Asia	\$ 392,085	-	12,914	404,999
America	-	51,201	-	51,201
Europe	-	316,335	-	316,335
Oceania	-	156,833	-	156,833
	<b>\$ 392,085</b>	<b>524,369</b>	<b>12,914</b>	<b>929,368</b>

## (ii) Contract balances

	<b>March 31, 2024</b>	<b>December 31, 2023</b>	<b>March 31, 2023</b>
Notes and accounts receivable (including related parties)	\$ 238,610	275,036	295,654
Less: allowance for impairment	(223)	(313)	(596)
Total	<b>\$ 238,387</b>	<b>274,723</b>	<b>295,058</b>
Contract liabilities	<b>\$ 27,344</b>	<b>42,014</b>	<b>48,029</b>

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

For the three months ended March 31, 2024 and 2023, revenue recognized that included in the contract liability balance at the beginning of the periods amounted to \$42,014 and \$57,680, respectively.

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

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.

(s) Financial cost-Interest expense

The financial cost interest expenses were as follows:

	<b>For the three months ended March 31,</b>	
	<b>2024</b>	<b>2023</b>
Bank loans	\$ 95,769	53,826
Bonds payable	8,177	8,177
Lease liabilities	413	496
	<b>\$ 104,359</b>	<b>62,499</b>

(t) Employee compensation and directors' and supervisors' remuneration

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 as employee remuneration, and a maximum of 2% will be allocated as directors' and supervisors' remuneration.

For the three months ended March 31, 2024 and 2023, the Company recognized its employee remuneration of \$1,283 and \$1,770, respectively, and its directors' remuneration of \$1,283 and \$1,770, respectively. The employee and directors' remuneration were recorded as operation expenses and were estimated based on the net profit before tax, excluding the employee and directors' remuneration of each period, multiplied by the percentage of remuneration to employees and directors as specified in the Company's articles. If there 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 next year. If the Board of Directors resolves to pay remuneration 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, 2023 and 2022, the Company recognized its employee compensation of \$3,869 and \$8,077, respectively, and its directors' and supervisors' remuneration of \$3,869 and \$8,077, respectively. There was no difference between the aforementioned distribution approved in the Board of Directors and the estimation in the 2023 and 2022 consolidated financial statements. Relative information is available on the Market Observation Post System website.

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

(u) 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 March 31, 2024 and 2023, the maximum amount exposed to credit risk amounted to \$6,460,124 and \$6,115,101, respectively.

The aggregation of sales to the Group's major customers exceeding 10% of the Group's total sales accounted for 24% and 55% of the total net sales for the three months ended March 31, 2024 and 2023, 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.

(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>
<b>March 31, 2024</b>					
Non-derivative financial liabilities:					
Short-term borrowings	\$ 2,949,684	(2,994,889)	(2,994,889)	-	-
Long-term bank loans	4,960,194	(6,153,605)	(1,059,089)	(1,011,303)	(4,083,213)
Notes and accounts payable	171,698	(171,698)	(171,698)	-	-
Lease liabilities	162,047	(167,851)	(45,489)	(36,942)	(85,420)
Bonds payable	2,500,000	(2,522,819)	(16,200)	(6,619)	(2,500,000)
Other payables	122,181	(122,181)	(122,181)	-	-
Guarantee deposits (recorded as other non-current liabilities, others)	<u>3,735</u>	<u>(3,735)</u>	<u>(732)</u>	<u>(937)</u>	<u>(2,066)</u>
	<b><u>\$ 10,869,539</u></b>	<b><u>(12,136,778)</u></b>	<b><u>(4,410,278)</u></b>	<b><u>(1,055,801)</u></b>	<b><u>(6,670,699)</u></b>

(Continued)

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

	<u>Carrying amount</u>	<u>Contractual cash flows</u>	<u>Within 1 year</u>	<u>1 ~ 2 years</u>	<u>Over 2 years</u>
<b>December 31, 2023</b>					
Non-derivative financial liabilities:					
Short-term borrowings	\$ 3,019,696	(3,064,996)	(3,064,996)	-	-
Long-term bank loans	4,993,264	(6,291,969)	(1,039,154)	(993,302)	(4,259,513)
Notes and accounts payable	174,767	(174,767)	(174,767)	-	-
Lease liabilities	161,100	(166,431)	(52,839)	(24,749)	(88,843)
Bonds payable	2,500,000	(2,526,869)	(16,200)	(10,669)	(2,500,000)
Other payables	157,122	(120,330)	(120,330)	-	-
Guarantee deposits (recorded as other non-current liabilities, others)	<u>3,835</u>	<u>(3,835)</u>	<u>(832)</u>	<u>(937)</u>	<u>(2,066)</u>
	<b><u>\$ 11,009,784</u></b>	<b><u>(12,349,197)</u></b>	<b><u>(4,469,118)</u></b>	<b><u>(1,029,657)</u></b>	<b><u>(6,850,422)</u></b>
<b>March 31, 2023</b>					
Non-derivative financial liabilities:					
Short-term borrowings	\$ 2,389,468	(2,421,144)	(2,421,144)	-	-
Long-term bank loans	4,166,119	(5,009,511)	(1,170,243)	(729,796)	(3,109,472)
Notes and accounts payable	163,597	(163,597)	(163,597)	-	-
Lease liabilities	187,368	(194,214)	(52,644)	(41,889)	(99,681)
Dividends payable	430,516	(430,516)	(430,516)	-	-
Bonds payable	2,500,000	(2,539,019)	(16,200)	(16,200)	(2,506,619)
Other payables	125,821	(125,821)	(125,821)	-	-
Guarantee deposits (recorded as other non-current liabilities, others)	<u>4,203</u>	<u>(4,203)</u>	<u>(902)</u>	<u>(305)</u>	<u>(2,996)</u>
	<b><u>\$ 9,967,092</u></b>	<b><u>(10,888,025)</u></b>	<b><u>(4,381,067)</u></b>	<b><u>(788,190)</u></b>	<b><u>(5,718,768)</u></b>

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

(iii) Market risk

1) Exposure to foreign currency risk

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

	<u>March 31, 2024</u>			<u>December 31, 2023</u>			<u>March 31, 2023</u>		
	<u>Foreign currency (in thousand)</u>	<u>Exchange rate</u>	<u>NTD</u>	<u>Foreign currency (in thousand)</u>	<u>Exchange rate</u>	<u>NTD</u>	<u>Foreign currency (in thousand)</u>	<u>Exchange rate</u>	<u>NTD</u>
Financial assets									
Monetary items									
USD	\$ 12,642	USD/NTD =32.00	404,544	12,901	USD/NTD =30.71	396,190	3,331	USD/NTD =30.45	101,429

(Continued)

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

2) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of the foreign currency exchange gains and losses on cash and cash equivalents, account and other receivables, loans and borrowings, accounts and other payables that are denominated in foreign currency. An appreciation (depreciation) of 5% of each major foreign currency against New Taiwan Dollars and Chinese Yuan as of March 31, 2024 and 2023, would have influenced the net profit before tax as follows. The analysis is performed on the same basis for both periods.

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<b>2024</b>	<b>2023</b>
USD (against the TWD)		
Appreciation 5%	20,227	5,071
Depreciation 5%	(20,227)	(5,071)

(iv) Interest rate analysis

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

	<b>Carrying amount</b>	
	<b>March 31,</b>	<b>March 31,</b>
	<b>2024</b>	<b>2023</b>
Variable rate instruments:		
Financial assets	\$ 419,421	686,837
Financial liabilities	(7,390,194)	(6,026,119)
	<b>\$ (6,970,773)</b>	<b>(5,339,282)</b>

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.

If the interest rate had increased or decreased by 0.25%, the profit before tax would have decreased or increased for the three months ended March 31, 2024 and 2023 as follows:

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<b>2024</b>	<b>2023</b>
Increased 0.25%	\$ (4,357)	(3,337)
Decreased 0.25%	4,357	3,337

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

(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.

	<b>March 31, 2024</b>				
	<b>Book Value</b>	<b>Fair Value</b>			<b>Total</b>
		<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	
<b>Financial assets at fair value through profit or loss</b>					
Derivative financial instruments-interest rate options	\$ 1	-	1	-	1
Current non-derivative financial assets mandatorily at fair value through profit or loss	702,109	702,109	-	-	702,109
Non-current non-derivative financial assets mandatorily at fair value through profit or loss	<u>22,453</u>	-	-	22,453	22,453
	<u>724,563</u>				
<b>Financial assets at fair value through other comprehensive income</b>					
Domestic listed stocks	<u>1,325,112</u>	1,325,112	-	-	1,325,112
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents	3,773,498	-	-	-	-
Time deposits (over three months)	149,765	-	-	-	-
Notes and accounts receivable (including related parties)	238,387	-	-	-	-
Other receivables	27,705	-	-	-	-
Guarantee deposits	8,123	-	-	-	-
Pledged assets-time deposits	<u>212,971</u>	-	-	-	-
	<u>4,410,449</u>				
<b>Total</b>	<b><u>\$ 6,460,124</u></b>				

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

	<b>March 31, 2024</b>				
	<b>Book Value</b>	<b>Fair Value</b>			<b>Total</b>
		<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	
<b>Financial liabilities measured at amortized cost</b>					
Short-term borrowings	\$ 2,949,684	-	-	-	-
Long-term borrowings	4,960,194	-	-	-	-
Notes and accounts payable	171,698	-	-	-	-
Lease liabilities	162,047	-	-	-	-
Bonds payable	2,500,000	-	2,500,000	-	2,500,000
Other payables	122,181	-	-	-	-
Guarantee deposits (recorded as other non-current liabilities, others)	<u>3,735</u>	-	-	-	-
<b>Total</b>	<b><u>\$ 10,869,539</u></b>				
<b>December 31, 2023</b>					
	<b>Book Value</b>	<b>Fair Value</b>			<b>Total</b>
		<b>Level 1</b>	<b>Level 2</b>	<b>Level 3</b>	
<b>Financial assets at fair value through profit or loss</b>					
Derivative financial instruments-interest rate options	\$ 19	-	19	-	19
Current non-derivative financial assets mandatorily at fair value through profit or loss	584,509	584,509	-	-	584,509
Non-current non-derivative financial assets mandatorily at fair value through profit or loss	<u>22,453</u>	-	-	22,453	22,453
	<u>606,981</u>				
<b>Financial assets at fair value through other comprehensive income</b>					
Domestic listed stocks	<u>1,253,522</u>	1,253,522	-	-	1,253,522

(Continued)

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

	December 31, 2023				
	Book Value	Fair Value			Total
		Level 1	Level 2	Level 3	
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents	3,946,557	-	-	-	-
Time deposits (over three months)	52,268	-	-	-	-
Notes and accounts receivable (including related parties)	274,723	-	-	-	-
Other receivables	12,810	-	-	-	-
Guarantee deposits	8,094	-	-	-	-
Pledged assets-time deposits	<u>269,579</u>	-	-	-	-
	<u>4,564,031</u>				
<b>Total</b>	<b><u>\$ 6,424,534</u></b>				
<b>Financial liabilities measured at amortized cost</b>					
Short-term borrowings	\$ 3,019,696	-	-	-	-
Long-term borrowings	4,993,264	-	-	-	-
Notes and accounts payable	174,767	-	-	-	-
Lease liabilities	161,100	-	-	-	-
Bonds payable	2,500,000	-	2,500,000	-	2,500,000
Accrued expenses and other payables (recorded as other payables)	157,122	-	-	-	-
Guarantee deposits (recorded as other non-current liabilities, others)	<u>3,835</u>	-	-	-	-
<b>Total</b>	<b><u>\$ 11,009,784</u></b>				
	March 31, 2023				
	Book Value	Fair Value			Total
		Level 1	Level 2	Level 3	
<b>Financial assets at fair value through profit or loss</b>					
Current non-derivative financial assets mandatorily at fair value through profit or loss	\$ 384,556	384,556	-	-	384,556
Non-current non-derivative financial assets held for trading	<u>15,537</u>	-	-	15,537	15,537
	<u>400,093</u>				

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

	March 31, 2023				
	Book Value	Fair Value			Total
		Level 1	Level 2	Level 3	
<b>Financial assets at fair value through other comprehensive income</b>					
Domestic listed stocks	855,584	855,584	-	-	855,584
<b>Financial assets measured at amortized cost</b>					
Cash and cash equivalents (adjusted)	4,285,365	-	-	-	-
Time deposits (over three months)	25,222	-	-	-	-
Notes and accounts receivable (including related parties)	295,058	-	-	-	-
Other receivables	42,812	-	-	-	-
Guarantee deposits	8,591	-	-	-	-
Pledged assets-time deposits	202,376	-	-	-	-
	<u>4,859,424</u>				
<b>Total</b>	<b>\$ <u>6,115,101</u></b>				
<b>Financial liabilities measured at amortized cost</b>					
Short-term borrowings	\$ 2,389,468	-	-	-	-
Long-term borrowings	4,166,119	-	-	-	-
Notes and accounts payable	163,597	-	-	-	-
Lease liabilities	187,368	-	-	-	-
Dividends payable	430,516	-	-	-	-
Bonds payable	2,500,000	-	2,500,000	-	2,500,000
Accrued expenses and other payables (recorded as other current payables)	125,821	-	-	-	-
Guarantee deposits (recorded as other non-current liabilities, others)	4,203	-	-	-	-
<b>Total</b>	<b>\$ <u>9,967,092</u></b>				

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**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

There was no transfer of fair value hierarchy during the three months ended March 31, 2024 and 2023.

4) Statement of changes in level 3

	<b>Measured of fair value through profit or loss</b>
	<b>Non-derivative mandatorily measured at fair value through profit or loss</b>
Balance on January 1, 2024 (equal to balance on March 31, 2024)	\$ <u><u>22,453</u></u>
Balance on January 1, 2023 (equal to balance on March 31, 2023)	\$ <u><u>15,537</u></u>

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

(v) Financial risk management

The Group's objectives and policies for managing the financial risk are consistent with those disclosed in the note 6(v) of the consolidated financial statements for the year ended December 31, 2023.

(w) 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, 2023. There were no significant changes of quantitative data of capital management compared with the consolidated financial statements for the year ended December 31, 2023. Please refer to note 6(w) of the consolidated financial statements for the year ended December 31, 2023.

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

The Group's investing activities which did not affect the current cash flow in the three months ended March 31, 2024 and 2023.

Reconciliations of liabilities arising from financing activities were as follows:

	<u>January 1, 2024</u>	<u>Cash flows</u>	<u>Non-cash changes</u>		<u>March 31, 2024</u>
			<u>Others</u>	<u>Foreign exchange movement</u>	
Short-term borrowings	\$ 3,019,696	(70,012)	-	-	2,949,684
Long-term borrowings	4,993,264	(239,437)	-	206,367	4,960,194
Bonds payable	2,500,000	-	-	-	2,500,000
Lease liabilities	161,100	(24,359)	25,306	-	162,047
Guarantee deposits (recorded as other non-current liabilities-others)	3,834	(99)	-	-	3,735
Total liabilities from financial activities	<u>\$ 10,677,894</u>	<u>(333,907)</u>	<u>25,306</u>	<u>206,367</u>	<u>10,575,660</u>
			<u>Non-cash changes</u>		
			<u>Others</u>	<u>Foreign exchange movement</u>	
	<u>January 1, 2023</u>	<u>Cash flows</u>			<u>March 31, 2023</u>
Short-term borrowings	\$ 1,899,486	489,982	-	-	2,389,468
Long-term borrowings	3,132,199	1,058,766	-	(24,846)	4,166,119
Bonds payable	2,500,000	-	-	-	2,500,000
Lease liabilities	171,203	(24,289)	40,454	-	187,368
Guarantee deposits (recorded as other non-current liabilities-others)	4,001	202	-	-	4,203
Total liabilities from financial activities	<u>\$ 7,706,889</u>	<u>1,524,661</u>	<u>40,454</u>	<u>(24,846)</u>	<u>9,247,158</u>

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**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</u>	<u>Three months ended</u>	<u>March 31, 2024</u>	<u>December 31, 2023</u>	<u>March 31, 2023</u>
	<u>March 31, 2024</u>	<u>March 31, 2023</u>			
The entity with significant influence over the Group	<u>\$ 13</u>	<u>17,381</u>	<u>13</u>	<u>-</u>	<u>8,140</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 was required after the assessment by the management.

(iii) Operating expense

	<u>Operating expense</u>	
	<u>Three months ended March 31, 2024</u>	<u>Three months ended March 31, 2023</u>
The entity with significant influence over the Group	\$ 2,357	1,821
Others	2,171	2,095
	<u>\$ 4,528</u>	<u>3,916</u>

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**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.

(c) Key management personnel compensation

Key management personnel compensation comprised:

	<b>For the three months ended</b>	
	<b>March 31,</b>	
	<b>2024</b>	<b>2023</b>
Short-term employee benefits	\$ 15,535	16,851
Post-employment benefits	425	211
	<b><u>\$ 15,960</u></b>	<b><u>17,062</u></b>

**(8) Pledged assets**

The carrying values of pledged assets were as follows:

<u>Assets</u>	<u>Subject</u>	<u>March 31,</u> <u>2024</u>	<u>December</u> <u>31, 2023</u>	<u>March 31,</u> <u>2023</u>
Financial assets at fair value through other comprehensive income – stocks	Commercial papers payable, short-term borrowings and credit lines	\$ 300,045	540,400	222,500
Financial assets at fair value through profit or loss – stocks	Short-term borrowings and credit lines	-	-	92,572
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	11,073,060	10,793,304	9,401,513
Other current financial assets (pledged time deposits)	Long-term borrowings	197,971	254,579	187,376
Other non-current financial assets (refundable deposits and pledged time deposits)	Guarantee for contract payment, terminal deposits, short-term borrowings, transaction payment and import duty	23,123	23,094	23,591
		<b><u>\$ 12,493,535</u></b>	<b><u>12,510,713</u></b>	<b><u>10,826,888</u></b>

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

**(9) Commitments and contingencies**

- (a) As of March 31, 2024, December 31 and March 31, 2023, the Group had issued secured notes amounting to \$2,516,200 for the issuance of secured general corporate bonds.
- (b) As of March 31, 2024, the Group still had several long-term leases of its ships with customers in effect. The ending periods of the contracts are from April 2024 to April 2029.
- (c) The Group signed cape-type bulk carrier' construction contracts with a shipbuilding company in order to expand its business scale. The related information was as follows:

<b>Buyer</b>	<b>Signed Day</b>	<b>Total Price</b>	<b>Delivery Date</b>	<b>Price Paid</b>
CACE	October 22, 2021	\$2,016,256 (USD63,008 thousands)	April 2024 (Note 1)	2,016,256 (USD63,008 thousands)
CVST	October 22, 2021	\$2,016,000 (USD63,000 thousands)	June 2024 (Note 1)	806,400 (USD25,200 thousands)

Note 1: The estimated delivery date for shipbuilding contracts.

Note 2: The total price and price paid were translated into 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**

**(12) Other**

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

<b>By function</b>	<b>For the three months ended March 31, 2024</b>			<b>For the three months ended March 31, 2023</b>		
	<b>Cost of sales</b>	<b>Operating expenses</b>	<b>Total</b>	<b>Cost of sales</b>	<b>Operating expenses</b>	<b>Total</b>
<b>By item</b>						
Employee benefits						
Salary	136,641	61,881	198,522	132,591	63,878	196,469
Labor and health insurance	3,370	6,306	9,676	3,512	5,912	9,424
Pension	1,590	2,883	4,473	1,486	2,448	3,934
Others	8,507	1,339	9,846	6,398	1,517	7,915
Depreciation	309,424	7,040	316,464	245,018	7,350	252,368
Amortization	43	508	551	4	747	751

- (b) Seasonality of operation

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

(Continued)

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

**(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 three months ended March 31, 2024 (The amount was translated into NTD at the exchange rates as of the end of the financial reporting period):

(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	CMTHK	CPN	Other receivables due from related parties	Y	243,840	243,840	243,840	-	2	-	Operating	-	-	-	10,380,759	10,380,759	Transactions in the left column had been eliminated during the preparation of consolidated financial statements
1	"	CTU	"	Y	356,800	356,800	356,800	-	2	-	"	-	-	-	10,380,759	10,380,759	"
1	"	CTD	"	Y	363,200	363,200	363,200	-	2	-	"	-	-	-	10,380,759	10,380,759	"
1	"	CPC	"	Y	224,000	224,000	224,000	-	2	-	"	-	-	-	10,380,759	10,380,759	"
1	"	CHM	"	Y	357,120	357,120	357,120	-	2	-	"	-	-	-	10,380,759	10,380,759	"
1	"	CHN	"	Y	160,000	160,000	160,000	-	2	-	"	-	-	-	10,380,759	10,380,759	"
1	"	CPG	"	Y	320,000	320,000	320,000	-	2	-	"	-	-	-	10,380,759	10,380,759	"
1	"	CFR	"	Y	80,000	80,000	80,000	2.00%	2	-	"	-	-	-	10,380,759	10,380,759	"
1	"	CVTR	"	Y	224,000	224,000	224,000	2.00%	2	-	"	-	-	-	10,380,759	10,380,759	"
1	"	CPS	"	Y	64,000	64,000	64,000	-	2	-	"	-	-	-	10,380,759	10,380,759	"
1	"	CMTUK	"	Y	6,368,000	6,368,000	6,368,000	-	2	-	"	-	-	-	10,380,759	10,380,759	"
1	"	CCMP	"	Y	224,000	224,000	224,000	2.00%	2	-	"	-	-	-	10,380,759	10,380,759	"
1	"	CACE	"	Y	224,000	-	-	2.00%	2	-	"	-	-	-	10,380,759	10,380,759	"
1	"	CVST	"	Y	224,000	-	-	2.00%	2	-	"	-	-	-	10,380,759	10,380,759	"
1	"	CIM	"	Y	640,000	640,000	640,000	-	2	-	"	-	-	-	10,380,759	10,380,759	"
2	ATI	HYT	"	Y	20,000	20,000	-	-	1	117,542	"	-	-	-	117,542	258,993	"
2	"	THE COMPANY	"	Y	85,000	85,000	85,000	1.20%	1	607,675	"	-	-	-	258,993	258,993	"
3	CIM	CMTHK	"	Y	32,000	-	-	-	2	-	"	-	-	-	32,869	32,869	"
4	CMTS	CVST	"	Y	201,600	201,600	201,600	2.00%	2	-	"	-	-	-	549,228	549,228	"
4	"	CACE	"	Y	201,600	201,600	201,600	2.00%	2	-	"	-	-	-	549,228	549,228	"
4	"	CFR	"	Y	54,400	54,400	54,400	2.00%	2	-	"	-	-	-	549,228	549,228	"

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.

(Continued)

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

(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, Note 3)	Highest balance for guarantees and endorsements during the period (Note 4)	Balance of guarantees and endorsements as of reporting date (Note 4)	Actual usage amount during the period (Note 4)	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	CPN	Sub-subsidiary	18,080,611	286,640	238,866	238,866	-	1.98 %	18,080,611	Y	N	N
0	"	CFR	Sub-subsidiary	18,080,611	331,893	331,893	331,893	-	2.75 %	18,080,611	Y	N	N
0	"	CACE	Sub-subsidiary	18,080,611	2,016,000	2,016,000	2,016,000	-	16.73 %	18,080,611	Y	N	N
0	"	CVST	Sub-subsidiary	18,080,611	2,016,000	2,016,000	2,016,000	-	16.73 %	18,080,611	Y	N	N
1	CMTHK	CEP	Subsidiary	103,807,588	533,224	495,521	495,521	-	4.11 %	103,807,588	N	N	N
1	"	CHN	Subsidiary	103,807,588	550,720	515,840	515,840	-	4.28 %	103,807,588	N	N	N
1	"	CTU	Subsidiary	103,807,588	288,000	288,000	288,000	-	2.39 %	103,807,588	N	N	N
1	"	CTD	Subsidiary	103,807,588	336,000	288,000	288,000	-	2.39 %	103,807,588	N	N	N
1	"	THE COMPANY	Parent company	103,807,588	4,160	4,160	4,160	-	0.04 %	103,807,588	N	Y	N
2	CMTUK	CHM	Subsidiary	8,942,421	355,780	328,793	328,793	-	2.73 %	8,942,421	N	N	N
2	"	CVTR	Subsidiary	8,942,421	1,261,440	1,213,120	1,213,120	-	10.06 %	8,942,421	N	N	N
2	"	CCMP	Subsidiary	8,942,421	1,260,160	1,260,160	1,260,160	-	10.45 %	8,942,421	N	N	N
2	"	CACE	Subsidiary	8,942,421	1,411,200	1,411,200	-	-	11.71 %	8,942,421	N	N	N

Note 1 : The total amount of external endorsements and/or guarantees shall worth no more than 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.

Note 2 : CMTHK's total amount of external endorsements/ guarantees shall not exceed 1,000% 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 1,000% 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; for 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.

Note 3 : CMTUK's total amount of external endorsements/ guarantees shall not exceed 1,000% 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 1,000% 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; for 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.

Note 4 : The amount was translated into 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	Asia Pacific Emerging Industry Venture Capital Co., Ltd.	-	Non-current financial assets at fair value through profit or loss	1,170	22,453	2.78 %	22,453	
HIL	China Container Terminal Corp.	-	Non-current financial assets at fair value through other comprehensive income	23,788	530,472	16.03 %	530,472	
"	Dimerco Express	-	Current financial assets at fair value through profit or loss	1,715	154,528	1.20 %	154,528	
MHI	Dimerco Express	-	Current financial assets at fair value through profit or loss	3,019	271,999	2.11 %	271,999	
"	China Container Terminal Corp.	-	Non-current financial assets at fair value through other comprehensive income	5,610	125,103	3.78 %	125,103	
AGMI	Dimerco Express	-	Non-current financial assets at fair value through other comprehensive income	7,431	669,537	5.20 %	669,537	
CMTHK	JP Morgan Liquidity Fund	-	Current financial assets at fair value through profit or loss	8,612	275,582	-	275,582	

(Continued)

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

- (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		Ending Balance		Note
					Shares	Amount	Shares	Amount	Shares	Price	Cost	Gain (loss) on disposal	Shares	Amount	Shares	Amount	
CMTHK	JP Morgan Liquidity Fund	Current financial assets at fair value through profit or loss	-	-	6,274	192,540	10,150	319,167 (Note 2)	7,950	249,988 (Note 2)	249,988 (Note 2)	-	138 (Note 4)	13,863 (Note 1)	8,612	275,582	
CMTUK	China Ace Shipping Pte.Ltd.	Investments accounted for using equity method, net	-	Subsidiary	10,000	320,000 (Note 3)	10,150	324,800	-	-	-	-	-	-	20,150	644,800 (Note 3)	
CMTUK	China Vista Shipping Pte.Ltd.	Investments accounted for using equity method, net	-	Subsidiary	10,000	320,000 (Note 3)	10,150	324,800	-	-	-	-	-	-	20,150	644,800 (Note 3)	

Note 1: The exchange differences on translation of foreign financial statements and dividend income are based on the end of the report date.  
Note 2: The amount was translated to the NTD at the exchange rates at the reporting date.  
Note 3: The amount was translated to the NTD at the base date of business reorganization.  
Note 4: Dividends were distributed based on the monthly net worth, and were converted into shares at the same time.

- (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	101,238	97 %	Depending on the demand for funding of subsidiaries	-		(174,271)	(100)%	Note 1
ATI	THE COMPANY	Subsidiary	Freight revenue	(101,238)	(44) %	"	-		174,271	64%	"

Note 1: Transactions in the left column had been written off during the preparation of the consolidated financial statements.

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**CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES**  
**Notes to 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			
CMTHK	CTD	Subsidiary	363,200	Note 1	-		-	-	Note 2
"	CTU	Subsidiary	356,800	"	-		-	-	"
"	CHM	Subsidiary	357,120	"	-		-	-	"
"	CPC	Subsidiary	224,000	"	-		-	-	"
"	CHN	Subsidiary	160,000	"	-		-	-	"
"	CPG	Subsidiary	320,000	"	-		-	-	"
"	CPN	Subsidiary	243,840	"	-		-	-	"
"	CVTR	Subsidiary	224,000	"	-		-	-	"
"	CIM	Subsidiary	640,000	"	-		-	-	"
"	CCMP	Subsidiary	224,000	"	-		-	-	"
"	CMTUK	Fellow subsidiary	6,368,000	"	-		-	-	"
CMTS	CVST	Fellow subsidiary	201,600	"	-		-	-	"
"	CACE	Fellow subsidiary	201,600	1.16	-		-	-	"
ATI	THE COMPANY	Parent company	174,271	1	-		-	-	"

Note 1: Accounts receivable from related parties are not applied for turnover rate.

Note 2: Transactions in the left column had been eliminated during the preparation of the consolidated financial statements.

- (ix) Trading in derivative instruments: Please refer to note 6(b).

- (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	101,238	Price depends on the market, and the receivables depend on funding demand in the credit period	9.97%
1	"	THE COMPANY	2	Accounts receivable	174,271	-	0.72%
2	CMTHK	CTD	3	Other receivable	363,200	-	1.51%
2	"	CTU	3	"	356,800	-	1.48%
2	"	CHM	3	"	357,120	-	1.47%
2	"	CPC	3	"	224,000	-	0.93%
2	"	CHN	3	"	160,000	-	0.67%
2	"	CPG	3	"	320,000	-	1.33%
2	"	CPN	3	"	243,840	-	1.01%
2	"	CVTR	3	"	224,000	-	0.93%
2	"	CCMP	3	"	224,000	-	0.93%
2	"	CMTUK	3	"	6,368,000	-	26.47%
3	CMTS	CVST	3	"	201,600	-	0.84%
3	"	CACE	3	"	201,600	-	0.84%

(Continued)



## CHINESE MARITIME TRANSPORT LTD. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

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 three months ended March 31, 2024:

(In Thousands of Shares)  
(In Thousands of New Taiwan Dollars)

Name of investor	Name of investee	Location	Main Businesses and Products	Original Investment Amount		Balance as of March 31, 2024			Net Income		Note
				March 31, 2024	December 31, 2023	Shares (thousands)	Percentage of Ownership	Carrying Value	Profits (losses) of the investee	Share of profits/losses of investee	
THE COMPANY	CMTHK	Hong Kong	Investment holding of ship-owning companies	34,356	34,356	12,000	100 %	10,380,759	7,411	7,411	Note 1, Note 4
"	CMTI	Singapore	"	585,272	585,272	21,000	100 %	729,412	856	856	"
"	CMTUK	United Kingdom	"	629,280	629,280	21	100 %	894,242	55,433	55,433	"
"	CMTL	Taiwan	Warehouse management	743,058	743,058	24,550	100 %	1,186,614	19,399	19,399	"
"	AGMI	"	Investment	430,000	41,000	46,300	100 %	553,227	(931)	(931)	"
"	HIL	"	"	400,000	400,000	40,000	100 %	767,220	26,982	26,982	"
"	MHI	"	"	251,300	271,300	35,130	100 %	467,383	25,606	25,606	"
"	ATI	"	Container trucking	500,000	500,000	50,000	100 %	647,483	2,571	2,571	"
"	TRV	"	Travel	20,000	20,000	2,000	100 %	2,907	62	62	"
"	TGEM	"	Bulk-carrier transportation	601,200	601,200	61,623	12 %	698,279	96,845	11,621	Note 2
"	AGM	"	Automobile and its parts manufacturing	202,880	202,880	210,000	70 %	149,953	651	(1,518)	Note 1, Note 4
"	HYT	"	Container trucking	75,000	75,000	7,500	71.43 %	87,339	1,107	791	"
"	MHT	"	"	78,750	78,750	7,875	72.41 %	102,638	2,484	1,799	"
"	APT	"	"	107,100	107,100	10,710	78.12 %	120,040	1,726	1,348	"
CMTHK	CPS	Hong Kong	Bulk-carrier transportation	64,000	64,000	2,000	100 %	69,810	1,041	Has been recognized as investment incomes (losses) by CMTHK	Note 1, Note 3, Note 4
"	CHT	"	Bulk-chartering services	320	320	10	100 %	5,998	8	"	"
"	CHI	"	Investment	320	320	0.1	100 %	(966)	(28)	"	"
"	CIM	"	Investment management	-	32,000	-	- %	-	-	"	"
CMTI	CMTS	Singapore	Investment holding of ship-owning companies	548,800	548,800	22,417	100 %	549,228	506	Has been recognized as investment incomes (losses) by CMTI	"
CMTUK	CPG	Hong Kong	Bulk-carrier transportation	192,000	192,000	6,000	100 %	159,116	(980)	Has been recognized as investment incomes (losses) by CMTHK	"
"	CPC	"	"	176,000	176,000	5,500	100 %	117,992	(18,277)	"	"
"	CPN	"	"	768,000	768,000	240	100 %	750,792	24,880	"	"
"	CPD	"	"	960,000	960,000	300	100 %	950,922	2,737	"	"
"	CTD	"	"	416,000	416,000	13,000	100 %	401,734	2,200	"	"
"	CTU	"	"	416,000	416,000	13,000	100 %	404,067	5,554	"	"
"	CHM	"	"	480,000	480,000	150	100 %	478,332	8,358	"	"
"	CHN	"	"	480,000	480,000	150	100 %	490,721	18,197	"	"
"	CIM	"	Investment management	32,000	-	10	100 %	32,869	456	"	"
"	CFR	Singapore	"	736,000	736,000	29,900	100 %	683,925	(2,325)	"	"
"	CEP	"	"	739,200	739,200	23,100	100 %	738,739	9,345	"	"
"	CCMP	"	"	406,400	406,400	12,700	100 %	384,943	4,075	"	"
"	CVTR	"	"	403,200	403,200	12,600	100 %	380,998	5,467	"	"
"	CACE	"	"	644,800	320,000	20,150	100 %	616,459	(5,661)	"	"
"	CVST	"	"	644,800	320,000	20,150	100 %	620,950	(3,169)	"	"
ATI	CST	Taiwan	Container trucking	86,642	86,642	8,200	100 %	93,839	(677)	Has been recognized as investment incomes (losses) by ATI	Note 1, Note 4
"	HYT	"	"	28,932	28,932	3,000	28.57 %	34,933	1,107	316	"
"	MHT	"	"	30,568	30,568	3,000	27.59 %	39,108	2,484	685	"
"	APT	"	"	30,719	30,719	3,000	21.88 %	33,621	1,726	378	"
"	PTL	"	"	30,000	30,000	3,000	100 %	27,360	(358)	Has been recognized as investment incomes (losses) by ATI	"

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

Note 1: Subsidiaries controlled by the parent company.  
Note 2: Investees affected by the comprehensive shareholdings of the Group.  
Note 3: The amount was translated into NTD at the exchange rates at the reporting date.  
Note 4: The account had been written off during the preparation of the consolidated financial statements.

- (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.	54,019,522	27.35 %

**(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:

	<b>Three months ended March 31, 2024</b>				
	<b>Inland trucking and terminal &amp; logistics department</b>	<b>Shipping department</b>	<b>Others</b>	<b>Adjustments and eliminations</b>	<b>Total</b>
Revenue from external customers	\$ 338,155	654,090	23,399	-	1,015,644
Intersegment revenue	-	-	-	-	-
	<u>\$ 338,155</u>	<u>654,090</u>	<u>23,399</u>	<u>-</u>	<u>1,015,644</u>
Segment operating income	<u>\$ 39,836</u>	<u>116,493</u>	<u>(9,618)</u>	<u>(36,652)</u>	<u>110,059</u>
Reportable segment assets					<u>\$ 23,935,885</u>

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

	Three months ended March 31, 2023				
	Inland trucking and terminal & logistics department	Shipping department	Others	Adjustments and eliminations	Total
Revenue from external customers	\$ 392,085	524,369	12,914	-	929,368
Intersegment revenue	-	-	-	-	-
	<b>\$ 392,085</b>	<b>524,369</b>	<b>12,914</b>	<b>-</b>	<b>929,368</b>
Segment operating income	<b>\$ 55,819</b>	<b>89,321</b>	<b>(11,615)</b>	<b>(34,891)</b>	<b>98,634</b>
Reportable segment assets					<b>\$ 22,008,322</b>