

Stock code: 5876
Taiwan Stock Exchange

**The Shanghai Commercial & Savings
Bank, Ltd. and Subsidiaries**

**Consolidated Financial Statements for the
Nine Months Ended September 30, 2025 and 2024
and Independent Auditors' Review Report**

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INDEPENDENT AUDITORS' REVIEW REPORT TRANSLATED FROM CHINESE

To the Board of Directors and Shareholders of The Shanghai Commercial & Savings Bank, Ltd.

Introduction

We have reviewed the accompanying consolidated balance sheets of The Shanghai Commercial & Savings Bank, Ltd. (the "Bank") and its subsidiaries (collectively referred to as the "Group") as at September 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three-month and nine-month periods ended September 30, 2025 and 2024, as well as the consolidated statements of changes in equity and of cash flows for the nine-month periods ended September 30, 2025 and 2024, and notes to the consolidated financial statements, including a summary of significant accounting policies. Management is responsible for the preparation and fair presentation of these consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Public Banks, and International Accounting Standard 34 "Interim Financial Reporting" that came into effect as endorsed by the Financial Supervisory Commission of Taiwan. Our responsibility is to express a conclusion on these consolidated financial statements based on our reviews.

Scope of Review

We conducted our reviews in accordance with the Standard on Review Engagements 2410, "Review of Financial Information Performed by the Independent Auditor of the Entity" of Taiwan. A review of consolidated financial statements consists of making inquiries, primarily of persons responsible for financial and accounting matters, and applying analytical and other review procedures. A review is substantially less in scope than an audit and consequently does not enable us to obtain assurance that we would become aware of all significant matters that might be identified in an audit. Accordingly, we do not express an audit opinion.

Conclusion

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 the Group as at September 30, 2025 and 2024, its consolidated financial performance for the three-month and nine-month periods ended September 30, 2025 and 2024, as well as its consolidated cash flows for the nine-month periods ended September 30, 2025 and 2024, in accordance with the Regulations Governing the Preparation of Financial Reports by Public Banks, and International Accounting Standard 34 "Interim Financial Reporting" that came into effect as endorsed by the Financial Supervisory Commission of Taiwan.

Puo-Ju Kuo Wei-Tai Wu
For and on behalf of PricewaterhouseCoopers, Taiwan
November 6, 2025

The accompanying consolidated financial statements are not intended to present the financial position and results of operations and cash flows in accordance with accounting principles generally accepted in countries and jurisdictions other than Taiwan. The standards, procedures and practices in Taiwan governing the review of such financial statements may differ from those generally accepted in countries and jurisdictions other than Taiwan. Accordingly, the accompanying consolidated financial statements and independent auditors' report are not intended for use by those who are not informed about the accounting principles or auditing standards generally accepted in Taiwan and their applications in practice.

As the consolidated financial statements are the responsibility of the management, PricewaterhouseCoopers, Taiwan cannot accept any liability for the use of, or reliance on, the English translation or for any errors or misunderstandings that may derive from the translation.

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES

Consolidated Balance Sheets

September 30, 2025, December 31, 2024 and September 30, 2024

(Expressed in Thousands of New Taiwan Dollars)

Codes	ASSETS	NOTES	September 30, 2025		December 31, 2024		September 30, 2024	
			Amount	%	Amount	%	Amount	%
11000	Cash and cash equivalents	6	\$ 39,461,087	2	\$ 38,522,816	2	\$ 41,398,176	2
11500	Due from the Central Bank and call loans to banks	7	400,492,940	17	432,246,360	17	418,966,756	17
12000	Financial assets measured at fair value through profit or loss	8	6,017,645	-	5,569,510	-	9,645,423	-
12100	Financial assets measured at fair value through other comprehensive income	9 and 11	498,064,775	21	475,245,104	19	439,413,266	18
12200	Investments in debt instruments measured at amortized cost	10 and 11	210,376,697	9	235,146,758	10	219,323,030	9
12500	Securities purchased under resell agreements	12	18,323,502	1	8,408,560	-	14,180,928	1
13000	Receivables, net	13	24,604,786	1	24,748,669	1	27,778,716	1
13200	Current income tax assets	34	590,056	-	185,113	-	140,268	-
13300	Assets held for sale, net	16	963,196	-	1,039,030	-	-	-
13500	Discounts and loans, net	14	1,158,079,633	48	1,221,016,517	49	1,222,117,971	50
15000	Investments under the equity method, net	16	1,655,271	-	1,559,287	-	2,576,255	-
15500	Other financial assets, net	17	17,841	-	1,872	-	16,460	-
18500	Properties, net	18	23,643,214	1	24,190,840	1	23,772,923	1
18600	Right-of-use assets, net	19	1,656,862	-	1,854,237	-	1,868,513	-
18700	Investment properties, net	20	5,246,234	-	7,978,542	-	7,612,880	-
19000	Intangible assets, net	21	2,049,308	-	2,194,494	-	2,207,217	-
19300	Deferred income tax assets	34	5,805,368	-	4,936,259	-	3,308,048	-
19500	Other assets, net	22	12,777,378	-	11,218,943	1	13,095,074	1
10000	Total assets		<u>\$ 2,409,825,793</u>	<u>100</u>	<u>\$ 2,496,062,911</u>	<u>100</u>	<u>\$ 2,447,421,904</u>	<u>100</u>
Codes	LIABILITIES AND EQUITY							
21000	Deposits from the central bank and other banks	23	\$ 36,689,793	2	\$ 44,597,026	2	\$ 33,856,841	2
22000	Financial liabilities measured at fair value through profit or loss	8	4,001,905	-	5,825,908	-	5,671,882	-
22500	Securities sold under repurchase agreements	24	6,861,913	-	4,783,153	-	6,030,564	-
23000	Payables	25	41,879,901	2	36,432,169	2	42,063,498	2
23200	Current income tax liabilities	34	1,998,475	-	956,186	-	1,994,790	-
23500	Deposits and remittances	26	1,959,418,938	81	2,046,220,040	82	2,014,206,319	82
24000	Bank debentures	27	64,546,295	3	59,591,987	2	56,346,986	2
25500	Other financial liabilities	28	13,439,005	1	9,981,110	1	8,661,263	-
25600	Provisions	29	3,330,400	-	3,242,924	-	3,347,619	-
26000	Lease liabilities	19	1,682,084	-	1,878,459	-	1,895,499	-
29300	Deferred income tax liabilities	34	8,401,611	-	9,973,427	-	9,472,250	1
29500	Other liabilities	30	3,637,912	-	5,695,512	-	4,192,419	-
20000	Total liabilities		<u>2,145,888,232</u>	<u>89</u>	<u>2,229,177,901</u>	<u>89</u>	<u>2,187,739,930</u>	<u>89</u>
	Equity	32						
	Equity attributable to owners of the Bank							
	Share capital							
31101	Ordinary shares		48,616,031	2	48,616,031	2	48,616,031	2
31500	Capital surplus		27,867,109	1	27,705,927	1	27,705,927	1
	Retained earnings							
32001	Legal reserve		68,680,295	3	64,476,033	3	64,476,033	3
32003	Special reserve		7,669,374	-	7,669,374	-	7,669,374	-
32005	Unappropriated earnings		36,420,997	2	39,833,861	2	36,994,807	2
	Total retained earnings		112,770,666	5	111,979,268	5	109,140,214	5
32500	Other equity		8,016,353	-	9,710,581	-	8,098,307	-
32600	Treasury shares		(83,144)	-	(83,144)	-	(83,144)	-
	Total equity attributable to owners of the Bank		197,187,015	8	197,928,663	8	193,477,335	8
38000	Non-controlling interests		66,750,546	3	68,956,347	3	66,204,639	3
30000	Total equity		<u>263,937,561</u>	<u>11</u>	<u>266,885,010</u>	<u>11</u>	<u>259,681,974</u>	<u>11</u>
	Total liabilities and equity		<u>\$ 2,409,825,793</u>	<u>100</u>	<u>\$ 2,496,062,911</u>	<u>100</u>	<u>\$ 2,447,421,904</u>	<u>100</u>

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

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES
Consolidated Statements of Comprehensive Income
For the Three Months Ended September 30, 2025 and 2024, and Nine Months Ended September 30, 2025 and 2024
(Expressed in Thousands of New Taiwan Dollars, except Earnings Per Share)

Codes	Items	Notes	For the Three Months Ended September 30				For the Nine Months Ended September 30			
			2025		2024		2025		2024	
			Amount	%	Amount	%	Amount	%	Amount	%
41000	Interest income		\$ 16,703,402	134	\$ 23,301,521	168	\$ 56,314,473	140	\$ 64,405,195	165
51000	Interest expenses		(8,564,623)	(69)	(13,024,793)	(94)	(29,689,576)	(74)	(35,661,018)	(91)
49010	Net interest income	33	<u>8,138,779</u>	<u>65</u>	<u>10,276,728</u>	<u>74</u>	<u>26,624,897</u>	<u>66</u>	<u>28,744,177</u>	<u>74</u>
	Non-interest income									
49100	Service fee income, net	33	2,187,620	18	1,848,013	13	6,418,812	16	5,359,156	14
49200	Gain (loss) on financial assets and liabilities measured at fair value through profit or	33	(64,075)	-	1,912,116	14	666,144	2	(1,387,218)	(4)
49310	Realized gain on financial assets measured at fair value through other comprehensive	33	1,254,358	10	1,420,349	10	3,179,817	8	3,527,320	9
49450	Gain on financial assets measured at amortized cost		-	-	10,053	-	68,116	-	60,702	-
49600	Foreign exchange gain, net		515,604	4	(1,869,507)	(14)	1,150,163	3	1,931,859	5
49700	Impairment (loss) reversal gain on assets	11	2,753	-	(17,472)	-	11,408	-	29,328	-
49750	Proportionate share of profit of associates under the equity method	16	96,147	1	89,145	1	248,263	-	241,770	1
49800	Other non-interest income, net	33	144,810	1	235,579	2	414,682	1	555,488	1
49815	Gain on investment properties		<u>174,372</u>	<u>1</u>	<u>-</u>	<u>-</u>	<u>1,551,872</u>	<u>4</u>	<u>-</u>	<u>-</u>
	Total non-interest income		<u>4,311,589</u>	<u>35</u>	<u>3,628,276</u>	<u>26</u>	<u>13,709,277</u>	<u>34</u>	<u>10,318,405</u>	<u>26</u>
4xxxx	Consolidated net revenue		<u>12,450,368</u>	<u>100</u>	<u>13,905,004</u>	<u>100</u>	<u>40,334,174</u>	<u>100</u>	<u>39,062,582</u>	<u>100</u>
58200	Provisions for bad-debt expense, commitment and guarantee liability	14	(1,959,203)	(15)	(2,334,174)	(17)	(9,309,241)	(23)	(10,195,520)	(26)
	Operating expenses									
58500	Employee benefits	33	(2,700,143)	(22)	(3,216,225)	(23)	(9,013,499)	(22)	(8,897,226)	(23)
59000	Depreciation and amortization	33	(448,077)	(3)	(516,270)	(4)	(1,476,656)	(4)	(1,444,631)	(4)
59500	Other general and administrative		(1,447,432)	(12)	(1,557,999)	(11)	(4,532,602)	(11)	(4,454,218)	(11)
58400	Total operating expenses		(4,595,652)	(37)	(5,290,494)	(38)	(15,022,757)	(37)	(14,796,075)	(38)
61001	Profit before income tax		5,895,513	48	6,280,336	45	16,002,176	40	14,070,987	36
61003	Income tax expense	34	(582,305)	(5)	(928,112)	(6)	(1,631,558)	(4)	(2,687,507)	(7)
64000	Consolidated net income		<u>\$ 5,313,208</u>	<u>43</u>	<u>\$ 5,352,224</u>	<u>39</u>	<u>\$ 14,370,618</u>	<u>36</u>	<u>\$ 11,383,480</u>	<u>29</u>
	Other comprehensive income (loss)									
	Items that will not be reclassified subsequently to profit or loss:									
65201	Defined benefit plan remeasurements		\$ 6,145	-	(\$ 3,744)	-	\$ 5,520	-	(\$ 1,510)	-
65203	Loss on hedging instruments		(1,937)	-	-	-	(1,937)	-	-	-
65204	(Loss) gain on investments in equity instruments measured at fair value through other comprehensive income		(1,245,524)	(10)	(345,112)	(3)	(2,534,965)	(6)	4,138,943	11
65205	Financial liabilities designated at FVTPL which the amount of change derived from	8	(481)	-	(1,072)	-	(526)	-	(1,289)	-
65206	Proportionate share of other comprehensive income of associates under the equity	16	271	-	7,025	-	5,663	-	37,573	-
65220	Income tax relating to items that will not be reclassified subsequently to profit or loss	34	5,196	-	(19,123)	-	(60,550)	-	(20,259)	-
	Items that may be reclassified subsequently to profit or loss:									
65301	Exchange differences on translating foreign operations		7,697,205	62	(2,260,501)	(16)	(12,990,027)	(32)	6,191,920	16
65306	Share of the other comprehensive income of associates accounted for using the equity	16	-	-	127,896	1	-	-	192,899	-
65309	Gain on debt instruments measured at fair value through other comprehensive income		1,866,733	15	4,710,120	34	6,269,840	15	4,515,302	11
65310	Loss allowance for debt instruments measured at fair value through other comprehensive	11	(296)	-	18,608	-	(13,414)	-	(22,704)	-
65320	Income tax relating to items that may be reclassified subsequently to profit or loss	34	(1,306,160)	(11)	(643,667)	(5)	594,417	1	(1,733,391)	(4)
65000	Other comprehensive income for the period, net of income tax		<u>\$ 7,021,152</u>	<u>56</u>	<u>\$ 1,590,430</u>	<u>11</u>	<u>(\$ 8,725,979)</u>	<u>(22)</u>	<u>\$ 13,297,484</u>	<u>34</u>
66000	Total comprehensive income for the period		<u>\$ 12,334,360</u>	<u>99</u>	<u>\$ 6,942,654</u>	<u>50</u>	<u>\$ 5,644,639</u>	<u>14</u>	<u>\$ 24,680,964</u>	<u>63</u>
	Net profit attributable to:									
67101	Owners of the Bank		\$ 4,609,613	37	\$ 4,748,472	33	\$ 12,413,688	31	\$ 10,551,333	27
67111	Non-controlling interests		<u>703,595</u>	<u>6</u>	<u>603,752</u>	<u>6</u>	<u>1,956,930</u>	<u>5</u>	<u>832,147</u>	<u>2</u>
67100			<u>\$ 5,313,208</u>	<u>43</u>	<u>\$ 5,352,224</u>	<u>39</u>	<u>\$ 14,370,618</u>	<u>36</u>	<u>\$ 11,383,480</u>	<u>29</u>
	Total comprehensive income attributable to:									
67301	Owners of the Bank		\$ 9,714,441	78	\$ 6,091,364	42	\$ 7,848,056	19	\$ 18,753,695	48
67311	Non-controlling interests		<u>2,619,919</u>	<u>21</u>	<u>851,290</u>	<u>8</u>	<u>(2,203,417)</u>	<u>(5)</u>	<u>5,927,269</u>	<u>15</u>
67300			<u>\$ 12,334,360</u>	<u>99</u>	<u>\$ 6,942,654</u>	<u>50</u>	<u>\$ 5,644,639</u>	<u>14</u>	<u>\$ 24,680,964</u>	<u>63</u>
	Earnings per share									
67500	Basic		<u>\$ 0.95</u>		<u>\$ 0.98</u>		<u>\$ 2.56</u>		<u>\$ 2.18</u>	
67700	Diluted		<u>\$ 0.95</u>		<u>\$ 0.97</u>		<u>\$ 2.56</u>		<u>\$ 2.17</u>	

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

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES
Consolidated Statements of Changes in Equity
For the Nine Months Ended September 30, 2025 and 2024
(Expressed in Thousands of New Taiwan Dollars)

		Equity Attributable to Owners of the Bank													
		Share Capital		Retained Earnings				Other Equity				Total Equity Attributable to Owners of the Bank		Non-controlling Interests	Total Equity
Codes		Ordinary Shares	Capital Surplus	Legal Reserve	Special Reserve	Unappropriated Earnings	Exchange Differences on Translating Foreign Operations	Change in Financial Assets at FVTOCI	Loss on Hedging Instruments	Change in Credit Risk From Financial Liabilities Designated at FVTPL	Treasury Shares				
For the nine months ended September 30, 2024															
A1	Balance on January 1, 2024	\$ 48,616,031	\$ 27,548,445	\$ 64,476,033	\$ 13,252,879	\$ 28,987,035	(\$ 421,695)	\$ 945,607	\$ -	(\$ 4,147)	(\$ 83,144)	\$ 183,317,044	\$ 60,279,352	\$ 243,596,396	
D1	Net profit for the nine months ended September 30, 2024	-	-	-	-	10,551,333	-	-	-	-	-	10,551,333	832,147	11,383,480	
D3	Other comprehensive income (loss) for the nine months ended September 30, 2024, net of	-	-	-	-	(1,510)	3,420,336	4,784,825	-	(1,289)	-	8,202,362	5,095,122	13,297,484	
D5	Total comprehensive income (loss) for the nine months ended September 30, 2024	-	-	-	-	10,549,823	3,420,336	4,784,825	-	(1,289)	-	18,753,695	5,927,269	24,680,964	
B3	Special reserve	-	-	-	(5,583,505)	5,583,505	-	-	-	-	-	-	-	-	
B5	Cash dividends	-	-	-	-	(8,750,886)	-	-	-	-	-	(8,750,886)	-	(8,750,886)	
C7	Changes in capital surplus from investments in associates under the equity method	-	9,480	-	-	-	-	-	-	-	-	9,480	-	9,480	
C17	Unclaimed dividends	-	148,002	-	-	-	-	-	-	-	-	148,002	-	148,002	
Q1	Disposal of equity instruments at fair value through other comprehensive income	-	-	-	-	625,330	(625,330)	-	-	-	-	-	-	-	
O1	Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(1,982)	(1,982)	
Z1	Balance on September 30, 2024	<u>\$ 48,616,031</u>	<u>\$ 27,705,927</u>	<u>\$ 64,476,033</u>	<u>\$ 7,669,374</u>	<u>\$ 36,994,807</u>	<u>\$ 2,998,641</u>	<u>\$ 5,105,102</u>	<u>\$ -</u>	<u>(\$ 5,436)</u>	<u>(\$ 83,144)</u>	<u>\$ 193,477,335</u>	<u>\$ 66,204,639</u>	<u>\$ 259,681,974</u>	
For the nine months ended September 30, 2025															
A1	Balance on January 1, 2025	\$ 48,616,031	\$ 27,705,927	\$ 64,476,033	\$ 7,669,374	\$ 39,833,861	\$ 4,970,909	\$ 4,740,687	\$ -	(\$ 1,015)	(\$ 83,144)	\$ 197,928,663	\$ 68,956,347	\$ 266,885,010	
D1	Net profit for the nine months ended September 30, 2025	-	-	-	-	12,413,688	-	-	-	-	-	12,413,688	1,956,930	14,370,618	
D3	Other comprehensive income (loss) for the nine months ended September 30, 2025, net of	-	-	-	-	5,520	(6,337,418)	1,767,689	(897)	(526)	-	(4,565,632)	(4,160,347)	(8,725,979)	
D5	Total comprehensive income for the nine months ended September 30, 2025	-	-	-	-	12,419,208	(6,337,418)	1,767,689	(897)	(526)	-	7,848,056	(2,203,417)	5,644,639	
B1	Legal reserve	-	-	4,204,262	-	(4,204,262)	-	-	-	-	-	-	-	-	
B5	Cash dividends	-	-	-	-	(8,750,886)	-	-	-	-	-	(8,750,886)	-	(8,750,886)	
C7	Changes in capital surplus from investments in associates under the equity method	-	9,480	-	-	-	-	-	-	-	-	9,480	-	9,480	
C17	Unclaimed dividends	-	151,702	-	-	-	-	-	-	-	-	151,702	-	151,702	
Q1	Disposal of equity instruments at fair value through other comprehensive income	-	-	-	-	(2,876,924)	-	2,876,924	-	-	-	-	-	-	
O1	Changes in non-controlling interests	-	-	-	-	-	-	-	-	-	-	-	(2,384)	(2,384)	
Z1	Balance on September 30, 2025	<u>\$ 48,616,031</u>	<u>\$ 27,867,109</u>	<u>\$ 68,680,295</u>	<u>\$ 7,669,374</u>	<u>\$ 36,420,997</u>	<u>(\$ 1,366,509)</u>	<u>\$ 9,385,300</u>	<u>(\$ 897)</u>	<u>(\$ 1,541)</u>	<u>(\$ 83,144)</u>	<u>\$ 197,187,015</u>	<u>\$ 66,750,546</u>	<u>\$ 263,937,561</u>	

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

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES
Consolidated Statements of Cash Flows
For the Nine Months Ended September 30, 2025 and 2024
(Expressed in Thousands of New Taiwan Dollars)

<u>Codes</u>	<u>For the Nine Months Ended September 30</u>	
	<u>2025</u>	<u>2024</u>
	Cash flows from operating activities	
A00010	\$ 16,002,176	\$ 14,070,987
A20010	Adjustments to reconcile net profit to net cash provided by operating	
A20100	1,205,075	1,179,554
A20200	271,581	265,077
A20300	9,309,241	10,195,520
A20400	(570,153)	(513,178)
A20900	29,689,576	35,661,018
A21200	(56,314,473)	(64,405,195)
A21300	(3,032,626)	(3,168,109)
A22300	(248,263)	(241,770)
A22500	5,345	(122,771)
A22700	(1,551,872)	-
A23600	(11,408)	(29,328)
A29900	521,619	(2,734,945)
A40000	Changes in operating assets and liabilities	
	Changes in operating assets	
A41110	(60,319,573)	20,872,373
A41120	(2,168,284)	(950,871)
A41123	(35,815,338)	(35,840,678)
A41125	23,677,933	50,999,508
A41150	(2,822,103)	(7,294,208)
A41160	35,300,036	10,332,588
A41190	(16,770)	(12,796)
A41990	(1,869,059)	1,708,300
	Changes in operating liabilities	
A42110	(6,748,633)	(7,615,726)
A42120	403,417	(931,734)
A42140	2,201,359	5,439,275
A42150	6,795,894	3,052,400
A42160	(36,175,515)	3,479,362
A42170	3,458,077	1,121,124
A42180	95,411	263,187
A42990	59,543	955,334
A33000	(78,667,787)	35,734,298
A33100	54,614,118	65,067,534
A33200	3,042,106	3,240,431
A33300	(30,270,934)	(34,814,044)
A33500	(3,295,612)	(2,374,657)
AAAA	(54,578,109)	66,853,562

(Continued)

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES
Consolidated Statements of Cash Flows
For the Nine Months Ended September 30, 2025 and 2024
(Expressed in Thousands of New Taiwan Dollars)

<u>Codes</u>	<u>For the Nine Months Ended September 30</u>	
	<u>2025</u>	<u>2024</u>
	Cash flows from operating activities	
	<u>Cash flows from investing activities</u>	
B02700	(709,823)	(1,092,208)
B02800	1,497	168,341
B03700	(252,205)	(280,183)
B04500	(282,054)	(108,798)
B05500	3,829,949	-
B09900	234,676	(100)
BBBB	<u>2,822,040</u>	<u>(1,312,948)</u>
	<u>Cash flows from financing activities</u>	
C01400	10,550,000	2,500,000
C01500	(4,800,000)	(24,594,855)
C04020	(708,344)	(630,949)
C04500	(8,750,886)	(8,741,406)
C05800	(2,384)	(1,982)
CCCC	<u>(3,711,614)</u>	<u>(31,469,192)</u>
DDDD	<u>(19,603,480)</u>	<u>12,218,004</u>
EEEE	(75,071,163)	46,289,426
E00100	<u>369,412,598</u>	<u>356,404,573</u>
E00200	<u>\$ 294,341,435</u>	<u>\$ 402,693,999</u>
	Composition of cash and cash equivalents	
E00210	\$ 39,461,087	\$ 41,398,176
E00220	236,556,846	347,114,895
E00230	18,323,502	14,180,928
E00200	<u>\$ 294,341,435</u>	<u>\$ 402,693,999</u>

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

(Concluded)

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES

Notes to Consolidated Financial Statements

For the Nine Months Ended September 30, 2025 and 2024

(Expressed in Thousands of New Taiwan Dollars, Unless Otherwise Stated)

1. ORGANIZATION AND OPERATIONS

The Shanghai Commercial & Savings Bank (the “Bank”) is incorporated in Taiwan and engages in the commercial banking businesses under related laws and regulations. The shares of the Bank have been listed and traded on the Taiwan Stock Exchange since October 19, 2018.

The Bank has its head office in Taipei and 78 branches, including 4 foreign branches separately located in Wuxi China, Hong Kong, Vietnam Dong Nai and Singapore.

The consolidated financial statements are presented in the Bank’s functional currency, New Taiwan dollar.

2. AUTHORIZATION OF CONSOLIDATED FINANCIAL STATEMENTS

The consolidated financial statements were approved by the board of directors on November 6, 2025.

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

3.1 Effect of the adoption of new issuances of or amendments to International Financial Reporting Standards (“IFRS”) that came into effect as endorsed by the Financial Supervisory Commission (“FSC”)

New standards, interpretations and amendments endorsed by FSC and became effective from 2025 are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective Date Announced by IASB</u>
Amendments to IAS 21 「Lack of Exchangeability」	January 1, 2025

The Group assesses the applicable amendments to the IFRSs approved and issued by the FSC will not result in significant changes to the Bank’s accounting policies.

3.2 Effect of new issuances of or amendments to IFRSs as endorsed by the FSC but not yet adopted by the Group

<u>New Standards, Interpretations and Amendments</u>	<u>Effective Date Announced by IASB</u>
Amendments to certain content of IFRS 9 and IFRS 7 for the “Classification and measurement of financial instruments.”	January 1, 2026
Amendments to IFRS 9 and IFRS 7 for the “Power purchase agreements.”	January 1, 2026
IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17 “Insurance Contracts”	January 1, 2023
Amendments to IFRS 17 “Initial application of IFRS 17 and IFRS 9 - Comparative Information”	January 1, 2023
Annual improvements to IFRS Accounting Standards — Volume 11	January 1, 2026

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

3.3 IFRSs issued by IASB but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRSs as endorsed by the FSC are as follows:

New Standards, Interpretations and Amendments	Effective Date Announced by IASB
Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets between an Investor and its Associate or Joint Venture”	To be determined by IASB
Amendments to IFRS 18 “The presentation and disclosure of financial statements”	January 1, 2027(Note)
Amendments to IFRS 19 “The subsidiaries without public accountability: disclosures”	January 1, 2027

Note :The Financial Supervisory Commission (FSC) announced in a press release on September 25, 2025, that publicly listed companies will apply International Financial Reporting Standard 18 (IFRS 18) starting in fiscal year 2028. Companies wishing to adopt IFRS 18 earlier may opt to do so after the FSC approves IFRS 18.

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

4. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

4.1 Statement of Compliance

These interim consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Public Banks and IAS 34 “Interim Financial Reporting” as endorsed and issued into effect by the FSC. Under IFRSs, disclosure information included in these interim consolidated financial statements is less than information disclosed in annual consolidated financial statements.

4.2 Basis of Preparation

The consolidated financial statements have been prepared on the historical cost basis except for financial instruments which are measured at fair value, and pension plans which are measured in accordance with actuarial assumptions.

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

- 4.2.1 Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities;
- 4.2.2 Level 2 inputs are observable parameters other than quoted prices included within Level 1, either directly (i.e. as prices) or indirectly (i.e. derived from prices);
- 4.2.3 Level 3 inputs are unobservable inputs for an asset or liability.

4.3 Basis of Consolidation

The consolidated financial statements contain the financial statements of the Bank and the subsidiaries controlled by the Bank. The consolidated statements of comprehensive income have included the operating gains and losses of acquired or divested companies in the current period from the date of acquisition or to the date of disposal. The financial statements of subsidiaries have been adjusted to align their accounting policies with the Bank’s accounting policies. In the preparation of the consolidated financial statements, all intra-company transactions, account balances, income and losses have been eliminated. The comprehensive

income of the subsidiaries is attributed to the owner of the Bank and non-controlling interests, even if the non-controlling interests have negative balance.

For details on subsidiaries, shareholding ratios and business items, refer to Note 15.

4.4 Other Significant Accounting Policies

Except for the following instructions, refer to the summary of major accounting policies in the annual consolidated financial statements for the year ended December 31, 2024.

4.4.1 Retirement benefits

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

4.4.2 Taxation

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

4.4.3 Hedge Accounting

4.4.3.1 At the inception of a hedging relationship, there is formal designation and documentation of the hedging relationship and the Group's risk management objective and strategy for undertaking the hedge. That documentation shall include identification of the hedging instrument, the hedged item, the nature of the risk being hedged and how the Group will assess whether the hedging relationship meets the hedge effectiveness requirements.

4.4.3.2 The hedging relationship designated by the Group as a fair value hedge is a hedge of the exposure to changes in fair value of a recognised asset.

4.4.3.3 Fair Value Hedges

- A When the gain or loss is recognised in other comprehensive income if the hedging instrument hedges an equity instrument for which the Group has elected to present changes in fair value in other comprehensive income.
- B When the hedged item is an equity instrument for which the Group has elected to present changes in fair value in other comprehensive income, those amounts shall remain in other comprehensive income.

5. CRITICAL ACCOUNTING JUDGMENTS AND MAIN SOURCES OF UNCERTAINTY IN ESTIMATES AND ASSUMPTIONS

In the application of the Group's accounting policies, the management is required to make judgments, estimates and assumptions about the carrying amounts of assets and liabilities that are not readily apparent from other sources. The estimates and associated assumptions are based on historical experience and other factors that are considered to be relevant. Actual results may differ from these estimates.

Estimates and assumptions of main sources of uncertainty

Estimated impairment of financial assets

Estimates of impairment on loans and receivables, investments in debt instrument and financial guarantee contracts are based on the Group's assumptions about default rates and expected loss rates. The Group considers historical experience, current market conditions and forward-looking information to make assumptions and select input values for impairment assessments. For the important assumptions and input

values used, refer to Note 40. If the actual cash flows in the future are less than expected, significant impairment losses may occur.

6. CASH AND CASH EQUIVALENTS

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Cash in hand and working fund	\$ 10,357,673	\$ 15,998,156	\$ 13,282,625
Checks for clearing	544,282	620,323	522,992
Due from other banks	28,559,132	21,904,337	27,592,559
	<u>\$ 39,461,087</u>	<u>\$ 38,522,816</u>	<u>\$ 41,398,176</u>

For the reconciliation of the periods ended September 30, 2025 and 2024, please refer to the consolidated statements of cash flows. The reconciliation of the amounts of cash and cash equivalents reported in the consolidated statements of cash flows and consolidated balance sheets as of December 31, 2024 is shown below.

	<u>December 31, 2024</u>
Cash and cash equivalents in the consolidated balance sheets	\$ 38,522,816
Due from the Central Bank and call loans to banks which are categorized as cash and cash equivalents under IAS 7	322,481,222
Due from the Central Bank and call loans to banks which are categorized as securities purchased under resell agreements	8,408,560
Cash and cash equivalents	<u>\$ 369,412,598</u>

The Group assesses allowance for cash and cash equivalents based on the expected credit loss model. Due to the low credit risk of cash and cash equivalents, allowance losses were recognized based on the 12-month expected credit losses. On September 30, 2025, December 31, 2024 and September 30, 2024, allowance for cash and cash equivalents were \$164 thousand, \$160 thousand and \$65 thousand, respectively.

The Group did not take any cash and cash equivalents as pledged assets.

7. DUE FROM THE CENTRAL BANK AND CALL LOANS TO BANKS, NET

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Call loans to banks	\$ 342,380,638	\$ 370,595,554	\$ 354,748,092
Deposit reserves - II	35,368,572	34,556,139	33,300,979
Deposit reserves - I	12,833,836	16,291,208	24,617,065
Due from foreign central banks	9,712,982	10,590,836	6,097,463
Deposit reserves - foreign currency	196,912	212,623	203,157
	<u>\$ 400,492,940</u>	<u>\$ 432,246,360</u>	<u>\$ 418,966,756</u>

Deposit reserves are statutory reserves and determined monthly at prescribed rates based on average balances of customers' deposits. The entire balance of deposit reserves - II is subject to withdrawal restrictions while no restrictions are placed on other deposit reserves.

The Group assessed the loss allowance for due from the Central Bank and call loans to banks based on the expected credit loss model. Due to the low credit risk of dues from the Central Bank and call loans to banks, the loss allowance was recognized based on 12-month expected credit losses. On September 30, 2025, December 31, 2024 and September 30, 2024, the allowances recognized for the dues from the Central Bank and call loans to banks were \$6,507 thousand, \$8,194 thousand and \$2,884 thousand, respectively.

For information on the deposit of central bank and interbank pledges, please refer to Note 37.

8. FINANCIAL INSTRUMENTS AT FAIR VALUE THROUGH PROFIT OR LOSS (FVTPL)

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Financial assets measured at FVTPL			
Financial assets mandatorily classified as at FVTPL			
Forward contracts	\$ 1,212,042	\$ 2,403,365	\$ 2,136,507
Bank debentures	1,315,292	1,179,335	1,000,614
Corporate bonds	1,760,970	156,723	1,010,076
Currency swap contracts	167,525	525,722	108,001
Option contracts	469,167	508,532	353,100
Futures	653,781	543,385	449,744
Shares	321,627	213,166	305,051
Interest rate swap contracts	99,296	39,282	19,436
Government bonds	17,945	-	4,262,894
	<u>\$ 6,017,645</u>	<u>\$ 5,569,510</u>	<u>\$ 9,645,423</u>
	<u>September 30, 2025</u>	<u>September 30, 2024</u>	<u>September 30, 2024</u>
Financial liabilities measured at FVTPL			
Held-for-trading financial liabilities			
Forward contracts	\$ 988,476	\$ 2,313,113	\$ 2,268,023
Currency swap contracts	182,670	90,412	373,906
Option contracts	507,317	519,474	343,516
Interest rate swap contracts	321,588	464,829	124,685
Futures	-	17	369
	<u>2,000,051</u>	<u>3,387,845</u>	<u>3,110,499</u>
Financial liabilities designated at FVTPL			
Bank debentures	2,001,854	2,438,063	2,561,383
	<u>\$ 4,001,905</u>	<u>\$ 5,825,908</u>	<u>\$ 5,671,882</u>

The Group engaged in derivative transactions mainly to accommodate customers' needs and manage its exposure positions.

The financial assets and liabilities at FVTPL contract (nominal) amounts of derivative transactions were as follows:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Forward contracts	\$ 528,943,174	\$ 405,576,093	\$ 431,868,285
Option contracts	168,956,230	153,727,240	164,597,002
Currency swap contracts	111,484,542	62,208,862	65,354,514
Interest rate swap contracts	21,998,394	12,028,742	12,823,157
Future contracts	-	33,729	864,112

Information for financial liabilities designated by the Group at FVTPL is as follows:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
The difference between the fair value and the maturity			
— Fair value	\$ 2,001,854	\$ 2,438,063	\$ 2,561,383
— Maturity value	2,104,075	2,431,170	2,653,443
	<u>(\$ 102,221)</u>	<u>\$ 6,893</u>	<u>(\$ 92,060)</u>

	<u>Effects of changes in credit risk</u>
Current amount of change	
For the Three Months Ended September 30, 2025	(\$ 481)
For the Three Months Ended September 30, 2024	(\$ 1,072)
For the Nine Months Ended September 30, 2025	(\$ 526)
For the Nine Months Ended September 30, 2024	(\$ 1,289)
Cumulative amount of change	
Up to September 30, 2025	(\$ 1,541)
Up to December 31, 2024	(\$ 1,015)
Up to September 30, 2024	(\$ 5,436)

The financial liabilities designated by the Group at FVTPL were the second issuance of unsecured debentures amounting to US\$70,000 thousand with a 30-year maturity and fixed interest rate of 0% on October 29, 2018. On the expiration of 5 years and every subsequent year, the Group may exercise the option at the agreed redemption price. If the option is not exercised during the period, the payment will be made on the expiration date. The second issuance of unsecured debentures amounting to US\$6,400 thousand with a 3-year maturity and fixed interest rate of 0% on November 1, 2023. The second to third years are combined interest rates, using simple interest calculation, with interest paid once every quarter and repayment of principals at maturity. The first issuance of unsecured debentures amounting to US\$10,750 thousand with a 2-year maturity on March 27, 2024 with a fixed rate of 5.5% of the first year and combined interest rates of the second year. The interest paid once every quarter and repayment of principals at maturity.

The Group entered an interest rate swap contract to reduce the interest rate risk of the aforementioned financial bonds. The interest rate swap contract was measured at fair value and the fair value changes were included in profit or loss. The Group designated the aforementioned financial bonds as financial liabilities measured at FVTPL for consistency.

The amount of change in the fair value of financial bonds attributable to the changes in the fair value of credit risk was calculated as the difference between the changes in the fair value of market risk factor. The amount of change in fair value attributable to the market risk factor was calculated using the benchmark yield curve at the balance sheet date. Fair value of financial bonds was based on the benchmark yield curve on the balance sheet date and the estimated credit risk spread by the creditor's interest rate quote on the similar maturity date of the combined company, such that the estimated future cash flow is discounted.

For information on the pledge of financial assets at fair value through profit or loss, please refer to Note 37.

9. FINANCIAL ASSETS AT FAIR VALUE THROUGH OTHER COMPREHENSIVE INCOME(FVTOCI)

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Investments in equity instruments measured at FVTOCI			
Shares	\$ 45,879,511	\$ 51,404,856	\$ 46,899,595
Investments in debt instruments measured at FVTOCI			
Bank debentures	209,210,943	179,222,413	162,401,618
Corporate bonds	150,502,864	155,381,577	147,835,431
Government bonds	83,951,485	80,583,100	73,322,681
Commercial papers	6,038,105	7,469,697	7,679,236
Asset-backed securities	2,481,867	1,183,461	1,274,705
	<u>452,185,264</u>	<u>423,840,248</u>	<u>392,513,671</u>
	<u>\$ 498,064,775</u>	<u>\$ 475,245,104</u>	<u>\$ 439,413,266</u>

The Group invests in ordinary shares for medium- and long-term strategic purposes and expects to make a profit through long-term investments. The management of the Group considers that if the short-term fair value fluctuations of these investments are included in profit or loss, they are inconsistent with the aforementioned

long-term investment plans. Therefore, the designated investments are selected to be measured at FVTOCI. For the information on credit risk management and impairment assessment of investments in debt instruments at FVTOCI, refer to Note 11.

Parts of the aforementioned financial assets at FVTOCI were sold under repurchase agreements as of September 30, 2025, December 31, 2024 and September 30, 2024. The par values of bonds and commercial papers sold under repurchase agreements were \$4,152,836 thousand, \$4,778,000 thousand and \$6,026,500 thousand, respectively.

For the information on financial assets pledged as collateral, refer to Note 37.

10. INVESTMENTS IN DEBT INSTRUMENTS MEASURED AT AMORTIZED COST

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Negotiable certificates of deposit	\$ 176,300,000	\$ 194,485,000	\$ 168,985,000
Government bonds	19,210,104	19,750,502	25,142,613
Corporate bonds	5,419,946	5,228,744	5,547,472
Bank debentures	4,278,148	15,408,222	18,025,610
Treasury bonds	469,390	-	1,115,246
Asset-backed securities	4,702,670	279,510	512,764
	<u>210,380,258</u>	<u>235,151,978</u>	<u>219,328,705</u>
Less: Loss allowance	(3,561)	(5,220)	(5,675)
	<u>\$ 210,376,697</u>	<u>\$ 235,146,758</u>	<u>\$ 219,323,030</u>

For information on the credit risk management and impairment of financial assets measured at amortized cost, refer to Note 11.

As of September 30, 2025, the Group's investments in debt instruments measured at amortized cost included bonds sold with a par value of NT\$2,786,137,000 under a call option.

For the information on related investments in debt instruments measured at amortized cost pledged as collateral, refer to Note 37.

11. CREDIT RISK MANAGEMENT OF INVESTMENTS IN DEBT INSTRUMENTS

The investments in debt instruments are classified as financial assets measured at FVTOCI and financial assets measured at amortized cost.

September 30, 2025	<u>At FVTOCI</u>	<u>At Amortized Cost</u>	<u>Total</u>
Total carrying amount	\$ 454,268,379	\$ 210,380,258	\$ 664,648,637
Loss allowance	(122,599)	(3,561)	(126,160)
Amortized cost	454,145,780	<u>\$ 210,376,697</u>	664,522,477
Fair value adjustment	(1,960,516)		(1,960,516)
	<u>\$ 452,185,264</u>		<u>\$ 662,561,961</u>

December 31, 2024	At FVTOCI	At Amortized Cost	Total
Total carrying amount	\$ 432,439,394	\$ 235,151,978	\$ 667,591,372
Loss allowance	(136,013)	(5,220)	(141,233)
Amortized cost	432,303,381	<u>\$ 235,146,758</u>	667,450,139
Fair value adjustment	(8,463,133)		(8,463,133)
	<u>\$ 423,840,248</u>		<u>\$ 658,987,006</u>

September 30, 2024	At FVTOCI	At Amortized Cost	Total
Total carrying amount	\$ 397,314,076	\$ 219,328,705	\$ 616,642,781
Loss allowance	(133,046)	(5,675)	(138,721)
Amortized cost	397,181,030	<u>\$ 219,323,030</u>	616,504,060
Fair value adjustment	(4,667,359)		(4,667,359)
	<u>\$ 392,513,671</u>		<u>\$ 611,836,701</u>

The Group implements a policy of investing in debt instruments with investment grade and have low credit risk, For the purpose of impairment assessment, the Group continues to track external rating information and monitors changes in credit risk of the investments of debt instruments and reviews other information such as the bond yield curve and the debtor's material information to assess whether the credit risk of the debt instrument investments has increased significantly since the initial recognition.

The Group considered the historical default loss rate provided by the independent rating agencies, the debtor's current financial status and the industry's forward-looking forecast to measure the 12-month expected credit loss or full lifetime expected credit loss of the investments in debt instruments.

The Group's current credit risk rating mechanism and the total carrying amount of each credit rating investment in debt instruments were as follows:

September 30, 2025

Credit Rating	Definitions	Expected Credit Loss Recognition Base	Expected Credit Loss Rate	September 30, 2025 Total Carrying Amount
Stage 1	The debtor has a low credit risk and is fully capable of paying off contractual cash flows	12-month expected credit loss	0.000%~ 1.710%	\$ 664,379,303
Stage 2	Credit risk has increased significantly since the initial recognition	Expected credit loss during the period of existence (no credit impairment)	0.418%~ 1.969%	269,334

December 31, 2024

Credit Rating	Definitions	Expected Credit Loss Recognition Base	Expected Credit Loss Rate	December 31, 2024 Total Carrying Amount
Stage 1	The debtor has a low credit risk and is fully capable of paying off contractual cash flows	12-month expected credit loss	0.000%~ 1.710%	\$ 667,185,100
Stage 2	Credit risk has increased significantly since the initial recognition	Expected credit loss during the period of existence (no credit impairment)	0.418%~ 2.729%	406,272

September 30, 2024

Credit Rating	Definitions	Expected Credit Loss Recognition Base	Expected Credit Loss Rate	September 30, 2024 Total Carrying Amount
Stage 1	The debtor has a low credit risk and is fully capable of paying off contractual cash flows	12-month expected credit loss	0.000%~ 1.710%	\$ 615,887,333
Stage 2	Credit risk has increased significantly since the initial recognition	Expected credit loss during the period of existence (no credit impairment)	0.396%~ 2.627%	755,448

Information on changes in allowance for impairment loss under the credit risk rating assessment of investments in debt instruments at FVTOCI and at amortized cost is summarized as follows:

Investments in debt instruments at FVTOCI

	Credit Risk Rating			Total
	Stage 1 (12-Month ECLs)	Stage 2 (Lifetime ECLs without impairment)	(Lifetime ECLs with impairment)	
Balance at January 1, 2025	\$ 110,000	\$ 26,013	\$ -	\$ 136,013
Stage transfer-to 12-Month ECLs	337	(337)	-	-
Stage transfer-to lifetime ECLs	(78)	78	-	-
Purchase of new debt instruments	37,085	-	-	37,085
Derecognition	(29,845)	(5,149)	-	(34,994)
Provisions (reversal)	(6,858)	(5,025)	-	(11,883)
Exchange rate and other changes	(4,813)	1,191	-	(3,622)
Balance at September 30, 2025	<u>\$ 105,828</u>	<u>\$ 16,771</u>	<u>\$ -</u>	<u>\$ 122,599</u>

	Credit Risk Rating			Total
	Stage 1 (12-Month ECLs)	Stage 2 (Lifetime ECLs without impairment)	(Lifetime ECLs with impairment)	
Balance at January 1, 2024	\$ 107,370	\$ 10,691	\$ 37,689	\$ 155,750
Stage transfer-to lifetime ECLs without impairment	(1,880)	1,880	-	-
Purchase of new debt instruments	32,947	-	-	32,947
Derecognition	(32,764)	(1,376)	(43,960)	(78,100)
Provisions (reversal)	(1,660)	18,860	-	17,200
Exchange rate and other changes	(30)	(992)	6,271	5,249
Balance at September 30, 2024	<u>\$ 103,983</u>	<u>\$ 29,063</u>	<u>\$ -</u>	<u>\$ 133,046</u>

Investments in debt instruments at amortized cost

	Credit Risk Rating		
	Stage 1 (12-Month ECLs)	Stage 2 (Lifetime ECLs)	Total
Balance at January 1, 2025	\$ 5,220	\$ -	\$ 5,220
Purchase of new debt instruments	247	-	247
Derecognition	(1,712)	-	(1,712)
Provisions (reversal)	(151)	-	(151)
Exchange rate and other changes	(43)	-	(43)
Balance at September 30, 2025	<u>\$ 3,561</u>	<u>\$ -</u>	<u>\$ 3,561</u>
Balance at January 1, 2024	\$ 6,974	\$ -	\$ 6,974
Purchase of new debt instruments	428	-	428
Derecognition	(1,540)	-	(1,540)
Provisions (reversal)	(263)	-	(263)
Exchange rate and other changes	76	-	76
Balance at September 30, 2024	<u>\$ 5,675</u>	<u>\$ -</u>	<u>\$ 5,675</u>

12. SECURITIES PURCHASED UNDER RESELL AGREEMENTS

Securities purchased under resell agreements as of September 30, 2025, December 31, 2024 and September 30, 2024 were \$18,323,502 thousand, \$8,408,560 thousand and \$14,180,928 thousand, respectively. The aforementioned securities will be bought back one after another before December 12, 2025, January 17, 2025 and October 25, 2024 at \$18,343,106 thousand, \$8,415,417 thousand and \$14,194,176 thousand, respectively.

13. RECEIVABLES, NET

	September 30, 2025	December 31, 2024	September 30, 2024
Accrued interest	\$ 9,523,373	\$ 10,114,478	\$ 8,599,906
Accounts receivable due from sales of securities	3,213,488	2,200,935	4,948,044
Credit card receivables	4,281,827	4,187,443	4,555,710
Acceptances	2,548,754	1,816,601	1,840,904
Finance lease receivable	628,748	683,527	546,323
Accounts receivable due from sale of real estate	354,923	1,959,975	-
Accounts receivable - factoring	222,811	228,353	202,891
Others	4,611,756	4,163,092	7,625,583
	<u>25,385,680</u>	<u>25,354,404</u>	<u>28,319,361</u>
Less: Allowance for credit losses	(780,894)	(605,735)	(540,645)
	<u>\$ 24,604,786</u>	<u>\$ 24,748,669</u>	<u>\$ 27,778,716</u>

The changes in total carrying amount and the allowance of receivables and other financial assets for the nine months ended September 30, 2025 and 2024 (including non-accrual loans and bills of exchange, refer to Note 17) are as follows:

For the Nine Months Ended September 30, 2025

	12-Month ECLs	Lifetime ECLs (Collectively)	Lifetime ECLs (Individually)	Lifetime ECLs (Non-Purchased or Originated Credit Impairment on Financial Assets)	Total
Receivables and other financial assets					
Beginning on January 1, 2025	\$ 23,673,538	\$ 162,447	\$ 191,892	\$ 1,333,574	\$ 25,361,451
Changes due to financial assets recognized at the beginning of the period:					
Transfer to lifetime ECLs	(98,846)	56,083	42,805	(42)	-
Transfer to ECLs on financial assets	(25,293)	(17,645)	(6,388)	49,326	-
Transfer to 12-month ECLs	98,018	(38,060)	(59,030)	(928)	-
Financial assets derecognized in the current period	(2,468,153)	(39,405)	(19,822)	(3,687)	(2,531,067)
Provisions (reversal)	(906,215)	(8,119)	102,340	277,312	(534,682)
Purchased or originated financial assets	3,710,968	84,110	22,434	3,191	3,820,703
Write-offs	-	-	-	(43,334)	(43,334)
Exchange rate and other changes	(544,447)	(197)	(17,091)	(103,228)	(664,963)
Balance on September 30, 2025	\$ 23,439,570	\$ 199,214	\$ 257,140	\$ 1,512,184	\$ 25,408,108

	12-Month ECLs	Lifetime ECLs (Collectively)	Lifetime ECLs (Individually)	Lifetime ECLs (Non-Purchased or Originated Credit Impairment on Financial Assets)	Impairment Under the Guidelines of IFRS 9	The Difference of Impairment under the Regulatory Decree	Total
Allowance							
Beginning on January 1, 2025	\$ 360,039	\$ 24,377	\$ 7,526	\$ 190,774	\$ 582,716	\$ 28,194	\$ 610,910
Changes due to financial assets recognized at the beginning of the period:							
Transfer to lifetime ECLs	(896)	523	387	(14)	-	-	-
Transfer to ECLs on financial assets	(171)	(417)	(521)	1,109	-	-	-
Transfer to 12-month ECLs	14,555	(11,328)	(2,632)	(595)	-	-	-
Financial assets derecognized in the current period	(5,383)	(6,527)	(427)	(8,384)	(20,721)	-	(20,721)
Provisions	4,789	11,585	1,863	27,799	46,036	-	46,036
Purchased or originated financial assets	4,841	9,893	1,135	256,472	272,341	-	272,341
The difference of impairment under the regulation or decree	-	-	-	-	-	(1,748)	(1,748)
Write-offs	-	-	-	(43,334)	(43,334)	-	(43,334)
Recoveries after write-off	-	-	-	26,063	26,063	-	26,063
Exchange rate and other changes	(80,934)	-	(542)	(22,590)	(104,066)	-	(104,066)
Balance on September 30, 2025	\$ 296,840	\$ 28,106	\$ 6,789	\$ 427,300	\$ 759,035	\$ 26,446	\$ 785,481

For the Nine Months Ended September 30, 2024

	12-Month ECLs	Lifetime ECLs (Collectively)	Lifetime ECLs (Individually)	Lifetime ECLs (Non-Purchased or Originated Credit Impairment on Financial Assets)	Total
Receivables and other financial assets					
Beginning on January 1, 2024	\$ 21,833,723	\$ 292,822	\$ 207,560	\$ 493,672	\$ 22,827,777
Changes due to financial assets recognized at the beginning of the period:					
Transfer to lifetime ECLs	(135,889)	72,038	63,968	(117)	-
Transfer to ECLs on financial assets	(43,607)	(16,352)	(5,556)	65,515	-
Transfer to 12-month ECLs	182,394	(43,331)	(138,284)	(779)	-
Financial assets derecognized in the current period	(2,807,435)	(179,599)	(29,878)	(5,079)	(3,021,991)
Provisions (reversal)	5,017,688	(28,266)	117,260	105,896	5,212,578
Purchased or originated financial assets	2,925,361	96,513	27,993	77,685	3,127,552
Write-offs	-	-	-	(50,132)	(50,132)
Exchange rate and other changes	214,869	5,450	8,176	18,708	247,203
Balance on September 30, 2024	\$ 27,187,104	\$ 199,275	\$ 251,239	\$ 705,369	\$ 28,342,987

	12-Month ECLs	Lifetime ECLs (Collectively)	Lifetime ECLs (Individually)	Lifetime ECLs (Non-Purchased or Originated Credit Impairment on Financial Assets)	Impairment Under the Guidelines of IFRS 9	The Difference of Impairment under the Regulatory Decree	Total
Allowance							
Beginning on January 1, 2024	\$ 285,786	\$ 50,484	\$ 6,536	\$ 33,682	\$ 376,488	\$ 12,918	\$ 389,406
Changes due to financial assets recognized at the beginning of the period:							
Transfer to lifetime ECLs	(643)	508	184	(49)	-	-	-
Transfer to ECLs on financial assets	(319)	(3,086)	(516)	3,921	-	-	-
Transfer to 12-month ECLs	20,928	(18,041)	(2,502)	(385)	-	-	-
Financial assets derecognized in the current period	(7,015)	(21,572)	(408)	(2,219)	(31,214)	-	(31,214)
Provisions	40,542	16,215	1,949	14,426	73,132	-	73,132
Purchased or originated financial assets	27,385	11,213	456	77,885	116,939	-	116,939
The difference of impairment under the regulation or decree	-	-	-	-	-	1,363	1,363
Write-offs	-	-	-	(50,132)	(50,132)	-	(50,132)
Recoveries after write-off	-	-	-	21,878	21,878	-	21,878
Exchange rate and other changes	24,181	498	223	1,537	26,439	-	26,439
Balance on September 30, 2024	\$ 390,845	\$ 36,219	\$ 5,922	\$ 100,544	\$ 533,530	\$ 14,281	\$ 547,811

14. DISCOUNTS AND LOANS, NET

	September 30, 2025	December 31, 2024	September 30, 2024
Loans	\$ 1,142,033,155	\$ 1,202,227,420	\$ 1,199,663,724
Inward/outward documentary bills	11,703,132	15,590,404	15,561,241
Overdrafts	10,076,083	12,722,988	12,619,390
Non-performing loans	12,671,835	8,204,708	11,484,173
	<u>1,176,484,205</u>	<u>1,238,745,520</u>	<u>1,239,328,528</u>
Discount and premium adjustments	(125,990)	(161,259)	(202,943)
Provisions for loans and discounts	(18,278,582)	(17,567,744)	(17,007,614)
	<u>\$ 1,158,079,633</u>	<u>\$ 1,221,016,517</u>	<u>\$ 1,222,117,971</u>

The Group discontinues accruing interest when loans are deemed non-performing. For the nine months ended September 30, 2025 and 2024, the unrecognized interest revenue on the non-performing loans amounted to \$49,738 thousand and \$188,877 thousand, respectively.

For the nine months ended September 30, 2025 and 2024, the Group only had written off certain credits after completing the required legal procedures.

The changes in carrying amount and allowance for discounts and loans for the nine months ended September 30, 2025 and 2024 are as follows:

For the Nine Months Ended September 30, 2025

	12-Month ECLs	Lifetime ECLs (Collectively)	Lifetime ECLs (Individually)	Lifetime ECLs (Non-Purchased or Originated Credit Impairment on Financial Assets)	Lifetime ECLs (Purchased or Originated Credit Impairment on Financial Assets)	Total
Discounts and loans						
Beginning on January 1, 2025	\$ 1,168,838,144	\$ 10,596,615	\$ 39,664,258	\$ 19,640,468	\$ 6,035	\$ 1,238,745,520
Changes due to financial assets recognized at the beginning of the period:						
Transfer to lifetime ECLs	(9,718,705)	2,806,747	6,921,459	(9,501)	-	-
Transfer to ECLs on financial assets	(12,326,426)	(508,279)	(11,196,292)	24,030,997	-	-
Transfer to 12-month ECLs	6,594,834	(2,722,335)	(3,829,970)	(42,529)	-	-
Financial assets derecognized in the current period	(317,784,836)	(5,407,808)	(15,844,852)	(3,014,319)	-	(342,051,815)
Transfer or pay off the original amount	(40,491,396)	(295,988)	(1,002,154)	(7,686,583)	-	(49,476,121)
Purchased or originated financial assets	346,331,969	4,293,499	9,892,251	1,088,782	-	361,606,501
Write-offs	(14,403)	(575)	-	(8,124,598)	-	(8,139,576)
Exchange rate and other changes	(21,260,281)	33,074	(2,296,588)	(675,975)	(534)	(24,200,304)
Balance on September 30, 2025	\$ 1,120,168,900	\$ 8,794,950	\$ 22,308,112	\$ 25,206,742	\$ 5,501	\$ 1,176,484,205

	12-Month ECLs	Lifetime ECLs (Collectively)	Lifetime ECLs (Individually)	Lifetime ECLs (Non-Purchased or Originated Credit Impairment on Financial Assets)	Lifetime ECLs (Purchased or Originated Credit Impairment on Financial Assets)	Impairment Under the Guidelines of IFRS 9	The Difference of Impairment under the Regulatory Decree	Total
Allowance								
Beginning on January 1, 2025	\$ 1,122,090	\$ 1,336,250	\$ 716,669	\$ 5,508,629	\$ -	\$ 8,683,638	\$ 8,884,106	\$ 17,567,744
Changes due to financial assets recognized at the beginning of the period:								
Transfer to lifetime ECLs	(14,777)	10,501	9,337	(5,061)	-	-	-	-
Transfer to ECLs on financial assets	(10,872)	(41,193)	(36,584)	88,649	-	-	-	-
Transfer to 12-month ECLs	1,029,271	(978,176)	(37,577)	(13,518)	-	-	-	-
Financial assets derecognized in the current period	(303,183)	(210,552)	(433,098)	(600,221)	-	(1,547,054)	-	(1,547,054)
Provisions (reversal)	(879,711)	248,298	43,183	5,595,965	-	5,007,735	-	5,007,735
Purchased or originated financial assets	1,145,948	199,497	585,993	2,295,413	-	4,226,851	-	4,226,851
The difference of impairment under the regulation or decree	-	-	-	-	-	-	1,293,493	1,293,493
Write-offs	(173)	(130)	-	(8,139,273)	-	(8,139,576)	-	(8,139,576)
Recoveries of write-offs	-	-	-	367,463	-	367,463	-	367,463
Exchange rate and other changes	(190,005)	17,858	(57,250)	(268,677)	-	(498,074)	-	(498,074)
Balance on September 30, 2025	\$ 1,898,588	\$ 582,353	\$ 790,673	\$ 4,829,369	\$ -	\$ 8,100,983	\$ 10,177,599	\$ 18,278,582

For the Nine Months Ended September 30, 2024

	12-Month ECLs	Lifetime ECLs (Collectively)	Lifetime ECLs (Individually)	Lifetime ECLs (Non-Purchased or Originated Credit Impairment on Financial Assets)	Lifetime ECLs (Purchased or Originated Credit Impairment on Financial Assets)	Total
Discounts and loans						
Beginning on January 1, 2024	\$ 1,192,170,250	\$ 7,379,856	\$ 29,962,734	\$ 18,052,189	\$ 43,171	\$ 1,247,608,200
Changes due to financial assets recognized at the beginning of the period:						
Transfer to lifetime ECLs	(18,324,704)	2,852,258	15,490,557	(18,111)	-	-
Transfer to ECLs on financial assets	(7,203,777)	(604,747)	(3,622,360)	11,430,884	-	-
Transfer to 12-month ECLs	5,069,985	(2,740,363)	(2,260,967)	(68,655)	-	-
Financial assets derecognized in the current period	(347,663,307)	(2,092,662)	(14,328,410)	(544,052)	(32)	(364,628,463)
Transfer or pay off the original amount	(40,091,305)	(416,539)	(84,568)	(662,961)	(88)	(41,255,461)
Purchased or originated financial assets	372,149,719	4,763,610	12,841,334	980,532	-	390,735,195
Write-offs	(3,745)	(1,595)	-	(9,935,089)	(9,988)	(9,950,417)
Exchange rate and other changes	14,973,222	180,534	1,212,569	453,176	(27)	16,819,474
Balance on September 30, 2024	\$ 1,171,076,338	\$ 9,320,352	\$ 39,210,889	\$ 19,687,913	\$ 33,036	\$ 1,239,328,528

	12-Month ECLs	Lifetime ECLs (Collectively)	Lifetime ECLs (Individually)	Lifetime ECLs (Non-Purchased or Originated Credit Impairment on Financial Assets)	Lifetime ECLs (Purchased or Originated Credit Impairment on Financial Assets)	Impairment Under the Guidelines of IFRS 9	The Difference of Impairment under the Regulatory Decree	Total
Allowance								
Beginning on January 1, 2024	\$ 1,473,362	\$ 1,090,387	\$ 563,187	\$ 3,521,688	\$ 9,806	\$ 6,658,430	\$ 9,542,614	\$ 16,201,044
Changes due to financial assets recognized at the beginning of the period:								
Transfer to lifetime ECLs	(40,825)	12,274	36,475	(7,924)	-	-	-	-
Transfer to ECLs on financial assets	(27,368)	(68,565)	(38,781)	134,714	-	-	-	-
Transfer to 12-month ECLs	797,867	(732,168)	(29,310)	(36,389)	-	-	-	-
Financial assets derecognized in the current period	(499,313)	(174,774)	(442,797)	(55,618)	-	(1,172,502)	-	(1,172,502)
Provisions (reversal)	(802,115)	505,419	335,248	5,067,214	-	5,105,766	-	5,105,766
Purchased or originated financial assets	687,005	1,034,704	411,942	5,575,790	-	7,709,441	-	7,709,441
The difference of impairment under the regulation or decree	-	-	-	-	-	-	(1,413,918)	(1,413,918)
Write-offs	(42)	(281)	-	(9,934,172)	(9,990)	(9,944,485)	-	(9,944,485)
Recoveries of write-offs	-	-	-	319,491	-	319,491	-	319,491
Exchange rate and other changes	32,813	15,802	25,259	128,719	184	202,777	-	202,777
Balance on September 30, 2024	\$ 1,621,384	\$ 1,682,798	\$ 861,223	\$ 4,713,513	\$ -	\$ 8,878,918	\$ 8,128,696	\$ 17,007,614

The details of bad debt expense, commitment and guarantee liability provisions for the three months and nine months ended September 30, 2025 and 2024 are listed below:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Provisions for discounts and loans	\$ 1,663,668	\$ 2,323,254	\$ 8,981,025	\$ 10,228,787
Provisions for receivables and other financial	205,252	49,490	295,908	160,220
Provisions (reversal) for reserve of possible losses on guarantees	90,714	(36,616)	33,317	(190,145)
Other provisions (reversal)	(431)	(1,954)	(1,009)	(3,342)
	<u>\$ 1,959,203</u>	<u>\$ 2,334,174</u>	<u>\$ 9,309,241</u>	<u>\$ 10,195,520</u>

To reflect changes in the business and market environment, the Bank and the subsidiary SCB (HK) assessed the Group's operations and made additional provisions for allowance for discounts and loans. In the first half of 2024, the Bank recognized an additional provision of NT\$1,100 million, and SCB (HK) recognized an additional provision of NT\$1,487 million. For further information, please refer to the Material Information section on the Market Observation Post System website of the Taiwan Stock Exchange.

15. SUBSIDIARIES

15.1 Subsidiaries included in the consolidated financial statements

The consolidated financial statements include the Bank and entities controlled by the Bank (i.e. subsidiaries).

Investor	Investee	Nature of Activities	Proportion of Ownership (%)			Remark
			September 30, 2025	December 31, 2024	September 30, 2024	
Domestic subsidiaries						
The Bank	China Travel Service (Taiwan)	Traveling agency	99.99	99.99	99.99	1.
The Bank	SCSB Marketing Ltd.	Human resource services	100.00	100.00	100.00	1.
The Bank	SCSB Asset Management Ltd.	Purchase, evaluation, auction and management of creditor's right of financial institutions	100.00	100.00	100.00	1.
China Travel Service (Taiwan)	CTS Travel International Ltd.	Traveling agency	100.00	100.00	100.00	1.
Foreign subsidiaries						
The Bank	Shancom Reconstruction AG.	Investment holding	100.00	100.00	100.00	
The Bank	Wresqueue Limitada	Investment holding	100.00	100.00	100.00	1.
The Bank	Pafoong Insurance Company Ltd.	Insurance	40.00	40.00	40.00	1.
The Bank	AMK Microfinance Institution Plc.	Microfinance	99.99	99.99	99.99	1.
SCSB Asset Management Ltd.	SCSB Leasing (China) Co., Ltd.	Leasing operation	100.00	100.00	100.00	1.
Wresqueue Limitada	Prosperity Realty Inc.	Real estate service	100.00	100.00	100.00	1.
Shancom Reconstruction Inc.	Empresa Inversiones Generales, S.A.	Investment holding	100.00	100.00	100.00	
Shancom Reconstruction Inc.	Krinein Company	Investment holding	100.00	100.00	100.00	
Shancom Reconstruction Inc.	Safehaven Investment Corporation	Investment holding	100.00	100.00	100.00	
Empresa Inversiones Generales, S.A.	Shanghai Commercial Bank (HK)	Banking	48.00	48.00	48.00	2.
Krinein Company	Shanghai Commercial Bank (HK)	Banking	9.60	9.60	9.60	2.
Shanghai Commercial Bank (HK)	Shanghai Commercial Bank (Nominees) Ltd.	Nominee services	100.00	100.00	100.00	1.
Shanghai Commercial Bank (HK)	Shanghai Commercial Bank Trustee Ltd.	Trustee services	60.00	60.00	60.00	1.
Shanghai Commercial Bank (HK)	Shacom Futures Ltd.	Commodities trading	100.00	100.00	100.00	1.
Shanghai Commercial Bank (HK)	Shacom Investment Ltd.	Investment in exchange fund bills and notes	100.00	100.00	100.00	1.
Shanghai Commercial Bank (HK)	Shacom Property Holdings (BVI) Limited	Property holding	100.00	100.00	100.00	1.
Shanghai Commercial Bank (HK)	Shacom Property (NY) Inc.	Property holding	100.00	100.00	100.00	1.
Shanghai Commercial Bank (HK)	Shacom Property (CA) Inc.	Property holding	100.00	100.00	100.00	1.
Shanghai Commercial Bank (HK)	Shacom Assets Investment Ltd.	Investment in bonds	100.00	100.00	100.00	1.
Shanghai Commercial Bank (HK)	Infinite Financial Solutions Limited	I.T. application services provider	100.00	100.00	100.00	1.
Shanghai Commercial Bank (HK)	Shacom Insurance Brokers Ltd.	Insurance broker	100.00	100.00	100.00	1.
Shanghai Commercial Bank (HK)	Shacom Securities Ltd.	Securities brokerage services	100.00	100.00	100.00	1.
Shanghai Commercial Bank (HK)	Hai Kwang Property Management Co., Ltd.	Property management	100.00	100.00	100.00	1.
Shanghai Commercial Bank (HK)	Pafoong Insurance Company Ltd.	Insurance	60.00	60.00	60.00	1.
Shanghai Commercial Bank (HK)	Right Honour Investments Limited	Property holding	100.00	100.00	100.00	1.
Shanghai Commercial Bank (HK)	KCC 23F Limited	Property holding	100.00	100.00	100.00	1.
Shanghai Commercial Bank (HK)	KCC 25F Limited	Property holding	100.00	100.00	100.00	1.
Shanghai Commercial Bank (HK)	KCC 26F Limited	Property holding	100.00	100.00	100.00	1.
Right Honour Investments Limited	Glory Step Westpoint Investment Limited	Property holding	100.00	100.00	100.00	1.
Right Honour Investments Limited	Silver Wisdom Westpoint Investment Limited	Property holding	100.00	100.00	100.00	1.

Note 1: The entity is an immaterial subsidiary; its financial statements have not been reviewed.

Note 2: This entity is a subsidiary with material non-controlling interests.

15.2 Details of subsidiaries that have material non-controlling interests (“NCI”)

Name of Subsidiary	Principal Place of Business	Proportion of Ownership and Voting Rights Held by Non-controlling Interests		
		September 30, 2025	December 31, 2024	September 30, 2024
Shanghai Commercial Bank (H.K.)	Hong Kong	42.40%	42.40%	42.40%

Name of Subsidiary	Profit Allocated to Non-controlling Interests			
	For the Three Months Ended September 30		For the Six Months Ended September 30	
	2025	2024	2025	2024
Shanghai Commercial Bank (H.K.) (excluding NCI in its subsidiaries)	\$ 703,592	\$ 604,141	\$ 1,956,914	\$ 832,140

Name of Subsidiary	Accumulated Non-controlling		
	September 30, 2025	December 31, 2024	September 30, 2024
Shanghai Commercial Bank (H.K.) (excluding NCI in its subsidiaries)	\$ 66,750,430	\$ 68,956,237	\$ 66,204,533

The summarized financial information of the following subsidiaries is compiled based on the amounts before the eliminations of inter-company transactions:

Shanghai Commercial Bank (SCB) (H.K.) and its subsidiaries

	September 30, 2025	December 31, 2024	September 30, 2024
Assets	\$ 897,675,330	\$ 961,468,370	\$ 938,356,172
Liabilities	(740,647,032)	(799,492,735)	(782,583,159)
NCI of SCB’s subsidiaries	(488,109)	(493,519)	(465,429)
Equity	\$ 156,540,189	\$ 161,482,116	\$ 155,307,584
	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Equity attributable to:			
Owners of SCSB	\$ 90,167,149	\$ 93,013,699	\$ 89,457,168
NCI of SCSB	66,373,040	68,468,417	65,850,416
	<u>\$ 156,540,189</u>	<u>\$ 161,482,116</u>	<u>\$ 155,307,584</u>

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Revenue	\$ 5,458,372	\$ 5,466,304	\$ 18,835,818	\$ 17,227,440
Net profit for the period	\$ 1,681,362	\$ 1,428,769	\$ 4,568,152	\$ 2,034,432
Other comprehensive income for the period	(3,335,507)	3,543,069	2,459,876	6,609,555
Total comprehensive income for the period	(\$ 1,654,145)	\$ 4,971,838	\$ 7,028,028	\$ 8,643,987
Profit attributable to:				
Owners of SCSB	\$ 962,684	\$ 812,824	\$ 2,611,263	\$ 1,155,258
NCI of SCSB	708,641	598,329	1,922,179	850,398
NCI of SCB's subsidiaries	10,037	17,616	34,710	28,776
	\$ 1,681,362	\$ 1,428,769	\$ 4,568,152	\$ 2,034,432
Total comprehensive income attributable to:				
Owners of SCSB	(\$ 957,710)	\$ 2,853,591	\$ 4,028,652	\$ 4,962,320
NCI of SCSB	(704,980)	2,100,561	2,965,536	3,652,819
NCI of SCB's subsidiaries	8,545	17,686	33,840	28,848
	(\$ 1,654,145)	\$ 4,971,838	\$ 7,028,028	\$ 8,643,987
			For the Nine Months Ended September 30	
			2025	2024
Net cash inflow (outflow) from:				
Operating activities			(\$ 81,155,945)	\$ 15,222,123
Investing activities			24,487,500	45,748,982
Financing activities			(801,210)	(11,194,332)
Net cash inflow			(\$ 57,469,655)	\$ 49,776,773

16. INVESTMENTS UNDER THE EQUITY METHOD

	September 30, 2025	December 31, 2024	September 30, 2024
Investments in associates	\$ 1,655,271	\$ 1,559,287	\$ 2,576,255

The Group decreased the carrying value of Kuo Hai to zero and recognized losses on this investment because of the investee's continuous operating losses over the years.

On December 24, 2024, Shanghai Commercial Bank (HK) had passed by board of directors in accordance with the policies of all shareholders. The meeting approved the sale of Hong Kong Life Insurance Co., Ltd., and reclassified the original account using the equity method as an asset held for sale, with an amount of HK\$246,010 thousand. The transaction was completed on October 9, 2025. For related information, please refer to the Market Observation Post System website of the Taiwan Stock Exchange. for important news and announcements dated October 9, 2025.

Information on comprehensive income of immaterial associates was summarized as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Profit from continuing operations	\$ 96,147	\$ 89,145	\$ 248,263	\$ 241,770
Other comprehensive income for the period	271	134,921	5,663	230,472
Total comprehensive income for the period	\$ 96,418	\$ 224,066	\$ 253,926	\$ 472,242

17. OTHER FINANCIAL ASSETS, NET

	September 30, 2025	December 31, 2024	September 30, 2024
Non-performing receivables	\$ 4,408	\$ 5,175	\$ 7,048
Bills of exchange	18,020	1,872	16,578
	22,428	7,047	23,626
Allowance for non-performing credit card receivables	(4,587)	(5,175)	(7,166)
	\$ 17,841	\$ 1,872	\$ 16,460

The amount of non-performing receivables is made up of unsettled transactional for forward exchange

contracts and credit card receivables.

The balances of credit card receivables which were reported as non-performing amounted to \$4,408 thousand, \$5,175 thousand and \$7,048 thousand as of September 30, 2025, December 31, 2024 and September 30, 2024, respectively. The unrecognized interest revenue on the receivables amounted to \$61 thousand and \$122 thousand for the nine months ended September 30, 2025 and 2024, respectively.

18. PROPERTIES, NET

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Land	\$ 14,394,771	\$ 14,422,851	\$ 14,269,642
Buildings and improvements	7,743,819	4,074,589	4,027,699
Mechanical equipment	616,005	778,585	771,744
Miscellaneous equipment	588,535	632,404	646,253
Transportation equipment	36,432	44,688	45,326
Construction in progress and prepayments	263,652	4,237,723	4,012,259
	<u>\$ 23,643,214</u>	<u>\$ 24,190,840</u>	<u>\$ 23,772,923</u>

The construction in progress and prepayments increased by \$3,854 thousand and \$650,817 thousand respectively for the nine months ended September 30, 2025 and 2024.

The Group did not have any impairment losses on the properties as of September 30, 2025, December 31, 2024 and September 30, 2024.

The land held by the subsidiary SCB (HK) is a leasehold interest.

Depreciation expense of properties held by SCSB is computed using the straight-line method over their useful lives as follows:

Buildings and improvements	
Branches offices	43-55 years
Air conditioning and mechanical rooms	9 years
Mechanical equipment	3-8 years
Transportation equipment	5-10 years
Miscellaneous equipment	5-20 years

Depreciation expense of the land held by SCB (HK) is computed using the straight-line method; depreciation expense of the buildings is computed over the lease term or the straight-line method of less than 40 durable years. Other equipment is computed using the straight-line method within the durability of 4 to 10 years.

19. LEASE ARRANGEMENTS

19.1 Right-of-use assets

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Carrying amount of right-of-use			
Buildings, improvements and land	\$ 1,547,740	\$ 1,695,889	\$ 1,700,919
Office equipment	36,620	60,215	64,888
Mechanical equipment	34,199	53,229	55,848
Transportation equipment	38,303	44,904	46,858
	<u>\$ 1,656,862</u>	<u>\$ 1,854,237</u>	<u>\$ 1,868,513</u>

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Increase in right-of-use assets	\$ 132,681	\$ 35,165	\$ 487,746	\$ 649,578
Depreciation expenses of right-of-use assets				
Buildings, improvements and land	\$ 160,865	\$ 192,333	\$ 534,936	\$ 549,186
Office equipment	6,217	7,624	20,074	19,755
Mechanical equipment	764	5,331	11,018	16,205
Transportation equipment	4,106	5,101	12,524	14,135
	\$ 171,952	\$ 210,389	\$ 578,552	\$ 599,281

19.2 Lease liabilities

	September 30, 2025	December 31, 2024	September 30, 2024
Carrying amount of lease liabilities	\$ 1,682,084	\$ 1,878,459	\$ 1,895,499

The discount rate intervals for lease liabilities are as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Buildings, improvements and land	0.60%~8.57%	0.60%~8.57%	0.60%~8.57%
Office equipment	1.15% ~ 5.43%	1.15% ~ 5.43%	1.15%~5.43%
Mechanical equipment	0.60%~8.57%	0.60%~8.57%	0.60%~8.57%
Transportation equipment	0.60%~2.00%	0.60%~2.89%	0.60%~2.89%

19.3 Other lease information

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Short-term lease expenses	\$ 26,363	\$ 31,819	\$ 86,642	\$ 92,460
Leases of low value assets	\$ 16,675	\$ 20,618	\$ 54,778	\$ 57,526
Variable lease payments which are not included in lease liabilities measurements	\$ 3,635	\$ 6,137	\$ 9,081	\$ 8,424
Total cash outflow for leases	\$ 215,073	\$ 256,089	\$ 858,845	\$ 789,359

The Group chooses to apply recognition exemption to the rentals of buildings, office equipment, and transportation equipment that qualify as short-term lease and computer equipment which qualify as low value assets, and did not recognize related right-of-use assets and lease liabilities.

20. INVESTMENT PROPERTIES, NET

	September 30, 2025	December 31, 2024	September 30, 2024
Land	\$ 4,230,629	\$ 6,857,541	\$ 6,523,659
Buildings and improvements	1,015,605	1,121,001	1,089,221
	\$ 5,246,234	\$ 7,978,542	\$ 7,612,880

The land held by the subsidiary SCB (HK) is a leasehold interest.

Depreciation expense of investment properties is computed using the straight-line method over useful life as follows:

Land	Period of the lease term
Buildings and improvements	Period of the lease term or 40 years, whichever is shorter

The fair value of investment properties were measured mainly by an independent appraiser, on the balance sheet date. The valuation applies Level 3 input valuation models such as the “direct comparison approach” and the “income capitalization approach”. Applied unobservable inputs include sales proofs from market, potential market rentals, and related costs such as building costs, consulting costs, and financing costs. The fair value is stated below:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Fair value	\$ 15,025,091	\$ 15,712,212	\$ 16,610,488

The rental income from investment properties is stated below:

	<u>For the Three Months Ended September 30</u>		<u>For the Nine Months Ended September 30</u>	
	2025	2024	2025	2024
Rental income from investment properties	\$ 56,023	\$ 57,918	\$ 179,462	\$ 150,033

21. INTANGIBLE ASSETS, NET

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Bank license	\$ 1,386,463	\$ 1,506,609	\$ 1,459,381
Computer software	662,845	687,885	652,397
Goodwill	-	-	95,439
	<u>\$ 2,049,308</u>	<u>\$ 2,194,494</u>	<u>\$ 2,207,217</u>

Amortization expense of intangible assets is computed using the straight-line method over their useful life as follows:

Bank license	84 years
Computer software	3-5 years

Goodwill was mainly from the control premium generated by the acquisition of Cambodian AMK on August 28, 2018. It also included the expected synergies, revenue growth, and future market development.

On December 31, 2024, the Group underwent the impairment assessment of the recoverable amount of goodwill, and the calculation of the recoverable amount was based on the value in use. The calculation of the value in use was based on the cash flow of AMK’s future financial projections and was calculated using the annual discount rate (15.2%) to reflect the specific risks of AMK. The assessment results showed the recoverable amount is less than its carrying amount. The goodwill was fully impaired in 2024.

22. OTHER ASSETS, NET

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Prepaid expenses	\$ 7,954,967	\$ 6,621,985	\$ 8,274,970
Temporary payments and suspension	1,831,788	1,593,986	1,480,427
Refundable deposits	1,801,845	1,715,000	2,300,467
Prepaid pension cost	465,576	465,576	-
Deferred charges	47,318	47,719	52,414
Others	675,884	774,677	986,796
	<u>\$ 12,777,378</u>	<u>\$ 11,218,943</u>	<u>\$ 13,095,074</u>

For the information on other pledged assets, refer to Note 37.

23. DEPOSITS FROM THE CENTRAL BANK AND OTHER BANKS

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Call loans from banks	\$ 22,515,660	\$ 36,139,848	\$ 23,608,208
Due to banks	7,495,999	6,112,495	8,334,542
Bank overdrafts	5,456,335	1,122,884	692,292
Deposit from Chunghwa Post Co.,	1,221,799	1,221,799	1,221,799
	<u>\$ 36,689,793</u>	<u>\$ 44,597,026</u>	<u>\$ 33,856,841</u>

24. SECURITIES SOLD UNDER REPURCHASE AGREEMENTS

Securities sold under repurchase agreements as of September 30, 2025, December 31, 2024 and September 30, 2024 were \$6,861,913 thousand, \$4,783,153 thousand and \$6,030,564 thousand, respectively. The aforementioned securities will be repurchased by February 6, 2026, June 27, 2025 and February 24, 2025 at \$6,903,549 thousand, \$4,7876,489 thousand and \$6,035,415 thousand, respectively.

25. PAYABLES

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Dividends payable	\$ 18,292,542	\$ 17,449,275	\$ 17,449,276
Accounts payable	10,374,293	5,690,041	10,302,568
Accrued interest	7,567,330	8,448,204	9,660,443
Acceptances	2,559,465	1,873,141	1,890,732
Accrued expenses	2,298,425	2,035,922	2,003,514
Others	787,846	935,586	756,965
	<u>\$ 41,879,901</u>	<u>\$ 36,432,169</u>	<u>\$ 42,063,498</u>

26. DEPOSITS AND REMITTANCES

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Time deposits	\$ 872,141,839	\$ 982,421,741	\$ 972,601,732
Savings deposits	647,771,492	636,394,734	619,553,937
Demand deposits	349,296,281	345,720,649	339,682,154
Negotiable certificates of deposit	80,531,100	70,525,400	72,914,900
Checking deposits	9,470,309	10,896,530	9,222,729
Remittances	207,917	260,986	230,867
	<u>\$ 1,959,418,938</u>	<u>\$ 2,046,220,040</u>	<u>\$ 2,014,206,319</u>

27. BANK DEBENTURES

27.1 The Bank

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
The subordinated bank debenture - 7-10 years maturity; first issued in 2017; maturity date is from June 2024 to 2027	4,800,000	4,800,000	4,800,000
The subordinated bank debenture - 7-10 years maturity; second issued in 2017; maturity date is from December 2024 to 2027	3,800,000	3,800,000	5,000,000
The subordinated bank debenture - 7-10 years maturity; first issued in 2018; maturity date is from June 2025 to 2028	2,000,000	5,000,000	5,000,000
The subordinated bank debenture; third issued in 2018; no maturity date	7,000,000	7,000,000	7,000,000
The bank debenture - 7-10 years maturity; first issued in 2020; maturity date is from March 2027 to 2030	10,000,000	10,000,000	10,000,000
The subordinated bank debenture - 7-10 years maturity; first issued in 2021; maturity date is from October 2028 to 2031	5,000,000	5,000,000	5,000,000
The bank debenture - 3-5 years maturity; first issued in 2022; maturity date is from July 2025 to 2027	1,200,000	2,000,000	2,000,000
The bank debenture-2-3 years maturity; second issued in 2022; maturity date is September 2025	-	1,000,000	1,000,000
The subordinated bank debenture; third issued in 2022; no maturity date	1,070,000	1,070,000	1,070,000
The bank debenture - 3 years maturity; third issued in 2023; maturity date is in December 2026	2,000,000	2,000,000	2,000,000
The subordinated bank debenture - 10 years maturity; second issued in 2024; maturity date is in March 2034	2,500,000	2,500,000	2,500,000
The bank debenture – 5-7 years maturity; third issued in 2024; maturity date is from December 2029 to 2031	4,050,000	4,050,000	-
The bank debenture – 5 years maturity; first issued in 2025; maturity date is in April 2030	2,100,000	-	-
The bank debenture – 3-5years maturity; second issued in 2025; maturity date is from September 2028 to 2030	8,450,000	-	-
	<u>\$ 53,970,000</u>	<u>\$ 48,220,000</u>	<u>\$ 45,370,000</u>

The first issuance of the 2017 bank debenture was classified into two types, Types A and B, in accordance with the issued terms. Their terms and methods of interest accrual were as follows: Type A, seven-year of subordinated bank debenture at a fixed annual interest rate of 1.50%; Type B, ten-year of subordinated bank debenture at a fixed annual interest rate of 1.85%. The interests were paid annually with the repayment of principals at maturity.

The second issuance of the 2017 bank debenture was classified into two types in accordance with the issued terms and the methods of interest accrual: Types A and B. Their terms and methods of interest accrual were as follows: Type A, seven-year of subordinated bank debenture at a fixed annual interest rate of 1.30%; Type B, ten-year of subordinated bank debenture at a fixed annual interest rate of 1.55%. Their interests were paid annually with repayment of principals at maturity.

The first issuance of the 2018 bank debenture was classified into two types in accordance with the issued terms and the methods of interest accrual: Types A and B. Their terms were as follows: Type A, seven-year of subordinated bank debenture at a fixed annual interest rate of 1.25%; Type B, ten-year of subordinated bank debenture at a fixed annual interest rate of 1.45%. Their interests were paid annually with repayment of principals at maturity.

The third issuance of the 2018 subordinated bank debenture with no maturity date was at a fixed annual interest rate of 2.15% with the interest paid annually.

The first issuance of the 2020 bank debenture was classified into two types in accordance with the issued terms and the methods of interest accrual: Types A and B. Their terms were as follows: Type A, seven-year of bank debenture at a fixed annual interest rate of 0.62%; Type B, ten-year of bank debenture at a fixed annual interest rate of 0.64%. Their interests were paid annually with repayment of principals at maturity.

The first issuance of the 2021 bank debenture was classified into two types in accordance with the issued terms and the methods of interest accrual: Types A and B. Their terms were as follows: Type A, seven-year of subordinated bank debenture at a fixed annual interest rate of 0.60%; Type B, ten-year of subordinated bank debenture at a fixed annual interest rate of 0.72%. Their interests were paid annually with repayment of principals at maturity.

The first issuance of the 2022 bank debenture was classified into two types in accordance with the issued terms and the methods of interest accrual: Types A and B. Their terms were as follows: Type A, three-year of bank debenture at a fixed annual interest rate of 1.60%; Type B, five-year of bank debenture at a fixed annual interest rate of 1.70%. Their interests were paid annually with repayment of principals at maturity.

The second issuance of the 2022 bank debenture was at a fixed annual interest rate of 1.40% with the interest paid annually and the repayment of principal at maturity.

The third issuance of the 2022 subordinated bank debenture with no maturity date was at a fixed annual interest rate of 3.25% with the interest paid annually.

The third issuance of the 2023 bank debenture was at a fixed annual interest rate of 1.60% with the interest paid annually and the repayment of principal at maturity.

The second issuance of the 2024 subordinated bank debenture was at a fixed annual interest rate of 1.95% with the interest paid annually and the repayment of principal at maturity.

The third issuance of the 2024 bank debenture was classified into two types in accordance with the issued terms and the methods of interest accrual: Types A and B. Their terms were as follows: Type A, five-year of bank debenture at a fixed annual interest rate of 1.90%; Type B, seven-year of bank debenture at a fixed annual interest rate of 1.95%. Their interests were paid annually with repayment of principals at maturity.

The first issuance of the 2025 five-year bank debenture was at a fixed annual interest rate of 1.88% with the interest paid annually and the repayment of principal at maturity.

The second issuance of the 2025 bank debenture was classified into two types in accordance with the issued terms and the methods of interest accrual: Types A and B. Their terms were as follows: Type A, three -year of bank debenture at a fixed annual interest rate of 1.64%; Type B, five -year of bank debenture at a fixed annual interest rate of 1.68%. Their interests were paid annually with repayment of principals at maturity.

27.2 SCB (HK)

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
The subordinate bank debenture with a 10 years maturity and maturity date on February 2033	\$ 10,576,295	\$ 11,371,987	\$ 10,976,986

The third issuance of the 2023 subordinated bank debenture was at a fixed interest rate of 6.375% with interest to be paid semi-annually and the repayment of principal at maturity.

28. OTHER FINANCIAL LIABILITIES

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Principals of structured instruments	\$ 9,390,873	\$ 7,360,739	\$ 6,384,376
Appropriated loan funds	1,905,051	1,265,357	1,173,154
Commercial paper payable	239,294	69,943	30,975
Bank borrowings	327,096	100,000	-
Other financial liabilities	1,576,691	1,185,071	1,072,758
	<u>\$ 13,439,005</u>	<u>\$ 9,981,110</u>	<u>\$ 8,661,263</u>

29. PROVISIONS

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Provision for employee benefits	\$ 1,939,911	\$ 1,897,142	\$ 1,868,805
Provision for guarantees liabilities	945,047	934,386	853,580
Provision for financing commitment	129,830	129,903	269,525
Provision for settlement	3,565	3,565	3,565
Provision for other operations	312,047	277,928	352,144
	<u>\$ 3,330,400</u>	<u>\$ 3,242,924</u>	<u>\$ 3,347,619</u>

For the Nine Months Ended September 30, 2025

	12-Month ECLs	Lifetime ECLs (Collectively)	Lifetime ECLs (Individually)	Lifetime ECLs (Non-Purchased or Originated Credit Impairment on Financial Assets)	Impairment Under the Guidelines of IFRS 9	The Difference of Impairment under the Regulatory Decree	Total
Provisions for commitment and guarantee liability							
Beginning on January 1, 2025	\$ 145,999	\$ 84,589	\$ 2,733	\$ 123,769	\$ 357,090	\$ 707,199	\$ 1,064,289
Changes due to financial assets recognized at the beginning of the period:							
Transfer to lifetime ECLs	(250)	2	248	-	-	-	-
Transfer to credit impaired financial assets	(1)	-	-	1	-	-	-
Transfer to 12-month ECLs	72,788	(72,035)	(753)	-	-	-	-
Financial assets derecognized in the current period	(45,347)	(417)	(1,672)	(118,662)	(166,098)	-	(166,098)
Provisions (reversal)	(61,941)	325	1,046	1,063	(59,507)	-	(59,507)
Purchased or originated financial assets	161,103	487	1,916	-	163,506	-	163,506
The difference of impairment under the regulation or decree	-	-	-	-	-	95,416	95,416
Exchange rate and other changes	(17,979)	-	(229)	(4,521)	(22,729)	-	(22,729)
Balance on September 30, 2025	\$ 254,372	\$ 12,951	\$ 3,289	\$ 1,650	\$ 272,262	\$ 802,615	\$ 1,074,877

For the Nine Months Ended September 30, 2024

	12-Month ECLs	Lifetime ECLs (Collectively)	Lifetime ECLs (Individually)	Lifetime ECLs (Non-Purchased or Originated Credit Impairment on Financial Assets)	Impairment Under the Guidelines of IFRS 9	The Difference of Impairment under the Regulatory Decree	Total
Provisions for commitment and guarantee liability							
Beginning on January 1, 2024	\$ 223,868	\$ 170,820	\$ 5,419	\$ 791	\$ 400,898	\$ 903,124	\$ 1,304,022
Changes due to financial assets recognized at the beginning of the period:							
Transfer to lifetime ECLs	(349)	225	124	-	-	-	-
Transfer to credit impaired financial assets	(68)	-	(44)	112	-	-	-
Transfer to 12-month ECLs	2,730	-	(2,730)	-	-	-	-
Financial assets derecognized in the current period	(140,161)	(170,622)	(2,086)	-	(312,869)	-	(312,869)
Provisions (reversal)	(8,649)	19,717	236	20,252	31,556	-	31,556
Purchased or originated financial assets	126,303	12,390	14,839	604	154,136	-	154,136
The difference of impairment under the regulation or decree	-	-	-	-	-	(62,968)	(62,968)
Exchange rate and other changes	8,420	49	379	380	9,228	-	9,228
Balance on September 30, 2024	\$ 212,094	\$ 32,579	\$ 16,137	\$ 22,139	\$ 282,949	\$ 840,156	\$ 1,123,105

30. OTHER LIABILITIES

	September 30, 2025	December 31, 2024	September 30, 2024
Guarantee deposits received	\$ 2,264,318	\$ 2,472,820	\$ 1,561,132
Deferred revenue	442,102	2,471,183	1,933,475
Revenue received in advance	155,675	161,020	197,450
Temporary credit	122,515	58,597	106,945
Others	653,302	531,892	393,417
	<u>\$ 3,637,912</u>	<u>\$ 5,695,512</u>	<u>\$ 4,192,419</u>

31. PENSION PLAN

The expenses related to the post-retirement benefit plan for the nine months ended September 30, 2025 and 2024 were recognized as employee benefit expenses in each period at the cost rate determined by the actuarial calculations as of December 31, 2024 and 2021. The breakdown of employee benefit expenses for the three months and nine months ended September 30, 2025 and 2024 was as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Defined benefit liabilities	\$ 69,737	\$ 69,906	\$ 211,899	\$ 208,886
Retired employees' preferential deposit liability	7,500	7,500	22,500	22,500
	<u>\$ 77,237</u>	<u>\$ 77,406</u>	<u>\$ 234,399</u>	<u>\$ 231,386</u>

The Group expects to contribute \$291,928 thousand for defined benefit plan in 2025.

32. EQUITY

32.1 Share capital

	September 30, 2025	December 31, 2024	September 30, 2024
Authorized shares (in thousands)	<u>6,000,000</u>	<u>6,000,000</u>	<u>6,000,000</u>
Authorized capital	<u>\$ 60,000,000</u>	<u>\$ 60,000,000</u>	<u>\$ 60,000,000</u>
Issued and fully paid shares (in thousands)	<u>4,861,603</u>	<u>4,861,603</u>	<u>4,861,603</u>
Issued capital	<u>\$ 48,616,031</u>	<u>\$ 48,616,031</u>	<u>\$ 48,616,031</u>

The issued ordinary share has par value of \$10. Each shareholder is entitled with the right to vote and receive dividends.

32.2 Capital surplus

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Share premium	\$ 24,049,635	\$ 24,049,635	\$ 24,049,635
Treasury shares transaction	2,084,440	2,074,960	2,074,960
Unclaimed dividends	1,646,298	1,494,596	1,494,596
Recognition of changes in equity of subsidiaries	85,518	85,518	85,518
Proportionate share in investee's surplus from donated assets under the equity method	<u>1,218</u>	<u>1,218</u>	<u>1,218</u>
	<u>\$ 27,867,109</u>	<u>\$ 27,705,927</u>	<u>\$ 27,705,927</u>

The capital surplus from shares issued in excess of par (including additional paid-in capital from the issuance of ordinary shares, conversion of bonds and treasury share transactions) and donations may be capitalized from capital surplus into share capital, which is limited to a certain percentage of the Bank's paid-in capital.

The capital surplus from investments accounted for using the equity method, dividends not yet collected by shareholders has limited use and can only be used to offset losses.

Since the shares held by subsidiaries were classified as treasury shares, cash dividend distributed to subsidiaries was then recorded as capital surplus - treasury shares according to the shareholding ratio.

When the equity of the company is not actually obtained or processed, the impact of the equity transaction recognized due to changes in the company's equity or the company's recognition of the adjustment to the capital reserve of the subsidiary identified using the equity method.

32.3 Retained earnings and dividend policy

According to the earnings distribution policy of the Bank, where the Bank made a surplus profit in its annual accounts, the profit shall be first utilized for paying taxes and then offsetting losses of previous years. As required by the law, 30% of profit shall be allocated as the legal reserve. However, when the amount of statutory surplus reserve has reached the amount of total paid-in capital of the Bank, the required allocation of 30% of profit to the legal reserve is waived and any amount exempted from allocation to capital reserve may be appropriated to or reversed from the special surplus reserve for distribution of special dividends. After the abovementioned appropriations, the balance and accumulated unappropriated earnings of the previous year, including the special reserve shall be available for earnings for distribution. The board of directors drafts a plan for surplus distribution and submits it to the shareholders' meeting for approval. The distribution of dividends or bonuses is subject to the attendance of more than two-thirds of the members of the board of directors and the resolution of more than half of the directors present. All or part of the dividends or bonuses shall be distributed in cash and reported to the shareholders in their meeting.

If the Bank has no deficit and the legal reserve has exceeded 25% of the Bank's paid-in capital, the excess may be corrected into capital (share capital) or distributed in cash. However, under the Banking Act, if legal reserve is less than its paid-in capital, the Bank is allowed to distribute cash earnings only up to 15% of its capital. For the estimation on the distribution of employees' compensation and remuneration of directors, refer to employee benefits expense in Note 33(7).

The Bank has made special reserves for the adoption of IFRS in accordance with Rule No. 1010012865 issued by the FSC on April 6, 2012 and the directive titled "Questions and Answers for Special Reserves Appropriated Following Adoption of IFRSs".

The Bank held the shareholders' meeting on June 13, 2025 and June 21, 2024 for the appropriations of earnings and dividends per share for 2024 and 2023 were as follows:

	Appropriation of Earnings		Dividends Per Share (In NT Dollar)	
	2024	2023	2024	2023
	Special reserve (reserve) set aside	\$ -	(\$ 5,583,505)	
Legal reserve	4,204,262	-		
Cash dividends - ordinary shares	8,750,886	8,750,886	\$ 1.80	\$ 1.80

32.4 Special reserve

The Bank made a special reserve due to the transfer of \$1,256,859 thousand of its cumulative translation adjustment reported in equity to retained earnings upon first-time IFRS adoption. There was no change in the balance of the special reserve for the nine months ended September 30, 2025.

According to Rule No. 10510001510 issued by the FSC on May 25, 2016, public bank shall appropriate to a special reserve 0.5% to 1.0% of net profit. Public banks may reverse the same amount of transfers or resettle the expenses starting from 2017. However, in accordance with Rule No. 10802714560 issued by the FSC, starting from 2019, the special reserve method will no longer be used to respond to the development of financial technology and protect the rights and interests of domestic bank employees, and to transfer expenses for employees to pay or resettlement expenses, and employee education and training expenses in response to the needs of financial technology or banking business development shall be returned within the scope of the special surplus reserve balance mentioned above. The Bank made a special reserve in the amount of \$189,228 thousand according to the rule on September 30, 2025.

In accordance with the Securities and Exchange Acts 41-1 and Rule No.1090150022 issued by the FSC on March 31, 2021, upon the first-time adoption for IFRSs for public companies, special reserve shall be made with the following:

- (1) With respect to the negative other equity interest for the period in which it arises, an equivalent amount of special reserve shall be set aside from the profit after tax for the period, plus other eligible items that are included in the undistributed earnings of the period. If there remains any insufficiency, it shall be set aside from the undistributed earnings of the previous period. Since the undistributed earnings of the previous period have been withdrawn, the Bank had included a special reserve of \$5,583,505 thousand.
- (2) With respect to the negative other equity interest accumulated from prior periods, an equivalent amount of special reserve shall be set aside from the undistributed earnings as at the prior period end. Where the undistributed earnings from the prior period are insufficient, the deficit can be made from the undistributed earnings of the current period which are contributed by the profit after tax of the current period plus any other eligible items. If subsequently there is any reversal of the negative other equity interest, the amount of the reversal may be reversed from special reserve and booked for earnings distribution. Until December 31, 2024 the Bank had reversed the special reverse of \$5,583,505 thousand according to the resolution of the shareholders' regular meeting on June 21, 2024.

32.5 Other equity

Other equity in consolidated company includes exchange differences arising from the translation of financial statements of foreign operations, unrealized gain or loss on financial assets measured at fair value through other comprehensive income, and the impact of credit risk on financial liabilities designated at fair value. Relevant changes and impacts are detailed in the consolidated statement of changes in equity.

32.6 Treasury shares

On September 30, 2025, December 31, 2024 and September 30, 2024, Shancom Reconstruction AG and China Travel Service (Taiwan) held 11,370 thousand shares and 27 thousand shares of the Bank, respectively.

Under the Company Act, the Bank is not allowed to buy back more than 5% of its issued shares. In

addition, the total cost of treasury shares may not exceed the sum of the retained earnings and realized capital surplus. The Bank is not allowed to exercise shareholders' rights on these shares before they are resold. The shares held by its subsidiaries are treated as treasury shares, except for participating in the Bank's cash addition and voting rights, the rest is the same as the general shareholder's rights.

32.7. Non-controlling interests

	For the Nine Months Ended September 30	
	2025	2024
Beginning balance	\$ 68,956,347	\$ 60,279,352
Attributed to non-controlling interests		
Net income	1,956,930	832,147
Translation adjustments for foreign operations	(5,091,682)	2,286,352
Unrealized gain on financial assets measured at FVTOCI	1,083,355	2,932,479
Realized gain on financial assets measured at FVTOCI	19,612	(7,254)
Gain (loss) on investments in debt instruments measured at	1,130	6,969
Share of other comprehensive profit and loss under the equity	2,384	97,719
Income tax effect	(175,146)	(221,143)
Cash dividends distribution	(2,384)	(1,982)
Ending balance	\$ 66,750,546	\$ 66,204,639

33. DETAILS OF COMPREHENSIVE INCOME STATEMENT ITEMS

33.1 Interest revenue, net

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Interest income				
Discounts and loans	\$ 9,348,869	\$ 13,834,607	\$ 32,036,748	\$ 39,170,418
Securities investments	4,740,220	4,657,966	14,050,080	12,399,300
Due from banks	2,469,070	4,667,218	9,839,858	12,498,284
Credit card interests	33,652	32,584	98,324	92,199
Others	111,591	109,146	289,463	244,994
	<u>16,703,402</u>	<u>23,301,521</u>	<u>56,314,473</u>	<u>64,405,195</u>
Interest expense				
Deposits	7,853,011	11,889,699	26,927,452	32,558,569
Bank debentures	395,783	588,563	1,295,314	1,753,043
Due to banks	223,121	364,889	963,255	908,950
Structured instruments	85,104	77,404	295,825	218,453
Others	7,604	104,238	207,730	222,003
	<u>8,564,623</u>	<u>13,024,793</u>	<u>29,689,576</u>	<u>35,661,018</u>
Interest income, net	\$ <u>8,138,779</u>	\$ <u>10,276,728</u>	\$ <u>26,624,897</u>	\$ <u>28,744,177</u>

33.2 Service fee income, net

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Service fee income				
Trust and custody services	\$ 668,613	\$ 553,302	\$ 1,855,807	\$ 1,488,502
Insurance commission fees	656,946	466,026	1,795,093	1,355,041
Loan service fees	211,251	239,520	817,217	844,223
Nominee and brokerage service charge	267,466	187,133	805,887	499,804
Credit card related fees	178,369	195,050	490,387	519,520
Guarantees related fees	143,676	151,234	453,932	491,318
Exchange related fees	90,016	105,804	273,421	282,450
Inward/outward business	46,129	63,173	148,423	174,970
Others (Note)	165,567	218,088	600,247	609,081
	<u>2,428,033</u>	<u>2,179,330</u>	<u>7,240,414</u>	<u>6,264,909</u>
Service charge				
Credit card service charge	\$ 104,308	\$ 108,558	\$ 283,971	\$ 295,425
Nominee and brokerage service charge	29,168	28,366	86,598	84,851
Finance service charge	19,434	17,754	45,972	52,987
Custody service charge	7,662	7,673	24,587	22,224
Inter-bank service charge	3,490	4,632	11,420	11,845
Others	76,351	164,334	369,054	438,421
	<u>240,413</u>	<u>331,317</u>	<u>821,602</u>	<u>905,753</u>
Service fee income, net	<u>\$ 2,187,620</u>	<u>\$ 1,848,013</u>	<u>\$ 6,418,812</u>	<u>\$ 5,359,156</u>

Note: Individual items did not exceed five percent of the total amount for the same item.

33.3 Gain (loss) on financial assets and liabilities at FVTPL

	For the Three Months Ended September 30, 2025		
	Realized Gain (Loss)	Unrealized Gain (Loss)	Total
Financial assets mandatorily classified as at FVTPL	\$ 466,400	(\$ 342,724)	\$ 123,676
Held-for-trading financial liabilities	(593,184)	445,085	(148,099)
Financial liabilities designated at FVTPL	-	(39,652)	(39,652)
	<u>(\$ 126,784)</u>	<u>\$ 62,709</u>	<u>(\$ 64,075)</u>
	For the Three Months Ended September 30, 2024		
	Realized Gain (Loss)	Unrealized Gain (Loss)	Total
Financial assets mandatorily classified as at FVTPL	\$ 5,815,660	(\$ 413,927)	\$ 5,401,733
Held-for-trading financial liabilities	(6,043,504)	2,687,742	(3,355,762)
Financial liabilities designated at FVTPL	-	(133,855)	(133,855)
	<u>(\$ 227,844)</u>	<u>\$ 2,139,960</u>	<u>\$ 1,912,116</u>
	For the Nine Months Months Ended September 30, 2025		
	Realized Gain (Loss)	Unrealized Gain (Loss)	Total
Financial assets mandatorily classified as at FVTPL	\$ 5,584,719	(\$ 1,527,062)	\$ 4,057,657
Held-for-trading financial liabilities	(5,488,728)	2,193,267	(3,295,461)
Financial liabilities designated at FVTPL	-	(96,052)	(96,052)
	<u>\$ 95,991</u>	<u>\$ 570,153</u>	<u>\$ 666,144</u>

	For the Nine Months Ended September 30, 2024		
	Realized	Unrealized	Total
	Gain (Loss)	Gain (Loss)	
Financial assets mandatorily classified as at FVTPL	\$ 12,675,288	(\$ 8,831)	\$ 12,666,457
Held-for-trading financial liabilities	(14,575,684)	477,086	(14,098,598)
Financial liabilities designated at FVTPL	-	44,923	44,923
	<u>(\$ 1,900,396)</u>	<u>\$ 513,178</u>	<u>(\$ 1,387,218)</u>

33.4 Realized gain or loss on financial assets at FVTOCI

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Dividend income	\$ 1,225,488	\$ 1,340,984	\$ 3,034,564	\$ 3,174,422
Disposal of debt instruments	28,870	79,365	145,253	352,898
	<u>\$ 1,254,358</u>	<u>\$ 1,420,349</u>	<u>\$ 3,179,817</u>	<u>\$ 3,527,320</u>

33.5 Other non-interest income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Rent revenue	\$ 71,860	\$ 158,806	\$ 230,709	\$ 399,000
(Loss) gain on disposal and write-off of property and equipment	(4,212)	125,671	(5,345)	125,295
Provision for settlement and compensation	-	(89,771)	-	(140,771)
Others	77,162	40,873	189,318	171,964
	<u>\$ 144,810</u>	<u>\$ 235,579</u>	<u>\$ 414,682</u>	<u>\$ 555,488</u>

33.6 Employment benefits expense

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Short-term employment benefits	\$ 2,417,944	\$ 2,852,455	\$ 8,089,264	\$ 7,846,143
Retirement benefits				
Defined contribution plan	135,000	149,074	423,287	402,419
Defined benefit plan	69,737	69,906	211,899	208,886
Other benefit plan	77,462	144,790	289,049	439,778
	<u>\$ 2,700,143</u>	<u>\$ 3,216,225</u>	<u>\$ 9,013,499</u>	<u>\$ 8,897,226</u>

33.7 Compensation of employees and remuneration of directors

The employees' compensation and remuneration of directors were at the rates of no less than 0.1% and no higher than 0.6%, respectively, of net profit before income tax, employees' compensation and directors' remuneration. Furthermore, on June 13, 2025, the shareholders' meeting passed an amendment to the Articles of Association stipulating that the aforementioned employees' compensation should be allocated at a rate of not less than 10% to junior staff.

For the three months and nine months ended September 30, 2025 and 2024, the employees' compensation and the remuneration of directors were as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Employees' compensation	\$ 19,007	\$ 14,988	\$ 56,997	\$ 44,990
Remuneration of directors	\$ 14,499	\$ 14,499	\$ 37,917	\$ 43,497

The employees' compensation and the remuneration of directors for 2024 and 2023 as approved by board of director on March 21, 2025 and March 29, 2024, respectively, were as follows:

	For the Year Ended December 31			
	2024		2023	
	Cash	Shares	Cash	Shares
Employees' compensation	\$ 76,000	\$ -	\$ 76,000	\$ -
Remuneration of directors	\$ 40,420	\$ -	\$ 46,000	\$ -

If the amount of the annual consolidated financial report changes after the release date, it will be treated according to the changes in accounting estimation and will be adjusted in the next year.

In accordance with the resolution of the board of directors, the remuneration of directors for the year ended December 31, 2024 amounted to \$40,420 thousand, which is \$5,580 thousand lower than the amount recognized in the 2024 financial statements. The difference has been adjusted and recognized under the remuneration of directors in 2025.

Information on the employees' compensation and remuneration of directors resolved by the Bank's board of directors in 2024 and 2023 is available on the Market Observation Post System website of the Taiwan Stock Exchange.

33.8 Depreciation and amortization

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Depreciation expense				
Properties	\$ 179,157	\$ 204,146	\$ 599,382	\$ 553,573
Right-of-use assets	171,952	210,389	578,552	599,281
Investment properties	8,393	10,312	27,141	26,700
	<u>359,502</u>	<u>424,847</u>	<u>1,205,075</u>	<u>1,179,554</u>
Amortization expense				
Intangible assets	82,949	79,934	262,024	230,650
Other assets	5,626	11,489	9,557	34,427
	<u>88,575</u>	<u>91,423</u>	<u>271,581</u>	<u>265,077</u>
	<u>\$ 448,077</u>	<u>\$ 516,270</u>	<u>\$ 1,476,656</u>	<u>\$ 1,444,631</u>

34. INCOME TAXES RELATING TO CONTINUING OPERATIONS

34.1 Income tax expense recognized in profit or loss

The major components of tax expenses were as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Current tax				
In respect of the current year	\$ 962,190	\$ 1,623,536	\$ 3,801,459	\$ 3,433,212
In respect of prior periods	525	77	87,918	151,234
Undistributed retained earnings	-	-	52,953	580,841
	<u>962,715</u>	<u>1,623,613</u>	<u>3,942,330</u>	<u>4,165,287</u>
Deferred tax				
In respect of the current year	(380,410)	(695,501)	(2,310,772)	(1,476,965)
In respect of prior periods	-	-	-	(815)
	<u>(380,410)</u>	<u>(695,501)</u>	<u>(2,310,772)</u>	<u>(1,477,780)</u>
Income tax expense recognized in profit or loss	<u>\$ 582,305</u>	<u>\$ 928,112</u>	<u>\$ 1,631,558</u>	<u>\$ 2,687,507</u>

34.2 Income tax expense recognized in other comprehensive income

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Deferred income tax				
Recognized in other comprehensive income				
Translation adjustments for foreign operations	\$ 877,166	\$ 52,247	(\$ 737,749)	\$ 1,125,183
Unrealized gain or loss on financial assets measured at FVTOCI	423,798	610,543	203,882	628,467
Income tax (income) expense recognized in other comprehensive	<u>\$ 1,300,964</u>	<u>\$ 662,790</u>	<u>(\$ 533,867)</u>	<u>\$ 1,753,650</u>

34.3 Income tax assessments

The Bank's income tax returns through 2020 had been assessed by the tax authorities.

Income tax returns of the Bank's domestic subsidiaries through 2023 had been assessed by the tax authorities.

35. EARNINGS PER SHARE

The numerators and denominators used in calculating basic earnings per share were as follows:

	Unit: NT\$ Per Share			
	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Basic earnings per share	\$ 0.95	\$ 0.98	\$ 2.56	\$ 2.18
Diluted earnings per share	\$ 0.95	\$ 0.97	\$ 2.56	\$ 2.17

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

Net Profit for the Period

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Profit attributable to ordinary shareholders of the parent	\$ 4,609,613	\$ 4,748,472	\$ 12,413,688	\$ 10,551,333

Weighted average number of ordinary shares outstanding (in thousands of shares):

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Weighted average number of ordinary shares in computation of basic earnings per share	4,850,206	4,850,206	4,850,206	4,850,206
Effect of potentially dilutive ordinary shares:				
Employees' compensation	1,355	1,140	1,715	1,493
Weighted average number of ordinary shares used in the computation of diluted earnings per share	4,851,561	4,851,346	4,851,921	4,851,699

The Bank assumed the entire amount of the compensation will be settled in shares and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share.

36. RELATED-PARTY TRANSACTIONS

The relationship, significant transactions and account balances of the Group and its related parties (except those disclosed in other notes) are summarized as follows:

36.1 The Bank's related parties

Related Party	Relationship with the Bank
The SCSB Cultural & Educational Foundation	Substantive related party
The SCSB Charity Foundation	Substantive related party
Silks Place Taroko	Substantive related party
Hung Ta Investment Corporation	Substantive related party
Financial Information Service Co., Ltd.	Substantive related party
IBF Securities Co., Ltd.	Substantive related party
Taiwan Finance Corporation	Substantive related party
Other related parties	The relatives of the Bank's directors and related management

36.2 Significant transactions between related parties

Balances and transactions between the Bank and its subsidiaries, which are related parties of the Bank, have been eliminated on consolidation and are not disclosed in this note. Details of transactions between the Bank and other related parties are disclosed below.

36.2.1 Deposits

	September 30, 2025			For the Nine Months Ended September 30, 2025
	Maximum Balance	Ending Balance	Interest Rate (%)	Interest Expense
IBF Securities Co., Ltd.	\$ 7,311,487	\$ 6,818,062	0.64~1.60	\$ 21,498
Directors and related management	5,280,446	4,527,415	0.01~4.30	108,640
Financial Information Service Co., Ltd.	2,287,259	887,259	0.00~1.70	14,175
The SCSB Cultural & Educational Foundation	350,510	341,662	0.00~1.72	3,705
Employees	260,727	105,207	0.00~10.98	2,648
Others	598,857	426,541	0.00~4.00	1,071
	<u>\$ 16,089,286</u>	<u>\$ 13,106,146</u>		<u>\$ 151,737</u>

	December 31, 2024			For the Year Ended December 31, 2024
	Maximum Balance	Ending Balance	Interest Rate (%)	Interest Expense
Directors and related management	\$ 8,632,123	\$ 7,942,100	0.00~5.50	\$ 368,814
IBF Securities Co., Ltd.	5,823,437	4,883,622	0.64~1.45	36,493
Financial Information Service Co., Ltd.	978,980	978,980	0.55~1.45	12,895
The SCSB Cultural & Educational Foundation	347,772	319,496	0.01~1.72	4,872
Employees	333,636	121,826	0.00~10.94	4,384
Others	428,379	162,481	0.00~5.15	1,997
	<u>\$ 16,544,327</u>	<u>\$ 14,408,505</u>		<u>\$ 429,455</u>

	September 30, 2024			For the Nine Months Ended September 30, 2024
	Maximum Balance	Ending Balance	Interest Rate (%)	Interest Expense
Directors and related management	\$ 10,255,161	\$ 9,774,113	0.00~5.50	\$ 276,763
IBF Securities Co., Ltd.	5,642,062	5,528,662	0.55~1.45	19,190
Financial Information Service Co., Ltd.	967,130	967,130	0.55~1.45	9,671
The SCSB Cultural & Educational Foundation	347,736	340,011	0.00~1.72	3,620
Employees	309,030	108,089	0.00~10.92	3,028
Others	424,255	183,636	0.00~5.15	1,580
	<u>\$ 17,945,374</u>	<u>\$ 16,901,641</u>		<u>\$ 313,852</u>

36.2.2 Interest receivable (accounted for as receivables)

	September 30, 2025	December 31, 2024	September 30, 2024
Directors and related management	<u>\$ 94</u>	<u>\$ 105</u>	<u>\$ 91</u>

36.2.3 Interest payable (accounted for as payables)

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
IBF Securities Co., Ltd.	\$ 10,382	\$ 1,607	\$ 8,991
Financial Information Service Co., Ltd.	987	2,440	3,965
Directors and related management	1,192	630	881
The SCSB Cultural & Educational	99	100	100
The SCSB Charity Foundation	3	3	3
	<u>\$ 12,663</u>	<u>\$ 4,780</u>	<u>\$ 13,940</u>

36.2.4 Guarantee deposits received (accounted for as other liabilities)

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
The SCSB Cultural & Educational Foundation	\$ 318	\$ 318	\$ 318

36.2.5 Rental income (accounted for as other non-interest revenue, net)

	<u>For the Three Months Ended September 30</u>		<u>For the Nine Months Ended September 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
The SCSB Cultural & Educational Foundation	\$ 321	\$ 321	\$ 962	\$ 962

For the rental contracts with related parties, the rental is determined in proportion similar to rentals in the area, based on a reference to the rentals in the neighborhood, and is received on a monthly basis.

36.2.6 Loans

September 30, 2025										
Category	Name	Maximum Balance	Ending Balance	Performance		Collateral	Interest Rate (%)	Difference of Terms of the Transactions with Unrelated Parties	For the Nine Months Ended September 30, 2025	
				Normal Loans	Non-performing Loans					Interest Income
Loans for personal house mortgage	Directors and related management (3)	\$ 21,445	\$ 20,752	\$ 20,752	\$ -	Real estate	2.18~2.48	None	\$	364
Others	Directors and related management (11)	208,156	206,148	206,148	-	Real estate	2.18~2.52	None		23,143
	Directors and related management (3)	1,012	595	595	-	None	2.23~2.54	None		15
		<u>\$ 230,613</u>	<u>\$ 227,495</u>	<u>\$ 227,495</u>	<u>\$ -</u>					<u>\$ 23,522</u>

December 31, 2024										
Category	Name	Maximum Balance	Ending Balance	Performance		Collateral	Interest Rate (%)	Difference of Terms of the Transactions with Unrelated Parties	For the Year Ended December 31, 2024	
				Normal Loans	Non-performing Loans					Interest Income
Loans for personal house mortgage	Directors and related management (3)	\$ 27,576	\$ 21,445	\$ 21,445	\$ -	Real estate	2.06~2.48	None	\$	528
Others	Directors and related management (12)	236,627	219,666	219,666	-	Real estate	1.82~2.39	None		40,228
	Directors and related management (4)	2,094	1,012	1,012	-	None	2.11~2.55	None		26
		<u>\$ 266,297</u>	<u>\$ 242,123</u>	<u>\$ 242,123</u>	<u>\$ -</u>					<u>\$ 40,782</u>

September 30, 2024										For the Nine Months Ended September 30, 2024
Category	Name	Maximum Balance	Ending Balance	Performance		Collateral	Interest Rate (%)	Difference of Terms of the Transactions with Unrelated Parties	Interest Income	
				Normal Loans	Non-performing Loans					
Loans for personal house mortgage	Directors and related management (2)	\$ 18,975	\$ 18,258	\$ 18,258	\$ -	Real estate	2.06-2.35	None	\$ 310	
Others	Directors and related management (7)	248,682	222,309	222,309	-	Real estate/ financial	1.82-2.39	None	32,938	
	Directors and related management (4)	2,094	1,084	1,084	-	None	2.11-2.55	None	29	
		<u>\$ 269,751</u>	<u>\$ 241,651</u>	<u>\$ 241,651</u>	<u>\$ -</u>				<u>\$ 33,277</u>	

Employee deposits and loans have better interest rates within regulated limits, while other related party transactions have similar terms as non-related party transactions.

Under the provisions of Articles 32 and 33 of the Banking Act, the Bank shall not make unsecured loans to related party, except for consumer loans under certain limits, and government loans. Secured loans to a related party should be fully guaranteed, and the relevant terms should not be superior to other similar credit clients.

36.2.7 Donation

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
The SCSB Cultural & Educational Foundation	\$ -	\$ -	\$ 13,000	\$ 15,000

36.2.8 Disposal of investment properties (Recognized other non-interest income, net)

Name of related-party	Transaction Amount		Gain on Disposal	
	For the Nine Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Others	\$ 46,939	\$ -	\$ 11,876	\$ -

36.3 Compensation of directors and management personnel

The compensation of key management personnel for the three months and nine months ended September 30, 2025 and 2024 was as follows:

	For the Three Months Ended September 30		For the Nine Months Ended September 30	
	2025	2024	2025	2024
Salaries and other short-term employee benefits	\$ 94,766	\$ 118,524	\$ 301,153	\$ 318,595
Remuneration of directors	32,671	38,347	103,064	100,471
Post-employment benefits	11,933	13,264	38,718	39,759
Bonuses and employees' compensation	418	2,930	11,005	21,901
Others	149	444	68,992	611
	<u>\$ 139,937</u>	<u>\$ 173,509</u>	<u>\$ 522,932</u>	<u>\$ 481,337</u>

37. PLEDGED ASSETS

Under the Central Bank's clearing system of Real-Time Gross Settlement (RTGS), the assets listed below had been provided as collateral for day-term overdrafts with the pledged amount adjustable at any time.

	September 30, 2025	December 31, 2024	September 30, 2024	Guaranty Purpose
The Bank				
Investments in debt instruments measured at amortized cost	\$ 12,000,000	\$ 12,000,000	\$ 12,000,000	Day-term overdraft with the pledge

On September 30, 2025, December 31, 2024 and September 30, 2024, the Bank provided financial assets at FVTOCI listed below which had been provided as operating guarantees.

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>	<u>Guaranty Purpose</u>
The Bank				
Financial assets at FVTOCI	\$ 478,841	\$ 448,643	\$ 453,248	Operating guarantee

On September 30, 2025, December 31, 2024 and September 30, 2024, the Group's subsidiaries provided financial assets as guarantees listed below:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>	<u>Guaranty Purpose</u>
Investments in debt instruments measured at amortized cost	\$ 10,956,769	\$ 3,615,875	\$ 9,051,145	Operating guarantee
Financial assets at FVTOCI	5,889,034	12,579,686	5,827,876	Operating guarantee
Due from the Central Bank and call loans to banks	1,477,595	1,999,299	1,996,344	Operating guarantee
Other assets	353,144	623,663	440,707	Guaranteed derivative
	<u>\$ 18,676,542</u>	<u>\$ 18,818,523</u>	<u>\$ 17,316,072</u>	

38. SIGNIFICANT CONTINGENT LIABILITIES AND UNRECOGNIZED COMMITMENTS

38.1 In addition to those disclosed in other notes, significant commitments and contingencies of the Bank as of September 30, 2025, December 31, 2024 and September 30, 2024, were as follows:

	<u>September 30, 2025</u>	<u>December 31, 2024</u>	<u>September 30, 2024</u>
Commitments of forward contracts with customers	\$ 638,307,400	\$ 477,107,270	\$ 494,095,017
Securities in custody	246,182,427	238,131,966	237,340,070
Assets under trust	227,891,620	240,488,399	232,370,119
Guarantee notes payable	98,317,900	99,753,100	107,369,800
Government bonds in brokerage accounts	32,194,400	31,660,000	38,103,700
Receivables under custody	22,396,614	23,815,769	23,968,347
Short-term bills in brokerage accounts	1,667,690	1,468,140	2,735,920

38.2 Material litigation

In November 2024, certain debtors filed a damages lawsuit with the Supreme Court of the State of New York, alleging that the Bank failed to fulfill contract and fiduciary duty, resulting in total claimed damages of no less than US\$356,000,000. The Bank currently assesses that it will not have a significant impact on its finances and business. Relevant information about the above litigation is available on the Market Observation Post System website of the Taiwan Stock Exchange.

39. SIGNIFICANT SUBSEQUENT EVENTS

The subsidiary SCB (HK) sold Hong Kong Life Insurance Company on October 9, 2025. Please refer to Note 16.

40. FINANCIAL INSTRUMENTS

40.1 Fair value information - financial instruments not measured at fair value

40.1.1 Financial assets and liabilities with significant differences between carrying amounts and fair values.

Except as detailed in the following table, the Group's management considers that the carrying amounts of financial instruments not measured at fair values are approximate of their fair values or the fair values could not otherwise be reliably measured:

	September 30, 2025		December 31, 2024		September 30, 2024	
	Carrying Amount	Fair Value	Carrying Amount	Fair Value	Carrying Amount	Fair Value
Financial assets						
Investments in debt instruments measured at amortized cost	\$ 210,376,697	\$ 210,405,349	\$ 235,146,758	\$ 235,030,208	\$ 219,323,030	\$ 219,532,287
Financial liabilities						
Bank debentures	64,546,295	64,966,745	59,591,987	59,864,065	56,346,986	56,825,575

40.1.2 Fair value level

	September 30, 2025			
	Total	Level 1	Level 2	Level 3
Financial assets				
Financial assets measured at amortized	\$ 210,405,349	\$ 25,617,677	\$ 184,787,672	\$ -
Financial liabilities				
Bank debentures	64,966,745	-	64,966,745	-
	December 31, 2024			
	Total	Level 1	Level 2	Level 3
Financial assets				
Financial assets measured at amortized	\$ 235,030,208	\$ 26,980,092	\$ 208,050,116	\$ -
Financial liabilities				
Bank debentures	59,864,065	-	59,864,065	-
	September 30, 2024			
	Total	Level 1	Level 2	Level 3
Financial assets				
Financial assets measured at amortized	\$ 219,532,287	\$ 35,388,681	\$ 184,143,606	\$ -
Financial liabilities				
Bank debentures	56,825,575	-	56,825,575	-

40.1.3 The evaluation method and assumptions used in measuring fair value.

The fair value of financial assets and liabilities are determined as follows:

- (1) The fair value of financial assets with standard clauses and terms is quoted market price.
- (2) The fair value of financial instruments other than the above is determined by the discounted cash flow analysis or other generally accepted pricing models.

40.2 Fair value information – financial instrument measured at fair value under repetitive basis

40.2.1 Fair value level

Information of the financial instruments measured at fair value categorized by level is as follows:

Financial Instruments Measured at Fair Value		September 30, 2025			
		Total	Level 1	Level 2	Level 3
Non-derivative financial instruments					
Assets					
Financial assets measured at FVTPL					
Financial assets mandatorily classified as at FVTPL					
Shares	\$ 321,627	\$ 260,865	\$ -	\$ 60,762	
Bonds	3,094,207	2,689,082	405,125	-	
Financial assets at FVTOCI					
Equity instruments	45,879,511	41,443,952	-	4,435,559	
Debt instruments	452,185,264	282,990,875	169,183,136	11,253	
	<u>\$ 501,480,609</u>	<u>\$ 327,384,774</u>	<u>\$ 169,588,261</u>	<u>\$ 4,507,574</u>	
Liabilities					
Financial liabilities measured at FVTPL	<u>\$ 2,001,854</u>	<u>\$ -</u>	<u>\$ 2,001,854</u>	<u>\$ -</u>	
Derivative financial instruments					
Assets					
Financial assets measured at FVTPL	<u>\$ 2,601,811</u>	<u>\$ 664,957</u>	<u>\$ 1,872,076</u>	<u>\$ 64,778</u>	
Liabilities					
Financial liabilities measured at FVTPL	<u>\$ 2,000,051</u>	<u>\$ -</u>	<u>\$ 1,935,273</u>	<u>\$ 64,778</u>	
Financial Instruments Measured at Fair Value		December 31, 2024			
		Total	Level 1	Level 2	Level 3
Non-derivative financial instruments					
Assets					
Financial assets measured at FVTPL					
Financial assets mandatorily classified as at FVTPL					
Shares	\$ 213,166	\$ 147,621	\$ -	\$ 65,545	
Bonds	1,336,058	695,881	640,177	-	
Financial assets at FVTOCI					
Equity instruments	51,404,856	46,653,182	-	4,751,674	
Debt instruments	423,840,248	264,262,414	159,565,696	12,138	
	<u>\$ 476,794,328</u>	<u>\$ 311,759,098</u>	<u>\$ 160,205,873</u>	<u>\$ 4,829,357</u>	
Non-derivative financial instruments					
Liabilities					
Financial liabilities measured at FVTPL	<u>\$ 2,438,063</u>	<u>\$ -</u>	<u>\$ 2,438,063</u>	<u>\$ -</u>	
Derivative financial instruments					
Assets					
Financial assets measured at FVTPL	<u>\$ 4,020,286</u>	<u>\$ 559,993</u>	<u>\$ 3,460,293</u>	<u>\$ -</u>	
Liabilities					
Financial liabilities measured at FVTPL	<u>\$ 3,387,845</u>	<u>\$ 294</u>	<u>\$ 3,387,551</u>	<u>\$ -</u>	

Financial Instruments		September 30, 2024			
Measured at Fair Value		Total	Level 1	Level 2	Level 3
Non-derivative financial instruments					
Assets					
Financial assets measured at FVTPL					
Financial assets mandatorily classified as at FVTPL					
Shares	\$	305,051	\$ 241,842	\$ -	\$ 63,209
Bonds		6,273,584	5,562,516	711,068	-
Financial assets at FVTOCI					
Equity instruments		46,899,595	42,302,532	-	4,597,063
Debt instruments		392,513,671	231,327,364	161,174,601	11,706
	\$	<u>445,991,901</u>	<u>\$ 279,434,254</u>	<u>\$ 161,885,669</u>	<u>\$ 4,671,978</u>
Liabilities					
Financial liabilities measured at FVTPL	\$	<u>2,561,383</u>	<u>\$ -</u>	<u>\$ 2,561,383</u>	<u>\$ -</u>
Derivative financial instruments					
Assets					
Financial assets measured at FVTPL	\$	<u>3,066,788</u>	<u>\$ 450,703</u>	<u>\$ 2,616,085</u>	<u>\$ -</u>
Liabilities					
Financial liabilities measured at FVTPL	\$	<u>3,110,499</u>	<u>\$ 25,451</u>	<u>\$ 3,085,048</u>	<u>\$ -</u>

There were no transfers of financial instruments between Level 1 and Level 2 fair value measurement for the nine months ended September 30, 2025 and 2024.

40.2.2 Reconciliation of Level 3 fair value measurement

For the Nine Months Ended September 30, 2025

Item	Beginning Balance	Amount of Valuation Gain or Loss		Addition		Reduction		Exchange	Ending Balance
		Included in Profit or Loss	Included in Other Comprehensive	Buy or Issue	Transferred In	Sell Out, Disposal or Settlement	Transferred Out from Third Level		
Assets									
Financial assets measured at FVTPL	\$ 65,545	\$ 64,778	\$ -	\$ -	\$ -	\$ -	\$ -	(\$ 4,783)	\$ 125,540
Financial assets measured at FVTOCI	4,763,812	-	(82,517)	-	-	(600)	(10,817)	(223,066)	4,446,812
Liabilities									
Financial liabilities measured at FVTPL held for trading	-	64,778	-	-	-	-	-	-	64,778

For the Nine Months Ended September 30, 2024

Item	Beginning Balance	Amount of Valuation Gain or Loss		Addition		Reduction		Exchange	Ending Balance
		Included in Profit or Loss	Included in Other Comprehensive	Buy or Issue	Transferred In	Sell Out, Disposal or Settlement	Transferred Out from Third Level		
Assets									
Financial assets measured at FVTPL	\$ 54,175	\$ 7,105	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,929	\$ 63,209
Financial assets measured at FVTOCI	4,500,585	-	(18,891)	-	876,150	(338)	(854,820)	106,083	4,608,769

40.2.3 Valuation techniques and inputs applied for Level 2 fair value measurement

Financial Instruments	Valuation Techniques and Inputs
Bonds	Valuation was based on observable market prices or assessed by using cash flow method through observable elements.
Derivatives	Valuation was based on widely-adapted pricing techniques. The inputs were assessed by observable elements in the market.
Others	Valuation was based on observable market prices or assessed by using cash flow method through observable elements.

40.2.4 Valuation techniques and inputs applied for Level 3 fair value measurement

The fair value of financial assets classified as Level 3 included but was not limited to bond investments measured at FVTPL, and investments in and equity securities measured at FVTOCI.

Most financial instruments with fair value measurements classified as Level 3 only possess single, unobservable inputs. Non-active market debt instruments possess unobservable inputs. The non-active market equity instruments are independent and thus, are irrelevant to each other. The quantified information of significant unobservable inputs is as follows:

Measuring at fair value on a repeatability basis	Fair Value September 30, 2025	Valuation Techniques	Significant Unobservable Inputs	Interval (Weighted-Average)	Notes
Financial assets measured at FVTPL Shares	\$ 60,762	Market approach	Price to book ratio	100%	Positively correlated to fair value
Financial assets measured at FVTOCI Shares	4,435,559	1. Market approach	1. Market liquidity reduction	1. 10%-19%	1. Negatively correlated to fair value
			2. Market liquidity reduction	2. 10%-19%	2. Negatively correlated to fair value
			3. Capital cost	3. 11.5%	3. Negatively correlated to fair value
			4. Dividend yield	4. 1.7%	4. Negatively correlated to fair value
			5. Dividend growth rate	5. 15%-30%	5. Positively correlated to fair value
			6. Sustainable growth rate	6. 13.05%	6. Negatively correlated to fair value
Bonds	11,253	Discounted cash flow method	Discount rate	0%-10%	Negatively correlated to fair value
Financial assets measured at FVTPL derivatives	64,778	External bank Quotes	Not applicable	Not applicable	Not applicable
Financial liabilities measured at FVTPL derivatives	64,778	External bank quotes	Not applicable	Not applicable	Not applicable

Measuring at fair value on a repeatability basis	Fair Value December 31, 2024	Valuation Techniques	Significant Unobservable Inputs	Interval (Weighted-Average)	Notes
Financial assets measured at FVTPL Shares	\$ 65,545	Market approach	P/B ratio	100%	Positively correlated to fair value
Financial assets measured at FVTOCI Shares	4,751,674	1. Market approach	1. Market liquidity reduction	1. 10%-19%	1. Negatively correlated to fair value
		2. Net asset value method	2. Market liquidity reduction	2. 10%-19%	2. Negatively correlated to fair value
		3. Discounted dividend method	3. Capital cost	3. 15.12%	3. Negatively correlated to fair value
			4. Sustainable growth rate	4. 13.05%	4. Negatively correlated to fair value
Bonds	12,138	Discounted cash flow method	Discount rate	0%-10%	Negatively correlated to fair value

Measuring at fair value on a repeatability basis	Fair Value September 30, 2024	Valuation Techniques	Significant Unobservable Inputs	Interval (Weighted-Average)	Notes
Financial assets measured at FVTPL Shares	\$ 63,209	Market approach	P/B ratio	100%	Positively correlated to fair value
Financial assets measured at FVTOCI Shares	4,597,063	1. Market approach	1. Market liquidity reduction	1. 10%-19%	1. Negatively correlated to fair value
		2. Net asset value method	2. Market liquidity reduction	2. 10%-19%	2. Negatively correlated to fair value
		3. Discounted dividend method	3. Capital cost	3. 11.5%	3. Negatively correlated to fair value
			4. Dividend yield	4. 1.7%	4. Positively correlated to fair value
			5. Dividend growth rate	5. 15%-30%	5. Positively correlated to fair value
Bonds	11,706	Discounted cash flow method	Discount rate	0%-10%	Negatively correlated to fair value

40.2.5 Sensitivity analysis of alternative assumptions of Level 3 fair value measurements

The Group reasonably measured the fair values of its financial instruments; however, using different valuation models, evaluation methods and underlying assumptions may lead to different results. For financial instruments classified as having Level 3 fair value measurements, if the parameters were to go up or down 1%, the influence on net income or other comprehensive income would be as follows:

September 30, 2025

Item	Changes in Fair Value Reflected in Profit or Loss		Changes in Fair Value Reflected in Other Comprehensive Income	
	Favorable	Unfavorable	Favorable	Unfavorable
Assets				
Financial assets measured at FVTPL	\$ 607	(\$ 607)	\$ -	\$ -
Financial assets measured at FVTOCI	-	-	36,502	(36,502)

December 31, 2024

Item	Changes in Fair Value Reflected in Profit or Loss		Changes in Fair Value Reflected in Other Comprehensive Income	
	Favorable	Unfavorable	Favorable	Unfavorable
Assets				
Financial assets measured at FVTPL	\$ 655	(\$ 655)	\$ -	\$ -
Financial assets measured at FVTOCI	-	-	29,019	(29,019)

September 30, 2024

Item	Changes in Fair Value Reflected in Profit or Loss		Changes in Fair Value Reflected in Other Comprehensive Income	
	Favorable	Unfavorable	Favorable	Unfavorable
Assets				
Financial assets measured at FVTPL	\$ 631	(\$ 631)	\$ -	\$ -
Financial assets measured at FVTOCI	-	-	25,810	(25,810)

40.3 Financial risk management**40.3.1 Risk management**

The Group's objective in risk management is to establish a risk control mechanism weighing the entire risk of the Group, restrictions from laws and regulations, to diversify, transfer, and avoid risk, and to pursue the maximum benefits of the Group's customers, shareholders, and employees. The Group's major risks include credit risk, market risk (interest rate, exchange rate and equity securities), operational risk, liquidity risk and so on.

The Group established written risk management policies and procedures that are considered and approved by the board of directors to identify, measure, monitor, and control the credit risk, market risk, operation risk and liquidity risk.

The Group's risk management department performs the Group's risk management activities pursuant to the policies approved by the board of directors. Risk management department works with other business departments in order to identify, evaluate, and avoid any financial risks. The board of directors formulates the written policies for risk management; the policy included specific exposures such as currency risk, interest rate risk, credit risk, derivative and non-derivative financial instruments. In addition, the department of internal audit is responsible for independent review of risk management and control environment.

40.3.2 Credit risks

Credit risk is the risk of counterparties' failure to fulfill their contractual obligations causing the Group's financial losses. Both in-balance-sheet and off-balance-sheet items are exposed to credit risks. For the Group's credit exposures, in-balance-sheet items mainly consisted of discounts and loans, credit card business, due from and call loans to banks, debt investments, and derivative instruments. Off-balance sheet items mainly consisted of financial guarantee, acceptances, letters of credit, loan commitments, and other services which also generate credit exposure.

To ensure that the credit risk is controlled within a tolerable range, the Group established an internal standard for credit risk. In that standard, all transactions are analyzed whether in the banking book or in the trading book, and either in-balance-sheet or off-balance-sheet, to identify the inherent and potential risks. The Group examines and confirms credit risk in accordance with the rules before launching new products and business. Furthermore, the Group also establishes a risk management system for complicated credit business such as factoring, credit derivative financial instruments and so on.

The Group's foreign operation units adopt policies and standards same as above to assess their asset quality and provision for contingent loss, and also include policies that comply with the regulations of the local financial supervisory commission.

(1) Procedures of credit risk management

The major procedures and methods for credit risk management are as follows:

A. Credit business (including loan commitments and guarantees)

The Bank

a. The credit risk has increased significantly since initial recognition

The Bank assesses the change in the risk of default over the expected duration of each type of credit asset on each reporting date in order to determine whether the credit risk has increased significantly since initial recognition. For this assessment, the Bank's considerations (including forward-looking information) show that the credit risk has increased significantly since initial recognition and can be corroborated. The main considerations include:

- i. Changes in internal and external credit ratings from the significant increase in credit risk.
- ii. Information of overdue status (e.g. if the payment is overdue for more than 30 days).
- iii. Unfavorable changes in current or projected operating, financial or economic conditions that are expected to result in significant changes in the ability of the debtor to perform its debt obligations.
- iv. Significant changes in actual or expected results of the debtor's operations.
- v. The credit risk of other financial instruments of the same debtor has increased significantly.

b. The definition of default and credit impairment on financial assets

The Bank's definition of default on financial assets is the same as the judgment of credit impairment on financial assets. If one or more of the following conditions are met, the Bank determines that the financial assets have defaulted and become credit impaired:

- i. Changes in internal and external credit ratings from the significant increase in credit risk.
- ii. Information of overdue status (e.g. if the payment is overdue for more than 90 days).
- iii. The debtor has become bankrupt or may file for bankruptcy or financial restructuring.
- iv. The debtor has died or been dissolved.
- v. Contracts of other debt instruments of the debtor have defaulted.
- vi. The active market of the financial assets disappeared due to financial difficulties.

- vii. The debtor's creditor gives the borrower a concession that would not have been considered due to economic or contractual reasons related to the debtor's financial difficulties.
- viii. There is a purchase or initiation of financial assets at a significant discount reflecting that credit losses have occurred.

The aforementioned default and credit impairment definitions apply to all financial assets held by the Bank and are consistent with the definitions used for the internal credit risk management purposes of the financial assets and are applied to the relevant impairment assessment model.

c. Measurement of expected credit loss

For the objective of assessing expected credit loss, credit assets are classified according to the credit risk characteristics (such as the purpose of the borrowing, the nature of the industry, the type of collateral and the state of the borrowing) into two categories: corporate finance and personal finance. Further to this, the credit risk characteristics are divided according to each category.

The 12-month expected credit loss amounts of the Bank's financial instruments whose credit risk has not significantly increased since initial recognition are used to measure the allowance for loss of the financial instruments; for financial instruments whose credit risk has increased significantly or which have had credit impairment since initial recognition, such financial instruments are measured at the amount of full lifetime expected credit losses.

The estimation method and significant assumptions used to assess expected credit losses have not changed significantly since September 30, 2025.

d. Forward-looking information considerations

When measuring the expected credit losses, the Bank uses forward-looking economic factors that affect credit risk and takes such forward-looking information regarding expected credit losses into consideration. Based on professional economic judgment, the Bank uses statistical analysis results of GDP growth rate to provide forecast information of economic factors on a quarterly basis and re-evaluates such data on each financial reporting date.

SCB (HK)

a. The credit risk has increased significantly since initial recognition

SCB assesses the change in the risk of default in the next 12 months of each type of credit asset on each reporting date in order to determine whether the credit risk has increased significantly since initial recognition. For this assessment, SCB considerations (including forward-looking information) show that the credit risk has increased significantly since initial recognition and can be corroborated. The main considerations include:

- i. Changes in internal and external credit ratings and probability of default in the next 12 months.
- ii. Information of overdue status (e.g. if the payment is overdue for more than 30 days).
- iii. Unfavorable changes in current or projected operating, financial or economic conditions that are expected to result in significant changes in the ability of the debtor to perform its debt obligations.
- iv. Significant changes in actual or expected results of the debtor's operations.

- v. The credit risk of other financial instruments of the same debtor has increased significantly.
- vi. There is doubt about the collateral rights under the debt, or the collateral price is affected by the surrounding economic environment, and the mortgage value will decline due to economic recession.
- vii. There are unfavorable changes in the business of the debtor industry which are affected by the surrounding economy or policy.
- viii. Key person in debt companies have financial difficulties, debt or dispute litigation, or serious illness or death, all of which have a negative impact on the ability of debt companies to meet their debt obligations.

b. The definition of default and credit impairment on financial assets

SCB's definition of default on financial assets is the same as the judgment of credit impairment on financial assets. If one or more of the following conditions are met, SCB determines that the financial assets have defaulted and have credit impairment:

- i. Information of overdue status (e.g. if the payment is overdue for more than 90 days).
- ii. The debtor has become bankrupt or may file for bankruptcy or financial restructuring.
- iii. The debtor has died or been dissolved.
- iv. Contracts of other debt instruments of the debtor have defaulted.
- v. The active market of the financial assets disappeared due to financial difficulties.
- vi. The debtor's creditor gives the borrower a concession that would not have been considered due to economic or contractual reasons related to the debtor's financial difficulties.
- vii. The debtor's overall debt rises and is not proportional to its business growth.
- viii. If the debtor invests in a project or delays the construction of a project, the cost exceeds the budget, and the creditor needs to arrange for debt restructuring.
- ix. There is a purchase or initiation of financial assets at a significant discount reflecting that credit losses have occurred.
- x. Estimated debt contract payments failed to be fully recovered.

The aforementioned default and credit impairment definitions apply to all financial assets held by SCB and are consistent with the definitions used for the internal credit risk management purposes of the financial assets and are applied to the relevant impairment assessment model.

If the financial assets no longer meet the definition of default and credit impairment for nine consecutive months, their statuses are judged to have returned to performance level and are no longer regarded as financial assets that have defaulted and have been credited.

c. Measurement of expected credit loss

For the objective of assessing expected credit loss, credit assets are classified according to the credit risk characteristics (such as the purpose of the borrowing, the nature of the industry, the type of collateral and the state of the borrowing) into two categories: Corporate finance and personal finance. Further to this, the credit risk characteristics are divided according to each category.

For financial instruments whose credit risk has not significantly increased since initial recognition, SCB measures the allowance for loss of the financial instruments based on the 12-month expected credit loss amounts; for financial instruments and operating lease receivables whose financial risk has significantly increased or which have had credit impairment since initial recognition, such instruments and operating lease receivables are measured at the amount of expected credit losses during the duration of the period.

The estimation method and significant assumptions used to assess expected credit losses have not changed significantly since September 30, 2025.

d. Forward-looking information considerations

When measuring the expected credit losses, SCB uses forward-looking economic factors that affect credit risk and takes such forward-looking information regarding expected credit losses into consideration. Based on professional economic judgment, SCB uses the statistical analysis results of GDP growth rate to provide forecast information of economic factors on a quarterly basis and re-evaluates such data on each financial reporting date.

B. Due from and call loans to bank

The Group assesses the credit position of counterparties and consults a credit rating agency for credit rating information and sets limits to the credit facilities.

C. Debt investments and derivative financial instruments

For the credit risk management of debt investments, the Group identifies credit risk by using information from external institutions about credit ratings, quality of debts, region, and the risk of counterparties.

Most of the Group's counterparties in derivative transactions are assessed at higher than investment grade, and the Group controls the investments according to counterparties' facilities (including call loans); counterparties that do not have credit ratings or are not assessed at investment grade are reviewed case by case. Counterparties which are non-financial or non-banking clients are assessed according to the general procedures for the approval of credit facilities and control of credit exposure situations of the counterparties.

(2) Policies of credit risk hedging or mitigation

A. Collateral

The Group applies series of policies to decrease credit risks in its lending business. Among those policies is to request collateral from creditors. To secure the creditor's rights, the Group has established procedures for pledges, valuations, management, and disposals of collateral. The contracts between the Group and the borrowers clearly state the protocols, including but not limited to the security of credit, procedures for collateral and for offsets. To further decrease credit risks, the contracts also proclaim that the Group may decrease the credit facilities at its discretion, accelerate the maturity of the borrowings, demand immediate payback, or offset borrowers' assets in the Group against the borrowings.

B. Credit risk limitation and credit concentration management

The credit policies of the Group regulate the credit limitations, as applied to a single

counterparty or group, to avoid excessive credit concentration. The Group further implements concentration policies, which monitor and manage the credit limitation and concentration in one single counterparty, different enterprises, related parties, industries, and countries. The policies are based on individual criteria in different categories including but not limited to industries, enterprises, and share-pledge related loans.

C. Other mechanisms for credit risk management

The contracts between the Group and the borrowers clearly state the protocols, including but not limited to the security of the credit, procedures for collateral and set off. To further decrease credit risks, the contracts also proclaim that the Group may decrease the balances, shorten the maturity period, demand immediate payback, or use borrowers' assets in the Group to offset their liabilities.

In most circumstances, the Group applies gross settlement with counterparties. However, to further decrease credit risks, the Group applies net settlement or even terminates transactions with certain counterparties when default may occur.

The table below analyzes the collateral held as security and other credit enhancements, and their financial effects in respect of the financial assets recognized in the Group's consolidated balance sheets:

September 30, 2025

	Book Value	Maximum Exposure to Credit Risk Mitigated by			Total
		Collateral	Master Netting Arrangement	Other Credit Enhancement	
Financial instruments subject to IFRS 9 impairment requirements and credit impairment					
Receivables	\$ 1,512,184	\$ 636,213	\$ -	\$ -	\$ 636,213
Discounts and loans	25,212,245	21,758,978	-	634,483	22,393,461

December 31, 2024

	Book Value	Maximum Exposure to Credit Risk Mitigated by			Total
		Collateral	Master Netting Arrangement	Other Credit Enhancement	
Financial instruments subject to IFRS 9 impairment requirements and credit impairment					
Receivables	\$ 1,333,574	\$ 281,781	\$ -	\$ -	\$ 281,781
Discounts and loans	19,646,503	13,705,495	-	804,697	14,510,192

September 30, 2024

	Book Value	Maximum Exposure to Credit Risk Mitigated by			Total
		Collateral	Master Netting Arrangement	Other Credit Enhancement	
Financial instruments subject to IFRS 9 impairment requirements and credit impairment					
Receivables	\$ 705,369	\$ 246,217	\$ -	\$ -	\$ 246,217
Discounts and loans	17,074,940	10,599,834	-	807,567	11,407,401

(3) Credit risk exposures

The maximum exposure of the Group's assets in the consolidated balance sheets is equivalent to the book value, while the pledged assets and other credit instruments are not considered. The off-balance sheet items related to the maximum credit exposure (without considering collateral or other credit enhancements and irrevocable maximum exposure) are as follows:

	September 30, 2025	December 31, 2024	September 30, 2024
Other guarantees	\$ 76,284,731	\$ 81,497,110	\$ 74,533,836
Issued and non-cancelable loan commitments	36,667,021	40,210,298	58,514,311
Issued but unused letters of credit	31,852,867	35,130,621	36,513,400
Non-cancelable credit card commitments	590,162	586,880	572,851

The Group assessed that it could continually control and minimize credit risk exposure of off-balance sheet items because it adopts stricter procedures and regularly audits credit accounts.

Total carrying amounts of the financial assets with the largest credit risk exposure in the Group are as follows:

	September 30, 2025			
	12-Month ECLs	Lifetime ECLs - Unimpaired	Lifetime ECLs - Impaired	Total
Discounts and loans				
Consumer banking				
-Mortgage	\$ 349,137,300	\$ 2,731,252	\$ 962,447	\$ 352,830,999
-Microcredit	22,049,301	366,340	1,520,436	23,936,077
-Others	46,119,548	96,919	554,530	46,770,997
Corporate banking				
-Secured	410,396,651	12,976,737	18,943,755	442,317,143
-Unsecured	292,466,099	14,931,813	3,231,077	310,628,989
Total	\$ 1,120,168,899	\$ 31,103,061	\$ 25,212,245	\$ 1,176,484,205
Accounts receivable (including non-performing credit card receivables)				
Credit cards	\$ 3,870,413	\$ 233,419	\$ 76,481	\$ 4,180,313
Others	19,569,157	222,935	1,435,703	21,227,795
Total	\$ 23,439,570	\$ 456,354	\$ 1,512,184	\$ 25,408,108
Debt instruments measured at FVTOCI	\$ 453,999,045	\$ 269,334	\$ -	\$ 454,268,379
Investments in debt instruments measured at amortized cost	\$ 210,380,258	\$ -	\$ -	\$ 210,380,258

	December 31, 2024			
	12-Month ECLs	Lifetime ECLs - Unimpaired	Lifetime ECLs - Impaired	Total
Discounts and loans				
Consumer banking				
-Mortgage	\$ 337,832,776	\$ 1,560,047	\$ 1,011,017	\$ 340,403,840
-Microcredit	23,458,068	199,893	1,226,071	24,884,032
-Others	47,063,175	164,594	855,671	48,083,440
Corporate banking				
-Secured	450,766,459	20,775,035	12,836,156	484,377,650
-Unsecured	309,717,666	27,561,304	3,717,588	340,996,558
Total	\$ 1,168,838,144	\$ 50,260,873	\$ 19,646,503	\$ 1,238,745,520
Accounts receivable (including non-performing credit card receivables)				
Credit cards	\$ 3,816,315	\$ 258,384	\$ 73,865	\$ 4,148,564
Others	19,857,223	95,955	1,259,709	21,212,887
Total	\$ 23,673,538	\$ 354,339	\$ 1,333,574	\$ 25,361,451
Debt instruments measured at FVTOCI	\$ 432,033,122	\$ 406,272	\$ -	\$ 432,439,394
Investments in debt instruments measured at amortized cost	\$ 235,151,978	\$ -	\$ -	\$ 235,151,978

	September 30, 2024			
	12-Month ECLs	Lifetime ECLs - Unimpaired	Lifetime ECLs - Impaired	Total
Discounts and loans				
Consumer banking				
-Mortgage	\$ 331,007,150	\$ 1,695,091	\$ 789,024	\$ 333,491,265
-Microcredit	22,757,862	345,599	1,261,873	24,365,334
-Others	46,621,996	169,356	978,800	47,770,152
Corporate banking				
-Secured	462,049,264	22,102,576	10,762,736	494,914,576
-Unsecured	308,640,066	24,218,619	5,928,516	338,787,201
Total	\$ 1,171,076,338	\$ 48,531,241	\$ 19,720,949	\$ 1,239,328,528
Accounts receivable (including non-performing credit card receivables)				
Credit cards	\$ 4,161,915	\$ 209,976	\$ 82,100	\$ 4,453,991
Others	23,025,189	240,538	623,269	23,888,996
Total	\$ 27,187,104	\$ 450,514	\$ 705,369	\$ 28,342,987
Debt instruments measured at FVTOCI	\$ 396,558,628	\$ 755,448	\$ -	\$ 397,314,076
Investments in debt instruments measured at amortized cost	\$ 219,328,705	\$ -	\$ -	\$ 219,328,705

(4) Information on concentration of credit risk

Concentration of credit risk exists if transaction counterparties are significantly concentrated on same individuals or groups engaged in activities with similar economic characteristics, which may lead their ability to fulfill contractual obligations being affected by similar changes in economic or other conditions.

Concentration of credit risk can be on assets, liabilities or off-balance sheet items and can arise in the course of the enforcement and implementation of transactions (regardless of products or service) or in the combination of exposures across categories, including credit, due from and call loans to banks, marketable securities, receivables and derivatives, etc. The Group maintains a diversified

loan portfolio to mitigate the credit risk concentration to same customers; total discounts and loans transactions with same customers and non-performing loans are not material. The Group's most significant concentrations of credit risk of discounts and loans and non-performing loans by industry, region, and collateral were summarized as follows:

A. Industry

Sector	September 30, 2025		December 31, 2024		September 30, 2024	
	Amount	%	Amount	%	Amount	%
Private sector	\$ 656,562,529	56	\$ 726,087,738	59	\$ 727,231,813	59
Consumer	463,717,730	40	453,777,954	36	450,432,437	36
Financial institution	52,064,871	4	51,020,491	4	54,431,726	4
Others	4,139,075	-	7,859,337	1	7,232,552	1
	<u>\$ 1,176,484,205</u>	<u>100</u>	<u>\$ 1,238,745,520</u>	<u>100</u>	<u>\$ 1,239,328,528</u>	<u>100</u>

B. Region

Region	September 30, 2025		December 31, 2024		September 30, 2024	
	Amount	%	Amount	%	Amount	%
Taiwan	\$ 799,739,907	68	\$ 788,810,986	64	\$ 781,411,989	63
Asia Pacific except Taiwan	271,409,943	23	316,090,626	25	320,032,307	26
Others	105,334,355	9	133,843,908	11	137,884,232	11
	<u>\$ 1,176,484,205</u>	<u>100</u>	<u>\$ 1,238,745,520</u>	<u>100</u>	<u>\$ 1,239,328,528</u>	<u>100</u>

C. Collateral

Collaterals Assumed	September 30, 2025		December 31, 2024		September 30, 2024	
	Amount	%	Amount	%	Amount	%
Unsecured	\$ 307,011,072	26	\$ 339,906,786	27	\$ 338,264,956	27
Secured						
Properties	772,832,102	66	794,984,935	64	798,642,510	64
Guarantee	51,794,613	4	56,909,172	4	57,166,794	5
Financial collateral	25,245,912	2	25,033,199	2	24,028,133	2
Personal properties	2,187,884	1	2,883,481	1	2,657,377	1
Other collateral	17,412,622	1	19,027,947	2	18,568,758	1
	<u>\$ 1,176,484,205</u>	<u>100</u>	<u>\$ 1,238,745,520</u>	<u>100</u>	<u>\$ 1,239,328,528</u>	<u>100</u>

(5) Information on credit risk quality

Part of the financial assets held by the Group, cash and cash equivalents, financial assets at fair value through profit or loss, investments in bills and bonds with resale agreements, guarantee deposits paid, security businesses, clearing and settlement funds, etc. are assessed to have very low credit risk because the counterparties have good credit ratings.

40.3.3 Market risk

(1) The sources and definition of market risk

Market risk is the risk resulting from changes in fair value and future cash flows of on- and in-balance-sheet financial instruments caused by changes in market prices, interest rates, foreign exchange rate, including equity securities price and commodity price. Changes in above risk elements can cause risks to shift the net profit of the Group or its investment structures.

The Group's financial instruments are exposed to price, interest rate and foreign exchange rate risks. Major market price risk positions of equity securities include domestic listed shares and funds. Major interest risks include bonds and interest rate derivative instruments such as fixed and floating interest rate swap and bond options whereas the major foreign exchange risks include foreign currency positions held by the Group.

(2) Market risk management policies

The Group monitors its market risk and tolerable loss according to the risk management objectives and limits approved by the board of directors.

The Group also builds a market risk information system, which enables the Group to effectively monitor the management of the investment limits, assessment of gains and losses, and analysis of sensitivity factors. The results of the monitoring, assessment and analysis are reported to the board of directors in risk control meetings and serve as references for the decision making of the management.

The Group splits market risk exposures into trading and held-for-fixed-income portfolios which are controlled by both the Group's operation and risk management section. Routine control reports are reviewed by the board of directors and relevant committees.

(3) Market risk management process

A. Recognition and measurement

The Group's operation and risk management sections both identify market risk factors of exposure positions, which are used to measure market risks. Market risk factors include interest rates, foreign exchange rates and market price of equity securities, and exposures, gains and losses and sensitivity (PV01, Delta, Beta) etc. Measurement of investment portfolio is affected by interest rate risk, foreign exchange risk and price of equity securities.

B. Monitoring and reporting

The Group's risk management department regularly reviews market risk management objective, positions and control of gains and losses, sensitivity analysis and pressure test and reports to the board of directors. Therefore, the board of directors could well understand market risk control. The Group has established explicit notification process, the limit and stop-loss regulation for various transactions. Stop-loss order must be taken when the limit is reached, otherwise the trading department's reasons and plans must be approved by the management, and the department should report to relevant committee regularly.

(4) Interest rate risk management

A. Definition of interest rate risk

Interest rate risk represents risks of changes in fair value of investment portfolio and loss in earnings resulting from changes in interest rates. Major products include interest rate-related financial securities and derivative instruments.

B. Purpose of interest risk management

Interest rate risk management enhances the Group's ability to deal with a contingency, to measure, manage and avoid negative influence on earnings and economic values of balance sheet items affected by the changes in interest rates. In addition, it enhances the efficiency of capital and the business management.

C. Procedures of interest risk management

The Group carefully chooses investment target through conducting research about issuers' credit, financial status, country risks and interest rate trend. The Group also establishes trading amount limit and stop-loss limit including limit for trading department, trader and trading commodity, etc. which are approved by top management and the board of directors.

When the Group undertakes business activities related to interest rate commodities, it will identify interest rate reprising risks and yield curve risks, and measure the possible impact of interest rate changes on the Group's earnings and economic value. The Group reports the

analysis and monitoring of limit on interest rate risk position and various interest rate management objectives to the investment commission and the board of directors on a monthly.

When risk management objective has exceeded its limit, it will be reported to the Investment Commission for resolution of response actions.

D. Measurement methods

The Group measures risks of price reset periods gap from difference in maturity date and price reset date of assets, liabilities, and off-balance sheet items. The Group also established interest rate sensitivity monitoring index for major periods in order to maintain long-term profitability and business growth. Such interest rate indexes and results of pressure test are reviewed by management personnel regularly. In addition, the Group regularly uses DV01 to measure portfolio affected by interest rate.

(5) Foreign exchange rate risk management

A. Definition of foreign exchange rate risk

Foreign exchange risk means losses resulting from currencies exchange at different times. The Group's foreign exchange rate risk results mainly from spot and forward foreign exchange. The Group's foreign exchange rate risk is relatively insignificant due to the fact that transactions are basically settled immediately on transaction date.

B. Policies, procedures and measurement method for foreign exchange rate risk management

In order to control foreign exchange rate risk within tolerable range, the Group has established trading limit, stop-loss limit and maximum loss for trading department and trader and the risk is controlled within the tolerable range.

The Group undertakes pressure test on a seasonal basis and uses 3% to 10% fluctuation in major foreign exchange rate (USD) as the sensitivity threshold and reports test results to the board of directors.

(6) Equity securities price risk management

A. Definition of equity securities price risk

The market risk of equity securities held by the Group includes individual and general risk from price fluctuations of both individual equity security and the entire equity security market.

B. Purpose of equity security price risk management

The main purpose of equity security price risk management is to prevent financial status from deteriorating and to avoid decrease in earnings due to violent fluctuation in equity security prices, and to enhance capital efficiency and strengthen operation.

C. Procedures of equity security price risk management

The Group regularly uses β value to measure the degree of influence on investment portfolio system risk. Stop-loss point is set according to the policy approved by the investment commission. Stop-loss action must be taken when limit is reached, otherwise the investment department must submit request to top management personnel for approval.

D. Measurement method

The Group's control of security price risk is based on risk values.

(7) Market valuation technique

The Group assesses its exposures to market risk and the anticipated loss under market pressures by using assumptions on changes in several market conditions. Limits of various financial instruments are set by the board of directors and monitored by its risk management department. The Group also establishes sensitivity analysis based on major risk factors of various financial products in order to monitor the changes in various market risk factors of financial products.

A. Sensitivity analysis

a. Interest rate risk

The Group has assessed the possible impact on income if global yield curve moves between -1 to +1 basis points simultaneously on September 30, 2025, December 31, 2024 and September 30, 2024 while other factors remain unchanged.

b. Foreign exchange rate risk

The Group assesses the possible impact on income when exchange rates of the NTD against various currencies fluctuate between -1% and +1% on September 30, 2025, December 31, 2024 and September 30, 2024 while other factors remain unchanged.

The functional currency of SCB (HK) is the HKD, and the major foreign currency is the USD; as the two currencies were under the Linked Exchange Rate System, there was insignificant foreign exchange rate risk.

c. Equity securities price risk

The Group has assessed the possible impact on income when equity security prices on September 30, 2025, December 31, 2024 and September 30, 2024 increased or decreased by 1% while other factors remain unchanged.

The analysis assumed that the trends of equity instruments are consistent with historical data.

B. Sensitivity analysis is summarized as follows:

September 30, 2025			
Major Risk	Fluctuation Range	Amount	
		Equity	Profit or Loss
Foreign exchange risk	Foreign currency appreciated 1% against the	\$ 920,253	\$ 13,362
	Foreign currency depreciated 1% against NTD	(920,253)	(13,362)
Interest rate risk	Interest rate curve edged up 1bp	(91,535)	6,059
	Interest rate curve edged down 1bp	91,535	(6,059)
Equity price risk	Equity price increased 1%	367,866	2,113
	Equity price decreased 1%	(367,866)	(2,113)

December 31, 2024			
Major Risk	Fluctuation Range	Amount	
		Equity	Profit or Loss
Foreign exchange risk	Foreign currency appreciated 1% against the	\$ 891,529	\$ 15,838
	Foreign currency depreciated 1% against NTD	(891,529)	(15,838)
Interest rate risk	Interest rate curve edged up 1bp	(87,504)	6,878
	Interest rate curve edged down 1bp	87,504	(6,878)
Equity price risk	Equity price increased 1%	415,003	1,501
	Equity price decreased 1%	(415,003)	(1,501)

September 30, 2024			
Major Risk	Fluctuation Range	Amount	
		Equity	Profit or Loss
Foreign exchange risk	Foreign currency appreciated 1% against the	\$ 892,142	\$ 1,579
	Foreign currency depreciated 1% against NTD	(892,142)	(1,579)
Interest rate risk	Interest rate curve edged up 1bp	(81,513)	9,404
	Interest rate curve edged down 1bp	81,513	(9,404)
Equity price risk	Equity price increased 1%	371,713	2,264
	Equity price decreased 1%	(371,713)	(2,264)

40.3.4 Liquidity risk

(1) The sources and definition of liquidity risk

Liquidity risk is the possibility that the Group is unable to liquidate assets or obtain financing to fulfill matured financial liabilities which may result in financial loss. Liquidity risk may be present when, for example, deposits are withdrawn in advance of the original date of settlement, the market becomes worse and borrowing from other banks becomes difficult, the clients' credit deteriorates leading to the occurrence of defaults, liquidation of financial instruments becomes difficult, early redemption of interest-sensitive instruments happens, etc. The aforementioned factors may reduce cash balance to be used in the areas of loans, trading, and investment. In some extreme circumstances, the lack of liquidity may lead to the decrease in the overall assets and liabilities, and the need to liquidate the Group's assets and the possibility of being unable to fulfill loan commitments. Liquidity risks include inherent risks that may be affected by some specific industry events or overall market condition. These events include but are not limited to credit, merger and acquisitions, systemic breakdown and natural disasters.

(2) The management policies are as follows:

The management procedures are monitored by the independent department of risk management; the procedures are as follows:

- A. Regular financing and monitoring of cash flows to ensure the fulfillment of the requirements in the future.
- B. Maintaining appropriate position of high liquidity assets which are easily realizable.
- C. Monitoring of liquidity ratios of the balance sheet accounts according to the internal management purposes and external monitoring rules.
- D. Managing the maturity date of debt instruments.

The procedures for monitoring and reporting liquidity risk are applied and measured based on the estimated cash flows (the time gap is based on how the Group manages the liquidity risk) of 1 day, 10 days, and 1 month. Estimates of future cash flows are based on the maturity analysis of financial assets and liabilities. The risk management department also monitors the use of loan commitment, discount facilities, guarantee letters, and other types of contingent liabilities, and furthermore reports the related information to the risk management committee and the board of directors regularly.

The Group holds certain position of highly liquid interest bearing assets to fulfill its obligation and for future needs. To manage the liquidity risk, the Group holds the following assets: Cash and cash equivalents, due from the Central Bank and banks, and financial assets at fair value through profit or loss, etc.

(3) Maturity analysis

The Group analyzed cash outflows of non-derivative financial liabilities according to the

remaining terms from date of the balance sheets to maturity date of the contract. The disclosure of cash outflows of non-derivative financial liabilities is based on the cash flows of contracts so that the items could not correspond with all items in the consolidated balance sheets.

September 30, 2025	0-30 days	31-90 days	91-180 days	181 days-1 year	Over 1 year	Total
Due to the central bank and banks	\$ 24,249,713	\$ 4,086,945	\$ 2,688,715	\$ 2,213,591	\$ 3,450,829	\$ 36,689,793
Financial liabilities measured at FVTPL	-	-	-	-	2,104,075	2,104,075
Securities sold under repurchase agreements	3,378,000	3,282,964	200,949	-	-	6,861,913
Payables	38,499,591	1,528,858	437,468	522,565	891,419	41,879,901
Deposits and remittances	1,057,030,056	452,057,635	189,624,808	246,775,009	13,931,430	1,959,418,938
Bank debentures	-	-	339,932	339,932	63,866,431	64,546,295
Other financial liabilities	11,572,295	43,034	80,407	266,749	1,476,520	13,439,005
Lease liabilities	36,672	67,412	121,750	172,806	1,283,444	1,682,084

December 31, 2024	0-30 days	31-90 days	91-180 days	181 days-1 year	Over 1 year	Total
Due to the central bank and banks	\$ 29,805,776	\$ 6,704,283	\$ 3,121,236	\$ 1,915,760	\$ 3,049,971	\$ 44,597,026
Financial liabilities measured at FVTPL	-	-	-	-	2,431,170	2,431,170
Securities sold under repurchase agreements	4,421,134	287,865	74,154	-	-	4,783,153
Payables	33,284,674	927,227	674,415	712,767	833,086	36,432,169
Deposits and remittances	1,037,404,157	487,940,448	205,416,668	299,656,688	15,802,079	2,046,220,040
Bank debentures	-	365,813	-	1,365,813	57,860,361	59,591,987
Other financial liabilities	8,744,284	67,298	71,727	136,355	961,446	9,981,110
Lease liabilities	41,053	80,862	146,018	221,857	1,388,669	1,878,459

September 30, 2024	0-30 days	31-90 days	91-180 days	181 days-1 year	Over 1 year	Total
Due to the central bank and banks	\$ 16,702,255	\$ 5,810,583	\$ 3,408,834	\$ 2,357,022	\$ 5,578,147	\$ 33,856,841
Financial liabilities measured at FVTPL	-	-	-	-	2,653,443	2,653,443
Securities sold under repurchase agreements	5,414,658	267,412	348,494	-	-	6,030,564
Payables	38,002,388	2,241,779	496,833	553,598	768,900	42,063,498
Deposits and remittances	1,061,949,085	466,970,695	209,580,178	259,402,745	16,303,616	2,014,206,319
Bank debentures	-	-	353,206	1,353,206	54,640,574	56,346,986
Other financial liabilities	7,515,116	31,786	92,310	133,139	888,912	8,661,263
Lease liabilities	40,967	74,429	117,976	265,045	1,397,082	1,895,499

The Group evaluated the contractual maturity date to comprehend all derivative financial instruments on the consolidated balance sheets. Because the maturity analysis of derivative financial liabilities is based on the contractual cash flows, the amounts would not correspond with related items on the consolidated balance sheets. Maturity analysis of derivative financial liabilities is as follows:

A. Derivative financial liabilities in net settlement

September 30, 2025	0-30 days	31-90 days	91-180 days	181 days-1 year	Over 1 year	Total
Derivative financial liabilities measured at FVTPL						
Foreign exchange derivatives	\$ 59,591	\$ 21,275	\$ 7,803	\$ 21,720	\$ -	\$ 110,389
Interest rate derivatives	-	60	445	4,980	287,729	293,214

December 31, 2024	0-30 days	31-90 days	91-180 days	181 days-1 year	Over 1 year	Total
Derivative financial liabilities measured at FVTPL						
Foreign exchange derivatives	\$ 32,353	\$ 11,129	\$ 7,044	\$ 54,773	\$ -	\$ 105,299
Interest rate derivatives	232	136	973	425	463,080	464,846

September 30, 2024	0-30 days	31-90 days	91-180 days	181 days-1 year	Over 1 year	Total
Derivative financial liabilities measured at FVTPL						
Foreign exchange derivatives	\$ 101,029	\$ 31,131	\$ 6,062	\$ 28,119	\$ -	\$ 166,341
Interest rate derivatives	630	547	1,274	748	120,413	123,612
Equity securities derivatives	397	-	-	-	-	397

B. Derivative financial liabilities in gross settlement

September 30, 2025	0~30 days	31~90 days	91~180 days	181 days~1 year	Over 1 year	Total
Derivative financial liabilities measured at FVTPL						
Foreign exchange derivatives						
Cash inflow	\$ 289,495,780	\$ 176,444,145	\$ 67,637,789	\$ 60,210,444	\$ 71,500	\$ 593,859,658
Cash outflow	289,520,822	176,635,791	67,726,942	60,165,816	73,572	594,122,943
Interest rate derivatives						
Cash inflow	\$ 41,815	\$ 90,055	\$ 127,297	\$ 260,851	\$ 197,565	\$ 717,583
Cash outflow	41,815	90,055	127,297	260,851	197,565	717,583

December 31, 2024	0~30 days	31~90 days	91~180 days	181 days~1 year	Over 1 year	Total
Derivative financial liabilities measured at FVTPL						
Foreign exchange derivatives						
Cash inflow	\$ 193,649,118	\$ 142,346,847	\$ 61,950,972	\$ 46,640,207	\$ 2,123,848	\$ 446,710,992
Cash outflow	193,283,376	141,479,211	62,232,079	46,737,264	2,131,349	445,863,279

September 30, 2024	0~30 days	31~90 days	91~180 days	181 days~1 year	Over 1 year	Total
Derivative financial liabilities measured at FVTPL						
Foreign exchange derivatives						
Cash inflow	\$ 244,974,783	\$ 171,801,881	\$ 75,206,104	\$ 34,005,001	\$ 2,793,618	\$ 528,781,387
Cash outflow	246,048,085	172,702,894	75,571,554	34,158,005	2,800,290	531,280,828
Interest rate derivatives						
Cash inflow	\$ -	\$ 9,205	\$ 4,493	\$ -	\$ -	\$ 13,698
Cash outflow	-	9,205	4,493	-	-	13,698

The analysis of cash outflows of in-balance-sheet items is illustrated according to the remaining days from the balance sheet date to maturity date of the contract. For financial guarantee contracts, the largest amount is categorized under the earliest possible date to take responsibility. The disclosure of cash outflows of off-balance sheet items is based on the cash flows of contracts so that part items could not correspond with all items in the balance sheet.

September 30, 2025	0~30 days	31~90 days	91~180 days	181 days~1 year	Over 1 year	Total
Other guarantees	\$ 16,650,509	\$ 18,260,243	\$ 10,430,681	\$ 13,550,302	\$ 17,392,996	\$ 76,284,731
Non-cancelable loan commitments	10,353,833	1,316,893	251,307	1,117,729	23,627,259	36,667,021
Issued but unused letters of credit	27,992,206	3,157,413	669,901	33,347	-	31,852,867
Non-cancelable credit card commitments	88,465	176,931	265,396	59,370	-	590,162

December 31, 2024	0~30 days	31~90 days	91~180 days	181 days~1 year	Over 1 year	Total
Other guarantees	\$ 27,550,956	\$ 12,730,623	\$ 7,765,090	\$ 14,783,660	\$ 18,666,781	\$ 81,497,110
Non-cancelable loan commitments	11,069,717	115,577	1,270,333	2,473,789	25,280,882	40,210,298
Issued but unused letters of credit	30,754,719	3,743,786	234,379	186,395	211,342	35,130,621
Non-cancelable credit card commitments	87,973	175,947	263,920	59,040	-	586,880

September 30, 2024	0~30 days	31~90 days	91~180 days	181 days~1 year	Over 1 year	Total
Other guarantees	\$ 14,051,031	\$ 19,265,864	\$ 11,302,217	\$ 13,361,546	\$ 16,553,178	\$ 74,533,836
Non-cancelable loan commitments	27,995,991	1,724,008	533,151	3,274,953	24,986,208	58,514,311
Issued but unused letters of credit	30,633,776	5,081,847	493,381	171,176	133,220	36,513,400
Non-cancelable credit card commitments	85,870	171,741	257,611	57,629	-	572,851

40.4 Transfer of financial assets

In the daily transactions of the Group, most of the transferred financial assets not eligible for full derecognition are repurchase notes and bonds. The cash flows of the transactions have been transferred to outsiders and the liabilities for repurchasing the transferred financial assets in a fixed amount have been recognized; the Group may repurchase the transferred financial assets in the future. The Group is not eligible to conduct, sell, or pledge the transferred financial assets during the effective period prior to derecognition. However, the Group is still exposed to the interest risks and credit risks. As a result, the transferred financial assets are not derecognized. The following tables show the transferred financial assets that are not qualified for derecognition and related financial liabilities.

September 30, 2025					
Type of Financial Assets	The Book Value of Financial Assets Transferred	The Book Value of Related Financial Liabilities	The Fair Value of Financial Assets Transferred	The Fair Value of Related Financial Liabilities	Net Amount
Financial assets measured at FVTOCI					
Securities sold under repurchase agreements	\$ 4,152,836	\$ 4,088,383	\$ 4,152,836	\$ 4,088,383	(\$ 64,453)
Financial assets measured at AC					
Securities sold under repurchase agreements	\$ 2,786,137	\$ 2,773,530	\$ 2,786,137	\$ 2,773,530	(\$ 12,607)

December 31, 2024					
Type of Financial Assets	The Book Value of Financial Assets Transferred	The Book Value of Related Financial Liabilities	The Fair Value of Financial Assets Transferred	The Fair Value of Related Financial Liabilities	Net Amount
Financial assets measured at FVTOCI					
Securities sold under repurchase agreements	\$ 4,778,000	\$ 4,783,153	\$ 4,778,000	\$ 4,783,153	\$ 5,153

September 30, 2024					
Type of Financial Assets	The Book Value of Financial Assets Transferred	The Book Value of Related Financial Liabilities	The Fair Value of Financial Assets Transferred	The Fair Value of Related Financial Liabilities	Net Amount
Financial assets measured at FVTOCI					
Securities sold under repurchase agreements	\$ 6,025,500	\$ 6,030,564	\$ 6,025,500	\$ 6,030,564	\$ 4,064

41. AVERAGE AMOUNT AND AVERAGE INTEREST RATE OF INTEREST-EARNING ASSETS AND INTEREST-BEARING LIABILITIES

Average amount and average interest rate of interest-earning assets and interest-bearing liabilities that were affected by interest rate fluctuations are as follows:

Average balances were calculated by the daily average balances of interest-earning assets and interest-bearing liabilities.

41.1 The Bank

	For the Nine Months Ended September 30, 2025	
	Average Balance	Average Rate (%)
Interest-bearing assets		
Cash and cash equivalents - due from other banks	\$ 12,935,580	0.92
Due from the Central Bank and call loans to banks	92,753,057	2.01
Securities purchased under resell agreements	14,077,202	1.52
Credit card revolving balances	663,648	12.54
Discounts and loans (excluding non-performing loans)	888,552,753	2.87
Financial assets measured at FVTPL	2,072,319	4.25
Financial assets measured at FVTOCI - investments in debt	218,551,350	3.38
Investments in debt instruments measured at amortized cost	190,152,003	1.16
Interest-bearing liabilities		
Due to the central bank and banks	20,487,513	2.81
Financial liabilities measured at FVTPL	2,717,321	6.24
Securities sold under repurchase agreements	4,211,978	1.13
Negotiable certificates of deposit	68,201,540	1.70
Demand deposits	274,567,566	0.59
Savings deposits	207,351,221	0.85
Time deposits	422,548,014	2.27
Time savings	280,167,426	1.70
Bank debentures	48,322,067	1.47
Other financial liabilities	8,750,038	4.51
Lease liabilities	785,793	1.37

For the Nine Months Ended September 30, 2024

	Average Balance	Average Rate (%)
Interest-bearing assets		
Cash and cash equivalents - due from other banks	\$ 16,195,736	1.09
Due from the Central Bank and call loans to banks	84,482,478	2.64
Securities purchased under resell agreements	9,651,363	0.96
Credit card revolving balances	694,639	11.33
Discounts and loans (excluding non-performing loans)	875,980,405	3.09
Financial assets measured at FVTPL	689,321	2.74
Financial assets measured at FVTOCI - investments in debt	226,273,776	3.38
Investments in debt instruments measured at amortized cost	199,416,765	1.39
Interest-bearing liabilities		
Due to the central bank and banks	15,172,897	3.60
Financial liabilities measured at FVTPL	2,683,095	6.15
Securities sold under repurchase agreements	3,071,528	1.07
Negotiable certificates of deposit	58,523,046	1.59
Demand deposits	280,687,751	0.79
Savings deposits	207,618,774	0.82
Time deposits	453,644,438	2.38
Time savings	249,105,189	1.64
Bank debentures	54,846,703	1.34
Other financial liabilities	6,413,360	4.60
Lease liabilities	769,366	1.09

41.2 SCB (HK)

For the Nine Months Ended
September 30, 2025

	Average Balance	Average Rate (%)
Interest-bearing assets		
Call loans to banks	\$ 327,155,094	3.29
Discounts and loans (excluding non-performing loans)	273,863,949	5.20
Credit card revolving balances	119,537	29.27
Debt instruments (including investments in debt instruments measured at FVTOCI and amortized cost)	234,456,477	3.72
Interest-bearing liabilities		
Due to banks	23,628,297	3.06
Demand deposits	208,493,098	0.15
Time deposits	488,031,800	3.25
Bank debentures	10,597,394	6.55

For the Nine Months Ended
September 30, 2024

	Average Balance	Average Rate (%)
Interest-bearing assets		
Call loans to banks	\$ 335,691,361	4.32
Discounts and loans (excluding non-performing loans)	343,082,519	6.32
Credit card revolving balances	121,094	28.90
Debt instruments (including investments in debt instruments measured at FVTOCI and amortized cost)	193,122,746	3.20
Interest-bearing liabilities		
Due to banks	20,188,752	3.81
Demand deposits	197,854,979	0.37
Time deposits	534,368,812	4.33
Bank debentures	11,570,653	6.59

42. CAPITAL MANAGEMENT

All the Group's risks were included in the scope of assessment of capital adequacy according to "Regulations Governing the Capital Adequacy". The business objectives and project budget are approved by the board of directors, and furthermore the Bank considered the development strategy, capital adequacy, debt ratio, and dividend policy in its assessments. The contents are included in stress test, estimate of capital adequacy ratio to ensure achieving the objective of capital adequacy and strengthening of the capital structure.

43. ASSET QUALITY, CONCENTRATION OF CREDIT EXTENSIONS, INTEREST RATE SENSITIVITY, PROFITABILITY AND MATURITY ANALYSIS OF ASSETS AND LIABILITIES

43.1 Assets quality: As stated in Table 1

43.2 Concentration of credit extensions

Top 10 credit extensions information of the Group was as below:

Ranking (Note 1)	September 30, 2025					
	The Bank			SCB (HK)		
	Group Name (Note 2)	Credit Extension Balance (Note 3)	% of Net Asset Value	Group Name (Note 2)	Credit Extension Balance (Note 3)	% of Net Asset Value (Note 4)
1	A Group (retail sale of electric and communications equipment)	10,801,319	5.48%	P Group (hotel and property development)	12,423,872	7.91%
2	B Group (general management agency)	7,154,927	3.63%	Q Group (hotel and property development)	10,164,416	6.47%
3	C Group (general management agency)	6,439,685	3.27%	R Group (car dealers)	6,690,260	4.26%
4	D Group (computer and peripheral manufacturing)	5,973,332	3.03%	S Group (property development)	6,568,969	4.18%
5	E Group (computer manufacturing)	5,845,791	2.96%	T Group (conglomerate company)	5,755,866	3.67%
6	F Group (computer and peripheral manufacturing)	5,321,983	2.70%	U Group (hotel and property development)	5,636,129	3.59%
7	G Group (property development)	4,511,973	2.29%	V Group (property development, apparel and commodity trading)	5,206,941	3.32%
8	H Group (electric power supply)	4,505,088	2.28%	W Group (property development)	4,983,273	3.17%
9	I Group (financial leasing)	4,181,014	2.12%	X Group (broadcasting and entertainment industry)	4,722,692	3.01%
10	J Group (residential and building development, leasing and sales)	3,834,363	1.94%	Y Group (apparel and accessories import and export industry)	3,880,420	2.47%

Ranking (Note 1)	December 31, 2024					
	The Bank			SCB (HK)		
	Group Name (Note 2)	Credit Extension Balance (Note 3)	% of Net Asset Value	Group Name (Note 2)	Credit Extension Balance (Note 3)	% of Net Asset Value (Note 4)
1	A Group (retail sale of electric and communications equipment)	10,609,309	5.36%	P Group (hotel and property development)	13,425,395	8.29%
2	B Group (general management agency)	8,145,220	4.11%	Q Group (hotel and property development)	11,285,083	6.97%
3	C Group (general management agency)	7,507,925	3.79%	S Group (property development)	8,501,816	5.25%
4	E Group (computer manufacturing)	6,674,387	3.37%	U Group (hotel and property development)	7,348,459	4.54%
5	G Group (real estate development)	5,899,702	2.98%	X Group (broadcasting and entertainment industry)	6,715,580	4.15%
6	H Group (electric power supply)	5,272,437	2.66%	Z Group (property investment and development)	6,575,798	4.06%
7	I Group (financial leasing)	4,507,372	2.28%	W Group (property development)	6,521,851	4.03%
8	K Group (wiring and cable system manufacturing)	4,280,715	2.16%	T Group (conglomerate company)	6,266,125	3.87%
9	L Group (computer manufacturing)	4,190,660	2.12%	a Group (property investment and development)	6,115,374	3.78%
10	M Group (real estate development)	3,895,000	1.97%	b Group (investment holding)	5,981,877	3.69%

Ranking (Note 1)	September 30, 2024					
	The Bank			SCB (HK)		
	Group Name (Note 2)	Credit Extension Balance (Note 3)	% of Net Asset Value	Group Name (Note 2)	Credit Extension Balance (Note 3)	% of Net Asset Value (Note 4)
1	B Group (general management agency)	8,100,871	4.19%	P Group (hotel property development)	12,980,386	8.33%
2	C Group (general management agency)	6,979,382	3.61%	Q Group (hotel property development)	10,982,896	7.05%
3	A Group (retail sale of electric and communications equipment)	5,873,708	3.04%	S Group (property development)	7,968,802	5.12%
4	G Group (real estate development)	5,333,344	2.76%	U Group (hotel property development)	7,122,328	4.57%
5	H Group (electric power supply)	5,233,091	2.70%	V Group (property development, apparel and commodity trading)	6,681,536	4.29%
6	K Group (wiring and cable system manufacturing)	4,245,458	2.19%	X Group (broadcasting and entertainment industry)	6,478,717	4.16%
7	E Group (computer manufacturing)	4,073,405	2.11%	Z Group (property investment and development)	6,261,232	4.02%
8	N Group (computer and peripheral manufacturing)	3,974,983	2.05%	W Group (property development)	6,234,875	4.00%
9	O Group (real estate development)	3,872,610	2.00%	c Group (hotel property development)	6,007,806	3.86%
10	I Group (financial leasing)	3,759,455	1.94%	a Group (property investment and development)	5,941,583	3.81%

Note 1: The top 10 credit extensions ranking is made by total credit balance, which excluded government-owned or state-run enterprises. If the borrower is an affiliate of the Group enterprise, the credit balance of the borrower is then aggregated to the Group enterprise's credit balance. The borrower is marked by specific codes as well as its major industries. The major industry of a borrower is determined by its maximum exposures by industries. The classification of industry should be in line with the Standard Industrial Classification System of the Republic of China published by the Directorate General of Budget, Accounting and Statistics under the Executive Yuan.

Note 2: "Group Enterprise" conforms to the definition of Article 6 in "Supplementary Provisions to the Taiwan Stock Exchange Corporation Rules for Review of Securities Listings."

Note 3: Credit balance includes each item of loan (including import bill negotiated, export bill negotiated, discounts, overdrafts, short-term loans, short-term secured loans, marginal receivables, medium-term loans, medium-term secured loans, long-term loans, long-term secured loans and non-performing loans), exchange bills negotiated, accounts receivable - without recourse factoring, acceptances receivable and guarantees issued.

Note 4: It is net equity of SCB (HK).

43.3 Interest rate sensitivity information

43.3.1 The Bank

Interest Rate Sensitivity (NTD)

September 30, 2025

Item	1~90 days	91~180 days	181 days~1 year	Over 1 year	Total
Interest rate sensitive assets	\$ 955,640,447	\$ 40,249,063	\$ 14,003,344	\$ 56,168,862	\$ 1,066,061,716
Interest rate sensitive liabilities	272,552,372	451,127,459	207,248,393	66,143,824	997,072,048
Interest rate sensitivity gap	683,088,075	(410,878,396)	(193,245,049)	(9,974,962)	68,989,668
Net equity					197,187,015
Ratio of interest rate sensitive assets to liabilities					106.92%
Ratio of interest rate sensitivity gap to net equity					34.99%

September 30, 2024

Item	1~90 days	91~180 days	181 days~1 year	Over 1 year	Total
Interest rate sensitive assets	\$ 923,026,567	\$ 42,046,016	\$ 13,718,274	\$ 66,954,644	\$ 1,045,745,501
Interest rate sensitive liabilities	274,522,505	445,618,806	214,615,286	51,922,929	986,679,526
Interest rate sensitivity gap	648,504,062	(403,572,790)	(200,897,012)	15,031,715	59,065,975
Net equity					193,477,335
Ratio of interest rate sensitive assets to liabilities					105.99%
Ratio of interest rate sensitivity gap to net equity					30.53%

Note 1: The tables above refer only to the financial assets/liabilities denominated in NT dollars held by the whole bank, excluded contingent assets and liabilities.

Note 2: Interest rate-sensitive assets/liabilities refer to financial assets/liabilities which returns are driven by interest rate fluctuations.

Note 3: Interest rate sensitivity gap = Interest rate-sensitive assets - Interest rate-sensitive liabilities.

Note 4: Ratio of interest rate-sensitive assets to liabilities = Interest rate-sensitive assets ÷ Interest rate-sensitive liabilities. (The interest rate-sensitive assets and liabilities are denominated in NT dollars).

Interest Rate Sensitivity (USD)

September 30, 2025

Item	1~90 days	91~180 days	181 days~1 year	Over 1 year	Total
Interest rate sensitive assets	\$ 8,329,180	\$ 266,082	\$ -	\$ -	\$ 8,595,262
Interest rate sensitive liabilities	3,913,922	3,840,207	461,655	135,219	8,351,003
Interest rate sensitivity gap	4,415,258	(3,574,125)	(461,655)	(135,219)	244,259
Net equity					6,471,513
Ratio of interest rate sensitive assets to liabilities					102.92%
Ratio of interest rate sensitivity gap to net equity					3.77%

September 30, 2024

Item	1~90 days	91~180 days	181 days~1 year	Over 1 year	Total
Interest rate sensitive assets	\$ 8,418,140	\$ 76,931	\$ -	\$ -	\$ 8,495,071
Interest rate sensitive liabilities	3,912,183	3,878,739	437,849	147,291	8,376,062
Interest rate sensitivity gap	4,505,957	(3,801,808)	(437,849)	(147,291)	119,009
Net equity					6,111,097
Ratio of interest rate sensitive assets to liabilities					101.42%
Ratio of interest rate sensitivity gap to net equity					1.95%

Note 1: The tables above refer only to the financial assets/liabilities denominated in US dollars held by the whole bank, contingent assets and liabilities excluded.

Note 2: Interest rate-sensitive assets/liabilities refer to financial assets/liabilities which returns are driven by interest rate fluctuations.

Note 3: Interest rate sensitivity gap = Interest rate-sensitive assets - Interest rate-sensitive liabilities.

Note 4: Ratio of interest rate-sensitive assets to liabilities = Interest rate-sensitive assets ÷ Interest rate-sensitive liabilities. (The interest rate-sensitive assets and liabilities are denominated in US dollars).

43.3.2 SCB (HK)

Interest Rate Sensitivity (USD)**September 30, 2025**

Item	1~90 days	91~180 days	181 days~1 year	Over 1 year	Total
Interest rate sensitive assets	\$ 6,251,219	\$ 606,128	\$ 755,183	\$ 2,138,195	\$ 9,750,725
Interest rate sensitive liabilities	7,081,302	1,190,802	571,236	562,068	9,405,408
Interest rate sensitivity gap	(830,083)	(584,674)	183,947	1,576,127	345,317
Net equity					5,137,878
Ratio of interest rate sensitive assets to liabilities					103.67%
Ratio of interest rate sensitivity gap to net equity					6.72%

September 30, 2024

Item	1~90 days	91~180 days	181 days~1 year	Over 1 year	Total
Interest rate sensitive assets	\$ 6,642,219	\$ 620,081	\$ 856,804	\$ 1,559,296	\$ 9,678,400
Interest rate sensitive liabilities	6,497,017	1,214,033	576,979	492,736	8,780,765
Interest rate sensitivity gap	145,202	(593,952)	279,825	1,066,560	897,635
Net equity					4,951,881
Ratio of interest rate sensitive assets to liabilities					110.22%
Ratio of interest rate sensitivity gap to net equity					18.13%

Note 1: The tables above refer only to the financial assets/liabilities denominated in US dollars held by SCB (HK), contingent assets and liabilities excluded.

Note 2: Interest rate-sensitive assets/liabilities refer to financial assets/liabilities which returns are driven by interest rate fluctuations.

Note 3: Interest rate sensitivity gap = Interest rate-sensitive assets - Interest rate-sensitive liabilities.

Note 4: Ratio of interest rate-sensitive assets to liabilities = Interest rate-sensitive assets ÷ Interest rate-sensitive liabilities. (The interest rate-sensitive assets and liabilities are denominated in US dollars).

43.4 Profitability

The Group

Unit: %

Items		September 30, 2025	September 30, 2024
Return on total assets	Before income tax	0.87	0.77
	After income tax	0.78	0.62
Return on equity	Before income tax	8.04	7.46
	After income tax	7.22	6.03
Profit margin		35.63	29.14

Note 1: Return on total assets = Income before (after) income tax ÷ Average total assets.

Note 2: Return on equity = Income before (after) income tax ÷ Average equity.

Note 3: Profit margin = Income after income tax ÷ Total net revenue.

Note 4: Income before (after) income tax represents income YTD.

Note 5: The quarterly profitability is converted to the annual benchmark figures expressed in the annual rates.

43.5 Maturity analysis of assets and liabilities

43.5.1 The Bank

(1) In Thousands of New Taiwan Dollars

September 30, 2025

	Total	For remaining period to maturity date					
		0~10 days	11~30 days	31~90 days	91~180 days	181 days~1 year	Over 1 year
Major cash inflow on maturity	\$ 1,144,498,317	\$ 179,033,827	\$ 88,001,931	\$ 54,644,926	\$ 66,319,301	\$ 136,724,410	\$ 619,773,922
Major cash outflow on maturity	1,466,860,523	48,499,345	77,352,904	217,029,512	146,032,244	332,619,053	645,327,465
Gap	(322,362,206)	130,534,482	10,649,027	(162,384,586)	(79,712,943)	(195,894,643)	(25,553,543)

September 30, 2024

	Total	For remaining period to maturity date					
		0~10 days	11~30 days	31~90 days	91~180 days	181 days~1 year	Over 1 year
Major cash inflow on maturity	\$ 1,136,558,256	\$ 181,962,422	\$ 74,011,161	\$ 54,924,125	\$ 67,363,829	\$ 132,902,024	\$ 625,394,695
Major cash outflow on maturity	1,472,836,970	50,920,283	105,643,030	265,578,698	224,529,522	291,304,479	534,860,958
Gap	(336,278,714)	131,042,139	(31,631,869)	(210,654,573)	(157,165,693)	(158,402,455)	90,533,737

Note: This table includes only financial assets/liabilities denominated in the NTD dollars held by the head office and domestic branches.

(2) In Thousands of US dollars

September 30, 2025

	Total	For remaining period to maturity date				
		0~30 days	31~90 days	91~180 days	181 days~1 year	Over 1 year
Major cash inflow on maturity	\$ 13,049,121	\$ 1,985,442	\$ 1,109,642	\$ 857,174	\$ 770,768	\$ 8,326,095
Major cash outflow on maturity	12,976,158	2,798,204	3,046,261	2,421,864	2,991,407	1,718,422
Gap	72,963	(812,762)	(1,936,619)	(1,564,690)	(2,220,639)	6,607,673

September 30, 2024

	Total	For remaining period to maturity date				
		0~30 days	31~90 days	91~180 days	181 days~1 year	Over 1 year
Major cash inflow on maturity	\$ 12,945,581	\$ 1,939,614	\$ 922,809	\$ 806,371	\$ 849,554	\$ 8,427,233
Major cash outflow on maturity	14,280,345	2,891,514	2,942,449	1,990,926	2,033,117	4,422,339
Gap	(1,334,764)	(951,900)	(2,019,640)	(1,184,555)	(1,183,563)	4,004,894

Note: This table includes only financial assets/liabilities denominated in the US dollars held by the head office, branches and OBU.

43.5.2 SCB (HK)

In Thousands of US dollars

September 30, 2025

	Total	For remaining period to maturity date				
		0~30 days	31~90 days	91~180 days	181 days~1 year	Over 1 year
Major cash inflow on maturity	\$ 9,736,869	\$ 2,719,471	\$ 1,197,976	\$ 792,236	\$ 847,068	\$ 4,180,118
Major cash outflow on maturity	9,493,186	4,659,426	3,124,797	1,001,408	360,077	347,478
Gap	243,683	(1,939,955)	(1,926,821)	(209,172)	486,991	3,832,640

September 30, 2024

	Total	For remaining period to maturity date				
		0~30 days	31~90 days	91~180 days	181 days~1 year	Over 1 year
Major cash inflow on maturity	\$ 9,843,610	\$ 2,837,572	\$ 1,128,472	\$ 1,057,759	\$ 1,241,838	\$ 3,577,969
Major cash outflow on maturity	8,877,063	3,926,419	3,136,537	1,036,058	431,263	346,786
Gap	966,547	(1,088,847)	(2,008,065)	21,701	810,575	3,231,183

Note: This table includes only financial assets/liabilities held by SCB.

44. THE CONTENTS AND AMOUNTS OF TRUST ACTIVITIES UNDER TRUST ENTERPRISE ACT

The trust account balance sheets, income statements and the details of trust assets are as follows:

Balance Sheet of Trust Account

	September 30, 2025	September 30, 2024
Trust Assets		
Bank deposit	\$ 9,256,672	\$ 9,985,785
Short-term investments	110,998,495	111,397,132
Net asset value of collective investment trust fund	916,445	6,497,846
Accounts receivable	9,611	7,199
Land	34,054,563	32,082,406
Buildings and improvement, net	88,756	89,484
Construction in progress	17,580,363	10,914,235
Securities in custody	53,578,642	60,182,175
Other assets	63,432	61,658
Total trust assets	<u>\$ 226,546,979</u>	<u>\$ 231,217,920</u>
Trust Liabilities		
Accounts payable	\$ 182	\$ 159
Depository of security payable	53,578,642	60,182,175
Trust capital	172,817,969	171,149,201
Accumulated (loss) gain and equity	150,186	(113,615)
Total trust liabilities	<u>\$ 226,546,979</u>	<u>\$ 231,217,920</u>

Trust Asset Lists

Item	September 30, 2025	September 30, 2024
Cash in banks	\$ 9,256,672	\$ 9,985,785
Short-term investment		
Funds	62,407,198	65,168,371
Bonds	39,071,631	36,125,728
Common stocks	4,246,709	4,157,145
Structured instruments	5,094,743	5,757,776
Preferred stock	178,214	188,112
Net asset value of collective trust accounts	916,445	6,497,846
Receivables	9,611	7,199
Land	34,054,563	32,082,406
Buildings and improvement, net	88,756	89,484
Construction in progress	17,580,363	10,914,235
Depository of securities	53,578,642	60,182,175
Other assets - principal deferred expense	63,432	61,658
Total	\$ 226,546,979	\$ 231,217,920

Income Statements of Trust Account

	For the Nine Months Ended September 30	
	2025	2024
Trust income		
Dividend income	\$ 69,666	\$ 81,276
Interest income	57,638	47,484
Donation income	973	251
Realized investment gains	6,343	15,624
Unrealized investment gains	146,193	274,574
Other revenue	31,499	20,925
	<u>\$ 312,312</u>	<u>\$ 440,134</u>
Trust expenses		
Tax expenditures	\$ 281	\$ 4,603
Management expenses	6,267	6,465
Service expenses	976	1,005
Realized investment losses	1	2,528
Unrealized investment losses	113,607	471,561
Donation expenses	796	485
Other expenses	1,544	1,245
	<u>123,472</u>	<u>487,892</u>
Income (loss) before income tax	188,840	(47,758)
Income tax expense	(24)	(29)
Net income (loss)	\$ 188,816	(47,787)

45. EXCHANGE RATE INFORMATION OF FOREIGN FINANCIAL ASSETS AND LIABILITIES

The information regarding significant financial assets/liabilities denominated in foreign currencies held by the Group was as follows:

45.1 The Bank

	September 30, 2025			December 31, 2024			September 30, 2024		
	Foreign Currencies	Exchange Rate	New Taiwan Dollars	Foreign Currencies	Exchange Rate	New Taiwan Dollars	Foreign Currencies	Exchange Rate	New Taiwan Dollars
Financial assets									
Cash and cash equivalents									
USD	\$ 270,622	30.4700	\$ 8,245,852	\$ 94,685	32.7900	\$ 3,104,721	\$ 79,482	31.6600	\$ 2,516,400
JPY	12,800,440	0.2058	2,634,331	21,229,026	0.2099	4,455,973	18,231,909	0.2229	4,063,893
CNY	490,057	4.2740	2,094,504	442,332	4.4790	1,981,205	1,005,093	4.5260	4,549,051
Due from the Central Bank and call loans to									
USD	1,202,904	30.4700	36,652,485	777,084	32.7900	25,480,584	983,784	31.6600	31,146,601
EUR	32,210	35.8000	1,153,118	54,710	34.1300	1,867,252	-	35.3400	-
VND	960,000,000	0.0012	1,106,976	1,220,000,000	0.0013	1,586,000	1,140,000,000	0.0013	1,468,320
Receivables									
USD	38,676	30.4700	1,178,458	47,318	32.7900	1,551,557	84,134	31.6600	2,663,682
ZAR	73,256	1.7700	129,663	5,572	1.7500	9,751	-	1.8550	-
AUD	1,054	20.1300	21,217	34	20.3800	693	27,016	21.9600	593,271
Discounts and loans									
USD	3,234,406	30.4700	98,552,351	3,554,727	32.7900	116,559,498	3,468,513	31.6600	109,813,122
CNY	3,702,988	4.2740	15,826,571	2,763,883	4.4790	12,379,432	3,288,610	4.5260	14,884,249
AUD	186,684	20.1300	3,757,949	169,938	20.3800	3,463,336	-	21.9600	-
Financial assets at FVTOCI									
USD	3,596,502	30.4700	109,585,416	3,719,363	32.7900	121,957,913	3,681,046	31.6600	116,541,916
AUD	936,044	20.1300	18,842,566	580,549	20.3800	11,831,589	556,433	21.9600	12,219,269
EUR	179,466	35.8000	6,424,883	-	34.1300	-	-	35.3400	-
Financial assets measured at amortized cost									
USD	222,287	30.4700	6,773,085	208,452	32.7900	6,835,141	270,004	31.6600	8,548,327
AUD	100,000	20.1300	2,013,000	180,000	20.3800	3,668,400	180,000	21.9600	3,952,800
SGD	51,675	23.6250	1,220,822	39,803	24.1200	960,048	29,837	24.7300	737,869
Financial assets at FVTPL									
USD	47,373	30.4700	1,443,455	28,703	32.7900	941,171	59,996	31.6600	1,899,473
EUR	26,074	35.8000	933,449	112	34.1300	3,816	3,748	35.3400	132,454
AUD	30,865	20.1300	621,312	56	20.3800	1,141	-	21.9600	-
Equity investments under the equity method									
USD	3,133,679	30.4700	95,483,199	3,010,678	32.7900	98,720,132	3,005,360	31.6600	95,149,698
HKD	118,261	3.9160	463,110	110,218	4.2235	465,504	107,800	4.0760	439,393
Financial liabilities									
Payables									
USD	185,727	30.4700	5,659,102	82,220	32.7900	2,695,994	94,615	31.6600	2,995,511
EUR	12,406	35.8000	444,135	2,405	34.1300	82,083	2,035	35.3400	71,917
AUD	10,022	20.1300	201,743	4	20.3800	82	-	21.9600	-
Deposits from the central bank and other banks									
USD	172,252	30.4700	5,248,518	350,052	32.7900	11,478,205	79,734	31.6600	2,524,378
AUD	111,086	20.1300	2,236,161	-	20.3800	-	-	21.9600	-
VND	1,105,000,000	0.0012	1,274,176	2,084,000,000	0.0013	2,678,565	2,200,000,000	0.0013	2,833,600
Deposits and remittances									
USD	7,964,626	30.4700	242,682,154	7,721,088	32.7900	253,174,476	8,158,466	31.6600	258,297,034
JPY	88,733,668	0.2058	18,261,389	140,024,171	0.2099	29,391,073	145,860,238	0.2229	32,512,247
CNY	3,908,683	4.2740	16,705,711	3,825,535	4.4790	17,134,571	3,640,908	4.5260	16,478,750
Financial liabilities at FVTPL									
USD	82,164	30.4700	2,503,537	93,675	32.7900	3,071,603	106,768	31.6600	3,380,275
AUD	2,983	20.1300	60,048	56	20.3800	1,148	5,910	4.0760	24,089
JPY	32,978	0.2058	6,787	10,492	0.2170	2,277	-	0.2229	-

45.2 SCB (HK)

	September 30, 2025			December 31, 2024			September 30, 2024		
	Foreign Currencies	Exchange Rate	New Taiwan Dollars	Foreign Currencies	Exchange Rate	New Taiwan Dollars	Foreign Currencies	Exchange Rate	New Taiwan Dollars
Financial assets									
Cash and cash equivalents									
CNY	\$ 892,572	4.2740	\$ 3,814,853	\$ 734,533	4.4790	\$ 3,289,973	\$ 870,929	4.5260	\$ 3,941,825
USD	54,783	30.4700	1,669,238	28,528	32.7900	935,433	49,480	31.6600	1,566,537
JPY	3,523,060	0.2058	725,046	4,263,240	0.2099	894,854	2,753,542	0.2229	613,765
Due from the Central Bank and call loans to									
USD	3,232,986	30.4700	98,509,083	3,601,594	32.7900	118,096,267	2,950,518	31.6600	93,413,400
CNY	4,977,795	4.2740	21,275,096	5,881,190	4.4790	26,341,850	6,039,980	4.5260	27,336,949
Receivables									
USD	34,079	30.4700	1,038,387	41,838	32.7900	1,371,868	32,019	31.6600	1,013,722
CNY	20,309	4.2740	86,801	9,781	4.4790	43,809	18,219	4.5260	82,459
Discounts and loans									
USD	2,589,292	30.4700	78,895,727	3,205,673	32.7900	105,114,018	3,498,989	31.6600	110,777,992
CNY	3,774,459	4.2740	16,132,038	3,940,043	4.4790	17,647,453	4,571,216	4.5260	20,689,324
GBP	315,386	40.9800	12,924,518	361,209	41.1600	14,867,362	438,955	42.3600	18,594,134
Financial liabilities									
Payables									
USD	58,171	30.4700	1,772,470	14,261	32.7900	467,618	43,610	31.6600	1,380,693
CNY	11,749	4.2740	50,215	5,556	4.4790	24,885	19,411	4.5260	87,854
Deposits from the central bank and other banks									
CNY	1,351,336	4.2740	5,775,610	1,425,381	4.4790	6,384,281	990,244	4.5260	4,481,844
USD	173,943	30.4700	5,300,043	318,564	32.7900	10,445,714	266,582	31.6600	8,439,986
AUD	211,500	20.1300	4,257,495	241,192	20.3800	4,915,493	-	21.9600	-
Deposits and remittances									
USD	8,869,768	4.2740	37,909,388	8,545,108	32.7900	280,194,091	8,155,560	4.5260	36,912,065
CNY	8,402,926	30.4700	256,037,155	9,931,061	4.4790	44,481,222	11,250,571	31.6600	356,193,078

46. ADDITIONAL DISCLOSURES

46.1 Information of significant transaction items and 46.2 Other business investment is as follows:

46.1.1 Financing provided: Table 2.

46.1.2 Endorsement/guarantee provided: The Bank - not applicable; investees - not applicable or none.

46.1.3 Marketable securities held: Table 3.

46.1.4 Marketable securities (for investees) or investee investment (for the Bank) acquired and disposed of, at costs or prices of at least NT\$300 million or 10% of the issued capital: None.

46.1.5 Acquisition of individual real estate at costs of at least NT\$300 million or 10% of the issued capital: Table 4.

46.1.6 Disposal of individual real estate at prices of at least NT\$300 million or 10% of the issued capital: Table 5

46.1.7 Allowance for service fees to related-parties amounting to more than NT\$5 million: None.

46.1.8 Receivables from related parties amounting to at least NT\$300 million or 10% of the issued capital: None.

46.1.9 Sale of non-performing loans: Table 6.

46.1.10 Application for approval of securitization product types and information according to Financial Asset Securitization Clause of the Real State Securitization Act: None.

46.1.11 Other significant transactions which may have effects on decision making of financial statement users: None.

46.1.12 Names, locations, and other information of investees on which the Bank exercises significant influence: None.

46.1.13 Derivative financial transactions: Note 8 on which the Bank exercises significant influence has no

such transactions.

46.3 Investments in Mainland China:

46.3.1 Name of the investees in mainland China, main businesses and products, paid-in capital, method of investment, information on inflow or outflow of capital, percentage of ownership, investment income or loss, ending balance of investment, dividends remitted by the investee, and the limit of investment in mainland China: Table 7.

46.3.2 Significant direct or indirect transactions with the investees, prices and terms of payment, unrealized gain or loss: None.

46.4 Significant transactions and the amount among the parent and its subsidiaries: Table 8.

46.5 Information of major shareholders:

list all shareholders with ownership of 5% or greater showing the name of the shareholder, the number of shares owned, and percentage of ownership of each shareholder: Table 9.

47. SEGMENT INFORMATION

Information reported to the chief operating decision maker focuses on the major geographical areas and profit or loss of the segments. The Group's segments mainly operate in Taiwan and Hong Kong.

The Group provides income before tax of each operating segment to the chief operating decision maker as the basis of resource allocation and assessment of segment performance.

The significant accounting policies of each operating segment are in line with the Group's significant accounting policies stated in Note 4.

The operating segments information is as follows:

	For the Nine Months Ended September 30, 2025				
	Taiwan	Hong Kong	Others	Other Adjustments	Total
Net interest income	\$ 12,767,913	\$ 12,937,135	\$ 919,848	\$ 1	\$ 26,624,897
Non-interest income	7,252,912	6,220,379	248,801	(12,815)	13,709,277
Net revenue	20,020,825	19,157,514	1,168,649	(12,814)	40,334,174
Provisions for bad-debt expense, commitment and guarantee liability	(1,350,251)	(7,644,487)	(314,503)	-	(9,309,241)
Operating expenses	(7,353,280)	(6,817,667)	(841,275)	(10,535)	(15,022,757)
Profit before income tax	\$ 11,317,294	\$ 4,695,360	\$ 12,871	(\$ 23,349)	\$ 16,002,176
	For the Nine Months Ended September 30, 2024				
	Taiwan	Hong Kong	Others	Other Adjustments	Total
Net interest income	\$ 14,400,721	\$ 12,870,892	\$ 1,472,562	\$ 2	\$ 28,744,177
Non-interest income	6,087,554	3,965,022	278,522	(12,693)	10,318,405
Net revenue	20,488,275	16,835,914	1,751,084	(12,691)	39,062,582
Provisions for bad-debt expense, commitment and guarantee liability	(2,000,000)	(7,828,271)	(367,249)	-	(10,195,520)
Operating expenses	(7,391,039)	(6,119,244)	(1,281,628)	(4,164)	(14,796,075)
Profit before income tax	\$ 11,097,236	\$ 2,888,399	\$ 102,207	(\$ 16,855)	\$ 14,070,987

Main operating clients

The Group's revenue from any single external client did not exceed 10% of the total revenue, thus main operating clients were not disclosed.

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES

OVERDUE LOANS AND RECEIVABLES
SEPTEMBER 30, 2025, DECEMBER 31, 2024 AND SEPTEMBER 30, 2024
(In Thousands of New Taiwan Dollars, %)

Date		September 30, 2025					December 31, 2024					September 30, 2024				
Business		Overdue Loans (Note 1)	Loans	NPL Ratio (%) (Note 2)	Loan Loss Reserve(LLR)	Coverage Ratio (Note 3)	Overdue Loans (Note 1)	Loans	NPL Ratio (%) (Note 2)	Loan Loss Reserve(LLR)	Coverage Ratio (Note 3)	Overdue Loans (Note 1)	Loans	NPL Ratio (%) (Note 2)	Loan Loss Reserve(LLR)	Coverage Ratio (Note 3)
Corporate banking	Secured	\$ 1,734,910	\$ 293,208,360	0.59	\$ 3,801,257	219.10	\$ 1,266,590	\$ 298,278,932	0.42	\$ 3,404,233	268.77	\$ 1,248,249	\$ 303,277,609	0.41	\$ 3,590,264	287.62
	Unsecured	205,357	236,374,708	0.09	2,466,629	1,201.14	182,754	245,978,450	0.07	2,520,594	1,379.23	1,213,442	239,463,063	0.51	2,936,573	242.00
Consumer banking	Mortgage (Note 4)	613,929	322,492,383	0.19	5,141,889	837.54	667,686	314,694,197	0.21	4,939,240	739.75	533,863	308,114,266	0.17	4,857,476	909.87
	Cash cards	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
	Microcredit (Note 5)	9,589	3,036,661	0.32	35,171	366.78	14,735	3,439,961	0.43	39,302	266.73	12,745	3,630,523	0.35	41,998	329.53
	Others (Note 6)	Secured 136,452	36,438,637	0.37	432,747	317.14	124,000	36,294,913	0.34	404,209	325.98	47,374	35,329,841	0.13	374,456	790.43
	Unsecured	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total		2,700,237	891,550,749	0.30	11,877,693	439.88	2,255,765	898,686,453	0.25	11,307,578	501.27	3,055,673	889,815,302	0.34	11,800,767	386.19
		Overdue Loans (Note 1)	Accounts Receivable	Delinquency Ratio (%) (Note 2)	Allowance for Credit Losses	Coverage Ratio (Note 3)	Overdue Loans (Note 1)	Accounts Receivable	Delinquency Ratio (%) (Note 2)	Allowance for Credit Losses	Coverage Ratio (Note 3)	Overdue Loans (Note 1)	Accounts Receivable	Delinquency Ratio (%) (Note 2)	Allowance for Credit Losses	Coverage Ratio (Note 3)
Credit cards		8,356	3,456,778	0.24	51,075	611.24	9,313	3,320,790	0.28	50,304	540.15	11,658	3,724,585	0.31	55,557	476.56
Accounts receivable factored without recourse (Note 7)		-	222,811	-	2,240	-	-	228,353	-	2,284	-	-	202,891	-	2,029	-

Note 1: Overdue loans represent the amounts of overdue loans reported to the authorities and disclosed to the public, as required by the "Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Non-performing/Non-acrued Loans." Overdue credit card receivables represent the amounts of overdue receivables reported to the authorities and disclosed to the public, as required by the Banking Bureau's letter dated July 6, 2005 (Ref. No. 0944000378).

Note 2: Ratio of NPL: Non-performing loans ÷ Outstanding loan balance.
Ratio of delinquency: Non-performing receivables ÷ Outstanding receivables balance.

Note 3: Coverage ratio of loans: Allowance for possible losses on loans ÷ Non-performing loans.
Coverage ratio of receivables: Allowance for possible losses on receivables ÷ Non-performing receivables.

Note 4: Mortgage is fully secured by property, which is purchased (owned) by the borrower, the spouse or the minor children of the borrower and the rights on mortgage are pledged to the financial institution, for the purpose of purchasing or decorating property.

Note 5: Microcredit, as categorized in accordance with the Banking Bureau's letter dated December 19, 2005 (Ref. No. 09440010950), are unsecured loans with small amounts exclusive of credit cards and cash cards.

Note 6: Other loans of consumer banking refer to secured or unsecured loans exclusive of mortgage, cash card, microcredit and credit card.

Note 7: As required by the Banking Bureau's letter dated July 19, 2005 (Ref. No. 0945000494), factoring without recourse is disclosed as non-performing receivables in three months after the factors or insurance companies reject indemnification.

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES

**OVERDUE LOANS AND RECEIVABLES
SEPTEMBER 30, 2025, DECEMBER 31, 2024 AND SEPTEMBER 30, 2024
(In Thousands of New Taiwan Dollars)**

	September 30, 2025		December 31, 2024		September 30, 2024	
	Excluded NPL	Excluded Overdue Receivables	Excluded NPL	Excluded Overdue Receivables	Excluded NPL	Excluded Overdue Receivables
As a result of debt negotiations and loan agreements (Note 1)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
As a result of consumer debt clearance (Note 2)	-	33,003	-	32,588	-	30,998

Note 1: The disclosure of excluded NPLs and excluded overdue receivables resulting from debt consultation and loan agreements is based on the Banking Bureau's letter dated April 25, 2006 (Ref. No. 09510001270).

Note 2: The disclosure of excluded NPLs and excluded overdue receivables resulting from consumer debt clearance is based on the Banking Bureau's letter dated September 15, 2008 (Ref. No. 09700318940) and September 20, 2016 (Ref. No. 10500134690).

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES

**LOANS AND OTHER INFORMATION
SEPTEMBER 30, 2025
(Amounts in Thousands of New Taiwan Dollars)**

No (Note1)	Lender	Borrower	Corresponding Account	Related Parties	The Highest Period Balance	Ending Balance	Actual Amount	Interest Rate Range	Capital Loan (Note 2)	Business Dealing Amount	Reasons of Short-term Financing	Allowance	Collateral		Individual Fund Loan and Limit (Note 3)	Total Loan Limit (Note 3)
													Name	Value		
1	SCSB Leasing (China) Co., Ltd.	A Co., Ltd.	Entrusted loan receivables	N/A	\$ 76,932	\$ 128,220	\$ 4,274	6%~11%	1	\$ 4,274	-	\$ 2,932	Real estate	\$ 257,722	\$ 368,821	\$ 922,052

Note 1: The numbers refer to the following:

- (1) Issuer is 0.
- (2) Investees are numbered sequentially starting from 1.

Note 2: The nature of capital loans corresponds to the following values:

- (1) 1 for business dealing
- (2) 2 for reasons of short-term financing facility.

Note 3: The amounts and calculation of the loan limit are as follows:

1. Individual fund loans and limits

- (1) For an enterprise or organization that has no business relationship with the lender but has short-term financing facility, the loan amount to the single enterprise or organization shall not exceed 40% of the net value as presented in the latest financial statements of the lender as audited by the accountant.
- (2) For an enterprise or organization that has no business dealings with the lender but has short-term financing facility, the loan amount to the single enterprise or organization shall not exceed 20% of the net value as presented in the latest financial statements of the lender as audited by the accountant.

2. Capital loans and total loan limits

- (1) For an enterprise or organization that has no business dealings with the lender but has short-term financing facility, the total accumulated loan balance of the single enterprise or organization shall not exceed twice the net value as presented in the latest financial statements of the lender as audited by the accountant.
- (2) For an enterprise or organization that has no business dealings with the lender but has short-term financing facility, the total accumulated loan balance of the single enterprise or organization shall not exceed 40% of the net value as presented in the latest financial statements of the lender as audited by the accountant.

The total accumulated loan balance of the above two parties shall not exceed twice the net value as presented in the latest financial statements of the lender as audited by the accountant.

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES

MARKETABLE SECURITIES HELD
 SEPTEMBER 30, 2025
 (Amounts in Thousands of New Taiwan Dollars)

Holding Company Name	Name	Security Issuer's Relationship with Holding Company	Financial Statement Account	September 30, 2025				Note
				Shares (In Thousands)	Carrying Amount	Percentage of Ownership (%)	Market Value or Net Asset Value	
Shancom Reconstruction AG	Empresa Inversiones Generales, S.A.	Indirect subsidiary	Investments in subsidiaries	1	\$ 21,778	100.00	\$ 21,778	Note
	Krinein Company	Indirect subsidiary	Investments in subsidiaries	2	31,717	100.00	31,717	Note
	Safehaven Investment Corporation	Indirect subsidiary	Investments in subsidiaries	1	55,993	100.00	55,993	Note
	Shanghai Commercial & Savings Bank, Ltd.	The Bank	Financial assets measured at FVTOCI	11,370	478,093	0.23	478,093	
Wresqueue Limitada	Prosperity Realty Inc.	Indirect subsidiary	Investments in subsidiaries	4	44,620	100.00	44,620	Note
China Travel Service (Taiwan)	Silks Place Taroko	-	Equity investments under	20,372	191,278	45.00	191,278	Note
	CTS Travel International Ltd.	Indirect subsidiary	Investments in subsidiaries	600	7,025	100.00	7,025	
	Joy Tour Service Co., Ltd.	-	Financial assets measured at FVTOCI	100	393	11.00	393	
	Shanghai Commercial & Savings Bank, Ltd.	The Bank	Financial assets measured at FVTOCI	27	1,170	-	1,170	
SCSB Asset Management Ltd.	SCSB Leasing (China) Co., Ltd.	Indirect subsidiary	Investments in subsidiaries	N/A	910,603	100.00	910,603	Note
Krinein Company	Shanghai Commercial Bank (HK)	Indirect subsidiary	Investments in subsidiaries	1,920	15,027,858	9.60	15,027,858	Note
Empresa Inversiones Generales, S.A.	Shanghai Commercial Bank (HK)	Indirect subsidiary	Investments in subsidiaries	9,600	75,139,290	48.00	75,139,290	Note

Note1: A consolidated entity; the related intercompany transaction was eliminated in the consolidated financial statements.

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES

**ACQUISITION OF REAL ESTATE AT PRICES REACHEING \$300 MILLION OR 10% OF THE ISSUED CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(In Thousands of HK Dollars)**

Buyer	Property	Event Date (Note 1)	Transaction Amount	Payment Status	Counterparty	Relationship	Purpose of Disposal				Price Reference	Purpose of Acquisition	Other Terms
							Property Owner	Relationship	Transaction Date	Amount			
The Shanghai Commercial & Savings Bank, Ltd.	No. 2, Sec. 1, Minquan E. Rd., Zhongshan Dist., Taipei City Minquan building	2025/1/14	\$3,433,225	Paid in full	Futsu Construction Co., Ltd., Envision Engineering Consultants Co., Ltd., Horizon Design & Construction Co., Ltd., etc.	Non-related party	-	-	-	-	1. Refer to the appraisal report by professional real estate appraiser 2. Price negotiation by both parties 3. Approved by Board of directors	For use by the Bank's business department and head office units	None

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES

**DISPOSAL OF REAL ESTATE AT PRICES REACHEING \$300 MILLION OR 10% OF THE ISSUED CAPITAL
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(Amounts in Thousands of Hong Kong Dollars)**

Seller	Property	Event Date (Note 1)	Acquisition Date	Carrying Amount (Note 2)	Transaction Amount (Note 2)	Payment Status	Disposal Gain or Loss (Note 2)	Counterparty	Relationship	Purpose of Disposal	Reference for price determination	Other Terms
The Shanghai Commercial Bank, Ltd.	Residential property, 33 Catchick Street, Kennedy Town, Western District, Hong Kong	2024/4/24	Not Applicable	HK\$ 611,783	HK\$ 1,022,713	Payment schedule is according to the terms of the contract	HK\$ 381,434	Eligible persons, persons or companies aged 18 or above who hold a valid Hong Kong Identity Card and a valid passport	Notes 3	Disposal of non-owner-occupied residential real estate of the subsidiary company	173 residential units, the total price is determined with reference by valuation company, appraisal as of March 31, 2024 Cushman & Wakefield: HK\$1,709,000 Jones Lang LaSalle: HK\$1,828,000	None

Note 1: The event date was the date of the resolution of the board of directors of our subsidiary – The Shanghai Commercial Bank (HK).

Note 2: The transaction amount represented the total for 118 residential units that were contracted and transferred between January 1, 2025 and September 30, 2025.

Note 3: Among 173 residential units, room F on the 9th and 10th floor of the unit was sold to Mr. John Con-Sing Yung, non-executive chairman of Shanghai Commercial Bank Co., Ltd. The above transaction was announced on August 21, 2024. For the disposal gain or loss, please refer to Note 36.

Note 4: The sale of Room E on the 19th floor of the 73 residential units to Mr. Rong Zhiquan, a director of The Shanghai Commerical & Savings Bank has not yet been completed and was announced on August 20, 2025.

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES

**SALE OF NON-PERFORMING LOANS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(Amounts in Thousands of Hong Kong Dollars)**

Transaction Date	Seller	Trading Partners	Debt Components	Book Value	Selling Price (Note)	Disposal(loss)	With agree conditions	The relationship between the transaction object and the Bank
2025/1/30	The Shanghai Commerical & Savings Bank and The Shanghai Commercial Bank	A Co., Ltd	Loan Claims	-	-	-	In accordance with the terms of the debt assignment agreement	Non-related party
2025/9/30	The Shanghai Commerical & Savings Bank and The Shanghai Commercial Bank	CIRRUS REAL ESTATE FUNDING LLC	Loan Claims (corporate clients, guarantees)	-	-	-	In accordance with the terms of the debt assignment agreement	Non-related party

Note: The principal amounts of the debt as of January 30 and September 30, 2025 were US\$20,030,000 and US\$374,310,000 respectively. For related information, please refer to the Taiwan Stock Exchange Market Observation Station website on January 17, February 2, and October 1, 2025.

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES

**INVESTMENT IN MAINLAND CHINA
SEPTEMBER 30, 2025
(Amounts in Thousands of New Taiwan Dollars and US Dollars)**

1. Investee company name, main business and products, total amount of paid-in capital, investment type, investment outflows and inflows, % ownership, investment gain (loss), carrying amount as of September 30, 2025 and inward remittance of earnings:

Investee Company Name	Main Businesses and Products	Total Amount of Paid-in Capital	Investment Type (Note 1)	Accumulated Outflow of Investment as of December 31, 2024	Investment Flows		Accumulated Outflow of Investment as of September 30, 2025	% Ownership of Direct or Indirect Investment	Investment Gain (Loss) (Note 2)	Carrying Amount as of September 30, 2025 (Note 3)	Accumulated Inward Remittance of Earnings as of September 30, 2025
					Outflow	Inflow					
SCSB Leasing (China) Co., Ltd.	Leasing operation	\$ 914,100 US\$ 30,000	Note 1 (3)	\$ 914,100 US\$ 30,000	\$ - US\$ -	\$ - US\$ -	\$ 914,100 US\$ 30,000	100%	(\$ 11,572) (US\$ 371)	\$ 910,603 US\$ 29,885	\$ -
Bank of Shanghai	Banking business approved by local government	60,719,410 US\$ 1,992,760	Note 4	3,435,279 US\$ 112,743	- US\$ -	- US\$ -	3,435,279 US\$ 112,743	3%	- US\$ -	16,314,416 US\$ 535,426	-
Shanghai Commercial Bank Ltd. - Shenzhen Branch	Banking business approved by local government	2,993,917 US\$ 98,258	Note 4	1,946,820 US\$ 63,893	- US\$ -	- US\$ -	1,946,820 US\$ 63,893	100%	(1,696) (US\$ 54)	2,862,759 US\$ 93,953	-
Shanghai Commercial Bank Ltd. - Shanghai Branch	Banking business approved by local government	3,297,836 US\$ 108,232	Note 4	1,971,927 US\$ 64,717	- US\$ -	- US\$ -	1,971,927 US\$ 64,717	100%	(536,497) (US\$ 17,187)	3,414,006 US\$ 112,045	-
The Shanghai Commercial & Savings Bank, Ltd. - Wuxi Branch	Banking business approved by local government	2,641,962 US\$ 86,707	Note 1 (1)	2,641,962 US\$ 86,707	- US\$ -	- US\$ -	2,641,962 US\$ 86,707	100%	38,420 US\$ 1,231	2,827,538 US\$ 92,797	-

Accumulated Investment in Mainland China as of September 30, 2025 (Note 3)		Investment Amounts Authorized by Investment Commission, MOEA (Note 3)		Upper Limit on Investment Authorized by Investment Commission MOEA	
\$ 10,910,088	US\$ 358,060	\$ 11,643,918	US\$ 382,144	\$ 158,362,537	

Note 1: Methods of investment in mainland China are listed below:

- (1) Directly invest.
- (2) Invest indirectly via a third company.
- (3) Others.

Note 2: Except SCSB Leasing (China) Co., Ltd., other financial report audited or reviewed by the accounting firm associated with the parent company in Taiwan.

Note 3: Calculated using the exchange rate on September 30, 2025.

Note 4: To invest via sub-subsidiary of the Bank, Shanghai Commercial Bank (HK).

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES

**INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(Amounts in Thousands of New Taiwan Dollars)**

No	Company Name	Counterparty	Nature of Relationship	Intercompany Transaction			
				Financial Statement Item	Amount	Term	Percentage of Consolidated Total Gross Sales or Total Assets (Note 3)
0	The Shanghai Commercial & Savings Bank, Ltd.	SCSB Asset Management Ltd.	From parent company to subsidiary	Accounts payable	\$ 26	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	SCSB Asset Management Ltd.	From parent company to subsidiary	Deposits and remittances	22,213	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	SCSB Asset Management Ltd.	From parent company to subsidiary	Other liabilities	352	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	SCSB Asset Management Ltd.	From parent company to subsidiary	Interest expenses	118	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	SCSB Asset Management Ltd.	From parent company to subsidiary	Other non-interest income	725	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	SCSB Marketing	From parent company to subsidiary	Accounts payable	1,236	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	SCSB Marketing	From parent company to subsidiary	Deposits and remittances	11,879	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	SCSB Marketing	From parent company to subsidiary	Other liabilities	20	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	SCSB Marketing	From parent company to subsidiary	Interest expenses	137	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	SCSB Marketing	From parent company to subsidiary	Other non-interest income	61	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	SCSB Marketing	From parent company to subsidiary	Other non-interest income	64,289	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	China Travel Service (Taiwan)	From parent company to subsidiary	Accounts payable	437	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	China Travel Service (Taiwan)	From parent company to subsidiary	Deposits and remittances	183,440	Note 4	0.01%
0	The Shanghai Commercial & Savings Bank, Ltd.	China Travel Service (Taiwan)	From parent company to subsidiary	Other liabilities	189	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	China Travel Service (Taiwan)	From parent company to subsidiary	Interest expenses	1,904	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	China Travel Service (Taiwan)	From parent company to subsidiary	Other non-interest income	540	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	China Travel Service (Taiwan)	From parent company to subsidiary	Other general and administrative expenses	1,409	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	CTS Travel International Ltd.	From parent company to subsidiary	Accounts payable	73	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	CTS Travel International Ltd.	From parent company to subsidiary	Deposits and remittances	4,974	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	CTS Travel International Ltd.	From parent company to subsidiary	Interest expenses	81	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	Shancom Reconstruction AG	From parent company to subsidiary	Cash and cash equivalents	371,893	Note 4	0.02%
0	The Shanghai Commercial & Savings Bank, Ltd.	Shancom Reconstruction AG	From parent company to subsidiary	Due from the Central Bank and call loans to banks	115,181	Note 4	-

(Continued)

No	Company Name	Counterparty	Nature of Relationship	Intercompany Transaction			
				Financial Statement Item	Amount	Term	Percentage of Consolidated Total Gross Sales or Total Assets (Note 3)
0	The Shanghai Commercial & Savings Bank, Ltd.	Shancom Reconstruction AG	From parent company to subsidiary	Accounts payable	\$ 233	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	Shancom Reconstruction AG	From parent company to subsidiary	Deposits and remittances	70,451	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	Shancom Reconstruction AG	From parent company to subsidiary	Interest expenses	2,415	Note 4	-
0	The Shanghai Commercial & Savings Bank, Ltd.	AMK Microfinance Institution Plc.	From parent company to subsidiary	Discount and loans	1,706,320	Note 4	0.07%
0	The Shanghai Commercial & Savings Bank, Ltd.	AMK Microfinance Institution Plc.	From parent company to subsidiary	Interest revenue	60,133	Note 4	-
1	SCSB Asset Management Ltd.	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Cash and cash equivalents	22,213	Note 4	-
1	SCSB Asset Management Ltd.	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Accounts receivable	26	Note 4	-
1	SCSB Asset Management Ltd.	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Other assets	352	Note 4	-
1	SCSB Asset Management Ltd.	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Interest revenue	118	Note 4	-
1	SCSB Asset Management Ltd.	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Other general and administrative expenses	740	Note 4	-
1	SCSB Asset Management Ltd.	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Right-of-use assets	1,726	Note 4	-
1	SCSB Asset Management Ltd.	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Lease liabilities	1,741	Note 4	-
1	SCSB Asset Management Ltd.	Shancom Reconstruction AG	From subsidiary to subsidiary	Cash and cash equivalents	2	Note 4	-
2	SCSB Marketing	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Cash and cash equivalents	11,879	Note 4	-
2	SCSB Marketing	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Accounts receivable	1,236	Note 4	-
2	SCSB Marketing	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Other assets	20	Note 4	-
2	SCSB Marketing	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Interest revenue	137	Note 4	-
2	SCSB Marketing	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Other general and administrative expenses	61	Note 4	-
2	SCSB Marketing	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Right-of-use assets	333	Note 4	-
2	SCSB Marketing	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Lease liabilities	333	Note 4	-
2	SCSB Marketing	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Other non-interest income	64,289	Note 4	-
3	China Travel Service (Taiwan)	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Accounts receivable	437	Note 4	-
3	China Travel Service (Taiwan)	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Cash and cash equivalents	183,440	Note 4	0.01%
3	China Travel Service (Taiwan)	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Other assets	189	Note 4	-
3	China Travel Service (Taiwan)	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Interest revenue	1,904	Note 4	-
3	China Travel Service (Taiwan)	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Other general and administrative expenses	540	Note 4	-
3	China Travel Service (Taiwan)	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Other non-interest income	1,409	Note 4	-
3	China Travel Service (Taiwan)	Shancom Reconstruction AG	From subsidiary to subsidiary	Cash and cash equivalents	111	Note 4	-
3	China Travel Service (Taiwan)	CTS Travel International Ltd.	From subsidiary to subsidiary	Other general and administrative expenses	601	Note 4	-

(Continued)

No	Company Name	Counterparty	Nature of Relationship	Intercompany Transaction			
				Financial Statement Item	Amount	Term	Percentage of Consolidated Total Gross Sales or Total Assets (Note 3)
4	CTS Travel International Ltd.	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Accounts receivable	\$ 73	Note 4	-
4	CTS Travel International Ltd.	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Cash and cash equivalents	4,974	Note 4	-
4	CTS Travel International Ltd.	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Interest revenue	81	Note 4	-
4	CTS Travel International Ltd.	China Travel Service (Taiwan)	From subsidiary to subsidiary	Service fee income	538	Note 4	-
4	CTS Travel International Ltd.	China Travel Service (Taiwan)	From subsidiary to subsidiary	Other non-interest income	63	Note 4	-
5	Shancom Reconstruction AG	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Due from the Central Bank and call loans to banks	371,893	Note 4	0.02%
5	Shancom Reconstruction AG	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Cash and cash equivalents	70,451	Note 4	-
5	Shancom Reconstruction AG	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Accounts receivable	233	Note 4	-
5	Shancom Reconstruction AG	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Cash and cash equivalents	115,181	Note 4	-
5	Shancom Reconstruction AG	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Interest revenue	2,415	Note 4	-
5	Shancom Reconstruction AG	SCSB Asset Management Ltd.	From subsidiary to subsidiary	Deposits and remittances	2	Note 4	-
5	Shancom Reconstruction AG	China Travel Service (Taiwan)	From subsidiary to subsidiary	Deposits and remittances	111	Note 4	-
6	AMK Microfinance Institution Plc.	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Call loans to banks	1,706,320	Note 4	0.07%
6	AMK Microfinance Institution Plc.	The Shanghai Commercial & Savings Bank, Ltd.	From subsidiary to parent company	Interest expenses	60,133	Note 4	-

Note 1: The parent company and subsidiaries are indicated by the following numbers:

- (1) Parent company: 0.
- (2) Subsidiaries: 1 onward.

Note 2: The directional flow of the various transactions are indicated according to the following types:

- (1) Transactions from parent company to subsidiary.
- (2) Transactions from subsidiary to parent company.
- (3) Transactions from subsidiary to subsidiary.
- (4) Transactions from parent company to indirect subsidiary.
- (5) Transactions from indirect subsidiary to parent company.

Note 3: The percentages are recalculated by the consolidated total assets or the consolidated net sales. If the account belongs to the balance sheets, it will be based on the percentage of its final amount divided by the consolidated total assets. Otherwise, if the account belongs to the income statements, it will be based on the percentage of its average amount divided by the consolidated net revenue.

Note 4: All transactions with related parties were carried out at arm's length.

THE SHANGHAI COMMERCIAL & SAVINGS BANK, LTD. AND SUBSIDIARIES

**INFORMATION OF MAJOR SHAREHOLDERS
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 2025
(Amounts in Thousands of New Taiwan Dollars)**

Name of Major Shareholders / Shares	Number of Shares Held	Shareholding Ratio
Taishin International Bank in Custody for Cathay MSCI Taiwan ESG Sustainability High Dividend Yield ETF	249,473,590	5.13%

(1) The major shareholders listed in this table are based on the shareholding information as of the last business day of the most recent quarter, calculated based on the number of common shares and preferred shares (including treasury shares) held by shareholders reaching 5% or more of the company’s total issued shares, registered under book-entry transfer. The number of shares recorded in the company’s financial statements may differ from the actual registered number of shares due to differences in the basis of preparation, and discrepancies may therefore exist.

(2) If the disclosed information involves shares held in trust, the shareholders will be disclosed individually based on segregated trust accounts established by the trustee. For shareholders who, pursuant to the Securities and Exchange Act, hold more than 10% of the company’s total issued shares through book-entry transfer—including those who have placed their shares in trust but retain decision-making rights over the trust property—please refer to the Market Observation Post System (MOPS) for insider shareholding disclosures.