



國泰金控

Cathay Financial Holdings



Sustainable Finance, Activating the Future

2022 Cathay Financial Holdings Annual Report

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*2021.12.31:NTD/USD Exchange Rate: 27.74:1

*2022.12.30:NTD/USD Exchange Rate :30.73:1

Letter to Shareholders

Looking back on 2022, rising inflation in major economies driven by supply chain bottlenecks and the Russia-Ukraine war, prompted central banks toward aggressive rate hikes to curb inflation, which resulted in turbulent global capital markets. Meanwhile, Taiwan suffered from the COVID-19 outbreak and the financial industry faced tough challenges. Despite the ever-changing business environment, thanks to the concerted efforts of our employees, Cathay Financial Holdings (Cathay FHC) recorded a consolidated after-tax profit of NT\$38.0 billion (US\$1.2 billion) and earnings per share of NT\$2.58, with subsidiaries Cathay United Bank and Cathay SITE once again achieving record-high profits.

Cathay Subsidiaries Maintained Robust Core Business Momentum in 2022

In the face of volatile financial markets, Cathay Life Insurance reinforced its risk management to pursue investment performance. Cathay Life Insurance continues to adhere to value-driven strategies. To develop products aligned with societal trends and solve concerns over the lack of insurance protection, we focused on health insurance plans and elderly needs, combined services and products to increase insurance value, and utilized digital technology to create better customer experiences. Cathay Life Insurance's premium income remained in first place in the life insurance industry.

The consolidated after-tax profit of Cathay United Bank reached a record-high yet again. Cathay United Bank delivered outstanding performance in interest income, driven by central bank interest rate hikes and loan growth. Our asset quality remained solid as we continued to focus on the importance to risk management. With respect to our wealth management business, Cathay United Bank continues to develop diverse products and assist our customers in asset allocation. We also employ digital platforms to satisfy our customers' financial service needs, and connect together the businesses of our group subsidiaries to provide a one-stop financial platform that allows our customers to enjoy fast, convenient and user-friendly financial services.

Although Cathay Century Insurance was affected by pandemic insurance claims, its premium income continued to grow, and ranked second in terms of market share. Cathay Securities continued to develop its innovative digital business model and delivered excellent business performance. The market share of its sub-brokerage business reached a new high and ranked first in the market. Asset management business is our third pillar of development and Cathay Securities Investment Trust reported NT\$1.2 trillion (US\$39.2 billion) in assets under management, maintaining its market leading position in Taiwan. We continued to further develop our global asset management businesses by integrating the business of Cathay Securities Investment Consulting (Cathay SICE) and Conning Holdings Corp. to establish a presence in Asia Pacific, European, and American markets. Our total assets under management was NT\$5.9 trillion (US\$191.0 billion).

Deepen Business Networks in Overseas Markets

Cathay FHC continues to deepen its business operations and networks in Greater China and ASEAN markets by connecting regional offices and discovering local needs. Meanwhile, we established ourselves as a leading brand in green finance to expand our influence across overseas countries.

In Greater China, Cathay United Bank (China) Ltd. had stable business growth and enhanced digital financial services. In November 2022, Cathay United Bank (China) Ltd. launched the first green deposits program among Taiwan banks in China. In June 2022, our Hong Kong Branch signed a Memorandum of Understanding (MOU) with the Hong Kong Quality Assurance Agency, deepening the promotion of our green finance business and scope of cooperation. Cathay Lujiazui Life Insurance currently operates 12 offices (headquarters and branch offices) and 52 sales and service agencies, and also continues to

demonstrate stable business growth. Cathay Insurance (China) continues to develop eCommerce-related business and undergo offline business transformation to optimize business structures and improve operational efficiency.

In Southeast Asia, Cathay United Bank has 60 overseas locations spread across nine of the ten ASEAN member states and continues to develop a greater variety of local financial services. In April 2022, Cathay United Bank relocated the Vietnam Chu Lai Branch to Ho Chi Minh City to better serve local clients. The Manila Branch approved the first sustainability-linked loan in the Philippine financial industry, helping local business support sustainable operations. Cathay Life Insurance (Vietnam) has 151 business offices and its premium income continues to grow. Cathay Insurance Co., Ltd. (Vietnam) is driving its digital transformation and launched its mobile insurance application.

Aim to Become a Technology Company that Provides Financial Services

Cathay FHC continues to remain committed to driving our digital transformation based on the three pillars of digital, data, and technology and the spirit of "What if We Could." We aim to become a "technology company that provides financial services."

Cathay Life Insurance announced its strategy of "Elder Friendly, Protection First and Sustainability (E.P.S.)" to construct a long-term strategic development blueprint, and unveiled its "Wellness Strategic Blueprint," which supports policyholders' health by focusing on four pillars of health: suboptimal health, elder care, health promotion, and spillover policies. Cathay Life Insurance designed the "FitBack" health promotion program in order to engage with policyholders on a more regular basis and thereby seek ways to utilize our insurance expertise, data analytics and innovative technologies and address the challenges facing the life insurance industry.

Cathay United Bank is focused on continuing to develop its mobile banking app, CUBE, which integrates banking, insurance, and securities services, provides a more flexible, convenient, and personalized banking experience, and serves as an integrated financial platform for our customers. Cathay United Bank also consolidates the rewards and benefits of multiple credit cards into the CUBE credit card and allows cardholders to select a reward plan that matches their personal preferences through the CUBE mobile banking app. Cathay FHC seeks to integrate the businesses of our subsidiaries to build a one-stop financial platform. Towards this end, we launched innovative, cross-sector digital products, including insurance that uses deposit interest to cover premium payments and variable life insurance that utilizes robo-advising technology.

By drawing on the concept of data driven, Cathay Century Insurance developed the "Smart Claim app," which controls the risk of car insurance frauds, and "Smart Biz," which streamlines and optimizes the commercial business insurance sales process. Cathay Securities integrated digital services to an "All-in-One" Cathay Securities app, which offers customers a smoother investment experience. Going forward, we will also continue to develop new technologies such as cloud, blockchain, and artificial intelligence. With respect to cloud technology deployment, we are actively building a cloud native architecture and adopting open-source technology. We seek to optimize our cloud strategy with a focus on operations, management, compliance, and cybersecurity and apply it to major subsidiaries in compliance with regulations to strengthen our overall digital development capability.

Continue to Keep Pace with Global Trends and Refine the Cathay Group's Corporate Governance

To continuously strengthen our corporate governance, Cathay FHC increased the number of independent directors from 4

to 5 in the 8th board of directors election in 2022, increasing the proportion of independent directors. Our newly elected independent director, Ms. Pei-Pei Yu, has extensive experience in banking, securities, investments, and business management. Ms. Yu's presence will further enhance the diversity of our board, increase the proportion of female board members, and improve the overall effectiveness of our corporate governance. In 2022, we engaged the Taiwan Institute of Ethical Business to conduct an evaluation of board performance and implement improvements based on the evaluation results. In addition, Chairman Hong-Tu Tsai received the "Responsible Business Leadership" award in the 2022 Asia Responsible Enterprise Awards, which demonstrates the international recognition of our corporate governance.

We continue to refine our corporate governance. Major achievements in 2022 include: (1) Cathay FHC ranked in the top 5% in the TWSE Corporate Governance Evaluation; (2) for the third time, Cathay FHC, Cathay Life Insurance and Cathay United Bank participated in the CG6013(2021) Corporate Governance System Evaluation, which was hosted by the Taiwan Corporate Governance Association, and once again, we received the highest rating "Excellent;" (3) Cathay FHC once again participated in the Taiwan Intellectual Property Management System (TIPS) and received Level-A certification; (4) Cathay FHC continued to improve our overall information security protection capability and completed the Security Operation Center (SOC) service mechanism while our major subsidiaries adopted the Information Security Management System (ISMS); (5) Cathay FHC passed the British Standards Institution (BSI) ISO 22301 Business Continuity Management System certification, which seeks to ensure the sustainable operation of the group and reduce the impact of emerging risks on corporate operations and Cathay FHC is the first ISO 22301-certified financial holding company in Taiwan. Major subsidiaries have successively participated in this verification to continuously improve our Business Continuity Management (BCM) mechanism; (6) Regarding regulatory compliance, Cathay FHC adopted AI management modules and continued to promote the Group's digital compliance management systems. In response to the National Risk Assessment (NRA), we considered emerging risks, such as proliferation financing risks and Virtual Asset Service Providers (VASP), in our evaluation of anti-money laundering and counter terrorism financing. We also launched a cross-industry, joint risk defense plan to strengthen our risk management module.

Looking ahead to 2023, to ensure corporate sustainability, Cathay FHC will stay committed to the government's Corporate Governance 3.0 Roadmap, monitor global trends in corporate governance, continue to improve board performance, and refine our corporate governance practices to fulfill international best practices of corporate governance in an ever-changing business environment.

Exert Financial Influence and Frame a Sustainable Future

We fully utilize our core financial competencies and focus on three areas of sustainability—"climate, health, and empowerment." The sustainability performance of Cathay FHC has been recognized internationally. Cathay FHC has been selected as a constituent in the Dow Jones Sustainability Index (DJSI) World Index for five consecutive years and as a constituent in the DJSI Emerging Markets Index for eight consecutive years. In the most recent rating, Cathay FHC achieved the highest scores on two of the financial core competencies, sustainable finance and financial inclusion, and ranked among the top global sustainable benchmark enterprises.

Amidst the wave of global sustainability and net-zero transition, Cathay FHC has for many years spared no effort in responsible finance and climate action to promote the sustainable development of enterprises and value chain partners. We leverage the influence of responsible finance through active engagement

with investees and borrowers on sustainability and climate actions, and through in-depth conversations with enterprises. We join forces with industries to advance toward net-zero transition. Among enterprises with whom we have engaged, four of the major carbon emitters have made a commitment to achieve net-zero emissions or carbon neutrality.

Cathay FHC actively participates in international sustainability initiatives. In April 2022, Cathay FHC became the first member among Taiwan financial institutions in RE100, a global corporate renewable energy initiative. We have committed to using 100% renewable energy for all our business operation globally by 2050. In September 2022, we became one of the few financial institutions in the world to have our sustainable targets approved by the Science Based Targets initiative (SBTi). Our major subsidiaries have followed these targets to reduce the carbon emissions of their operations and financial assets and have resolved to achieve net-zero carbon emissions by 2050. The Cathay Sustainable Finance and Climate Change Summit has been held for six consecutive years. In 2022, we live streamed the 27th Conference of Parties (COP27) Peripheral Conference – World Climate Summit (WCS) in Egypt during our summit to share global perspectives of climate change and net-zero transition and lead our industry and value chain partners to realize sustainability.

Looking forward to 2023, as supply chain pressure eases and inflation is gradually kept under control, central banks in major countries are expected to slow the pace of interest rate hikes. However, global economic growth is facing downward pressure, and political and economic situations remain uncertain. We have operated in Taiwan for more than 60 years. Going forward, Cathay FHC will continue to focus on our core DNA of technology innovation and corporate sustainability, and utilize our core competencies in financial services to create unique competitive advantages and provide excellent customer experiences. We continue to strive toward our vision of becoming "a leading financial institution in the Asia-Pacific region," thereby demonstrating our sincere gratitude and appreciation to the shareholders who have given us their invaluable support over the years.



Chairman

Hong-Tu Tsai



Overview of Cathay Financial Holding Co., Ltd.

Cathay Financial Holdings Company Profile

Cathay Financial Holding Co., Ltd. (Cathay FHC) is one of the largest financial holding companies in Taiwan with total assets of NT\$12.1 trillion (US\$392.8 billion). Our major subsidiaries include Cathay Life Insurance, Cathay United Bank, Cathay Century Insurance, Cathay Securities, Cathay Securities Investment Trust (SITE), and Cathay Venture, serving collectively over 15.1 million customers through 691 business locations across Taiwan.

In response to the diversification and globalization of the financial industry and to provide more comprehensive services to our customers, Cathay FHC was established on December 31, 2001 with paid-in capital of NT\$162.0 billion (US\$5.3 billion) and through the integration of our life insurance, property insurance, banking and other affiliates following the promulgation of Taiwan's Financial Holding Company Act. Cathay Life Insurance was established in 1962 and is the largest life insurance company in Taiwan. Cathay Century Insurance, Cathay United Bank, Cathay SITE, and Cathay Securities are all industry leaders.

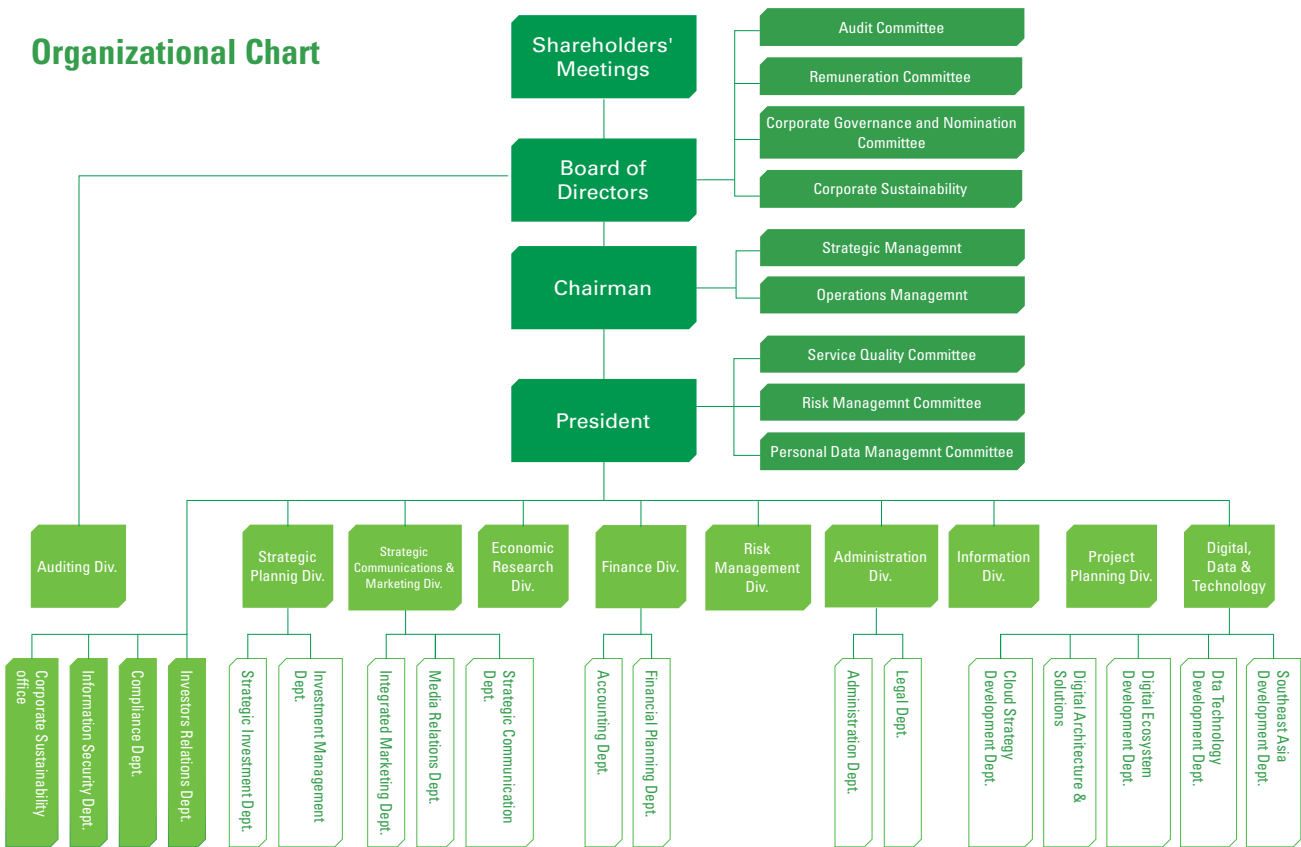
Cathay FHC is committed to maximizing value for our shareholders, customers and employees and upholding our core values of "Integrity, Accountability, and Innovation." We will align our business strategy with market conditions, leverage our financial competencies to achieve sustainable finance, drive digital transformation, and achieve group synergies in order to provide financial services that are comprehensive, convenient and personalized. Furthermore, we will continue to complete our regional expansion and advance toward our vision of becoming a "leading financial institution in the Asia-Pacific region."

Overall assets	NT\$ 12.1 trillion (US\$ 392.8 billion)
Net income	NT\$ 38.0 billion (US\$ 1.2 billion)
Number of business locations	967 (In Taiwan and overseas)
Number of customers	15.1 million
No. of employees	56 thousand

Data Record Date: December 31, 2022

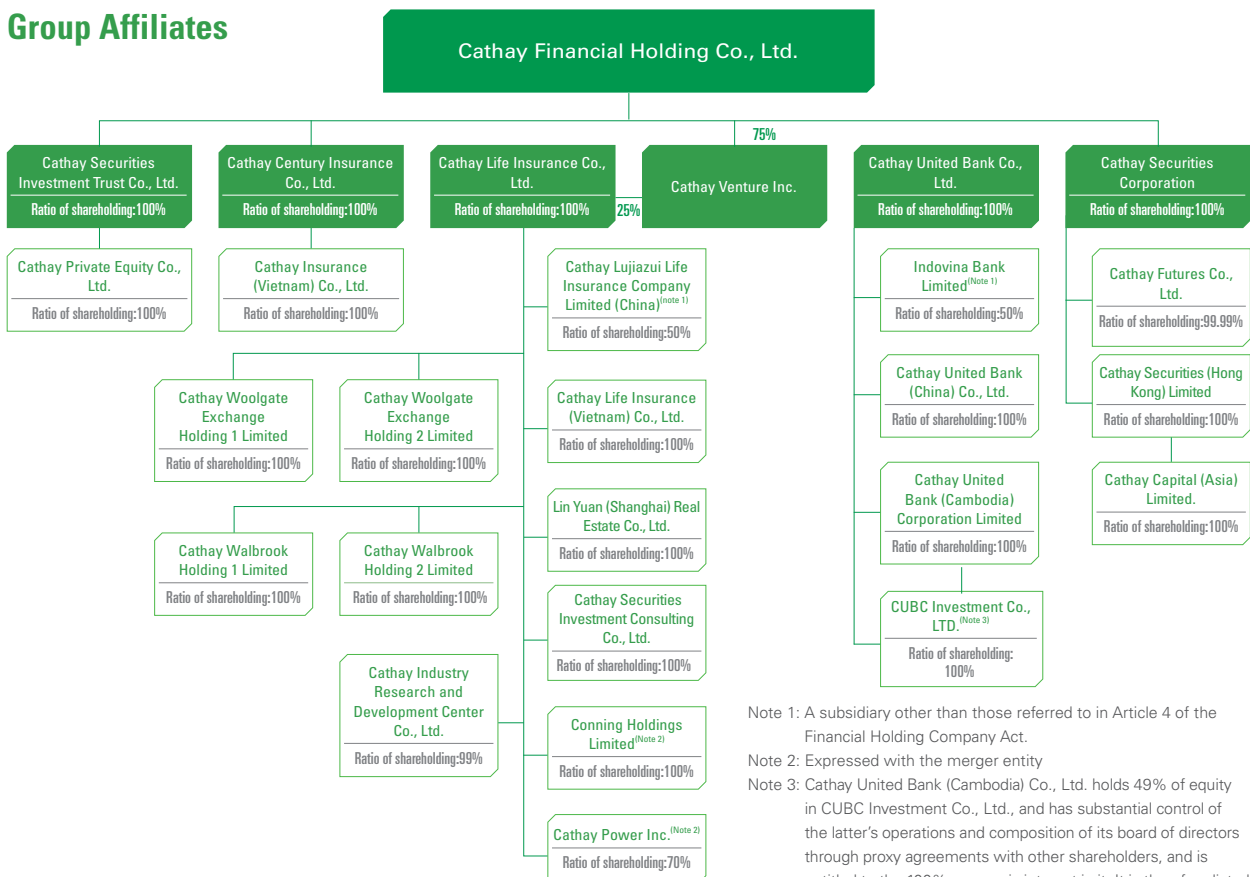


Organizational Chart



Data Record Date: December 31, 2022

Group Affiliates



Note 1: A subsidiary other than those referred to in Article 4 of the Financial Holding Company Act.

Note 2: Expressed with the merger entity

Note 3: Cathay United Bank (Cambodia) Co., Ltd. holds 49% of equity in CUBC Investment Co., Ltd., and has substantial control of the latter's operations and composition of its board of directors through proxy agreements with other shareholders, and is entitled to the 100% economic interest in it. It is therefore listed as a subsidiary of Cathay United Bank (Cambodia) Co., Ltd.

Note 4: Organization chart was dated February 1, 2023

Overview of Cathay Financial Holding Co., Ltd.

Board of Directors, Independent Directors, Executive Officers, and Key Managers

Data Record Date: April 11, 2023

	Name	Major Current/Past Position and Education
Directors	Hong-Tu Tsai	Chairman, Cathay Financial Holdings/Former Chairman, Cathay Life Insurance (J.D., Southern Methodist University, USA)
	Cheng-Ta Tsai	Former Managing Director, Cathay Life Insurance (B.A., Chinese Culture University)
	Cheng-Chiu Tsai	Chairman, Cathay Century Insurance (M.A., Business and Commerce, Keio University, Japan)
	Chi-Wei Joong	Chairman and CEO (Legal Representative), Moderntimes Co., Ltd./Director, Cathay United Bank/Former President, CMB Credit Card Center (B.S., Accounting, Kean College of New Jersey, USA)
	Andrew Ming-Jian Kuo	Chairman, Cathay United Bank (M.B.A., Baruch College, City University of New York, USA)
	Tiao-Kuei Huang	Chairman, Cathay Life Insurance/Former Vice Chairman and President, Cathay Life Insurance (M.S., Mathematics, National Tsing Hua University)
	Ming-Ho Hsiung	Vice Chairman, Cathay Life Insurance/Former President, Cathay Life Insurance (M.S., Actuarial Science, University of Iowa, USA)
	Chang-Ken Lee	President, Cathay Financial Holdings/Former President, Cathay United Bank (M.B.A., University of Pennsylvania, USA)
Independent Directors	Matthew Feng-Chiang Miau	Chairman, MiTAC Holdings Corporation Former Laureate of Industrial Technology Research Institute (ITRI)/Former President, UPC Technology Corporation/Former President, Lien Hwa Industrial Gases Co., Ltd./Former Chairman, Synnex Corporation/Former Independent Director, Galileo International, Inc./Former Independent Director, The BOC Group Plc./Former Independent Director, Linde AG/Former Delegate, APEC Business Advisory Council (ABAC)/Former Convener, Civil Advisory Committee of National Information & Communications Initiatives (NICI) (Honorary Ph.D., National Chiao Tung University; MBA., Santa Clara University; USA, B.A. in Electrical Engineering, UC Berkeley, USA)
	Edward Yung Do Way	Chairman, YCSY Co., Ltd./Former CEO, Deloitte Taiwan (M.B.A., University of Georgia, USA)
	Li-Ling Wang	Chairman, Pension Fund Association, R.O.C./Professor, Department of Risk Management and Insurance, National Chengchi University Former Vice President, National Chengchi University/Former Chairperson, Financial Supervisory Commission R.O.C. (Taiwan)/Former Director, First Financial Holding/Former Independent Director, China Life Insurance (Ph.D., Risk Management and Insurance, Temple University, USA; M.Acc., University of Hartford, USA)
	Tang-Chieh Wu	Secretary-General, Taiwan Financial Services Roundtable Former Chairman, Hua Nan Financial Holdings/Former Chairman, Hua Nan Bank/Former Chairman, Land Bank of Taiwan/Former Political Deputy Minister, Ministry of Finance/Former Vice Chairman, Financial Supervisory Commission R.O.C. (Taiwan)/Former Director-General, Securities and Futures Bureau, Financial Supervisory Commission, R.O.C. (Taiwan) (M.A., Public Finance, National Chengchi University)
	Pei-Pei Yu	Chairman, Vigor Kobo Co., Ltd./Independent Director, Wistron Corporation/Director, Hungting Investment Management Consulting Company/ Former Chairman, Zoyi Venture Capital Co., Ltd./Former Director and President, Goldman Sachs (Asia) L.L.C. (Hong Kong)/Former President, Goldman Sachs (Asia) L.L.C., Taipei Branch/Former Assistant Vice President, UBS AG, Taipei Branch/Former Manager, Citibank (Taipei Branch) (M.B.A., University of British Columbia, Canada; B.A., Department of Money and Banking, National Chengchi University)





	Position	Name	Education
Executive Officer	Chairman	Hong-Tu Tsai	J.D., Southern Methodist University, USA
Key Managers	President	Chang-Ken Lee	M.B.A., University of Pennsylvania, USA
	Chief Financial Officer/Senior Executive VP	Grace Chen	M.B.A., National Chengchi University
	Head of Strategic Communications & Marketing Div./Senior Executive VP	David P. Sun	M.B.A. & M.S., Architecture, Harvard University, USA
	Chief Investment Officer/Senior Executive VP	Sophia Cheng	M.S., Finance and Banking, Golden Gate University, USA
	Head of Strategic Planning Div./Senior Executive VP	C.Y. Teng	M.B.A., Massachusetts Institute of Technology, USA
	Chief Information Officer/Senior Executive VP	Jian-Hsing Wu	M.S. Information Engineering, Tamkang University
	Senior Executive VP	Tsung-Hsien Tsai	M.S., Electrical Engineering, Harvard University, USA
	Head of Project Planning Div. / Senior Executive VP	Hsiang-Hsin Tsai	M.B.A., Thunderbird School of Global Management, USA
	Head of Digital, Data & Technology Center/Senior Executive VP	Hsu-Chieh Yao	M.B.A., Massachusetts Institute of Technology, USA
	Head of Administration Div./Chief Corporate Governance Officer/Executive VP	Deh-Yen Weng	M.B.A., Massachusetts Institute of Technology, USA
	Chief Risk Officer/Executive VP	Ching-Lu Huang	M.S., Institute of Statistics, National Tsing Hua University
	Chief Compliance Officer/Executive VP	Yu-Mei Li	LL.B., National Chung Hsing University
	Chief Auditor/Executive VP	Hung-Chang Yang	LL.B., Chinese Culture University
Chief Information Security Officer/Executive VP	Pei-Ching Lin	M.S., IT Management, National Taiwan University	

Capital and Shares

Type of stock	Shares (thousands)	Amount	Type of stock	Shares (thousands)	Amount
Common stock	14,669,210	NT\$146.7 billion (US\$4,770 million)	Preferred stock	1,533,300	NT\$15.3 billion (US\$499 million)



◇ The 2021 Cathay Sustainable Finance and Climate Change Summit invited major figures from industry, government and academia in Taiwan to share their perspectives on international climate change and net-zero transition.

Overview of Cathay Financial Holding Co., Ltd.

2023 Business Plan

In 2022, global economic growth slowed due to the impact of high inflation, interest rate hikes, and geopolitical issues. Global economic growth will remain affected by risks such as concerns about a near term economic recession, tightening monetary policies, and geopolitical threats. In 2023, we will continue to embrace new opportunities and challenges with a cautious attitude. In the new year, we will closely monitor global political and economic trends, as well as the pandemic. We will stay committed to maximizing value for our shareholders, customers and employees and upholding our core values of "Integrity, Accountability, and Innovation." At the same time, we will maintain flexibility in our business strategy to respond to fast-changing markets.

Over the past 60 years, Cathay FHC has upheld the attitude of "take accountability with courage and pioneer new frontiers" in the face of various challenges. Going forward, Cathay FHC will employ our long-term robust development strategy by improving our regional expansion, accelerating digital transformation and business innovation, and leveraging our financial competencies to realize sustainable finance, thereby achieving a dual-transformation: "technology and sustainability." Our 2023 business plan is outlined below:

I. Complete Regional Expansion with the Goal of Becoming a "Leading Financial Institution in the Asia-Pacific Region":

Cathay FHC remains committed to our vision of becoming a "leading financial institution in the Asia-Pacific region." We will complete our regional expansion and connect our business networks in Greater China and ASEAN markets to provide

overseas Taiwanese and local clients with financial services and products that meet their needs. By tapping into our successful experience in financial development and the resources of our local strategic partners, and fostering key international talent, we will further reinforce our local operations, enhance business value for the group, and create profits for our shareholders.

In addition, Cathay FHC will continue to reinforce the blueprint of our asset management business by recruiting and cultivating asset management talent, developing a complete offering of investment products, enhancing management capabilities, increasing assets under management, and extending the reach of our asset management business from a global perspective to accelerate the third pillar of group's three engines of growth "Insurance + Banking + Asset Management."

II. Drive Digital Transformation and Build a Data-Driven Innovation Ecosystem:

With an aim to become a "technology company that provides financial services" with Cathay-as-a-Service (CaaS) as our core, Cathay FHC leverages digital, data, technology, and cross-organizational collaboration to strengthen cross-industry capabilities. We seek to build a data-driven culture and transform digital development processes to create excellent digital experiences. While maintaining financial services stability and optimizing service processes, we strive to develop innovative products, processes, and scenario-based finance through data empowerment, and in turn enhance customer experience and operational efficiency.

We have adopted the strategy of connecting finance with daily life activities and seek to build a comprehensive

◇ Cathay participated in the Financial Technology Exhibition with the theme of Playing Around with Life in Finance. The FSC Chairperson also came to take group photos.





ecosystem through cross-industry cooperation, diverse payment tool integration, and solid digital capabilities. In the future, we will continue to strengthen our data infrastructure, optimize data integration processes, cooperate with our partners to create “Cathay Open Finance” cross-industry financial experiences, develop more diverse touchpoints and business models, and embed financial services into our customers’ daily life. By combining financial services, technology, and touchpoints, Cathay FHC seeks to build an innovation ecosystem.

III. Combine Financial Competencies and Sustainable Development to Realize the Goal of Sustainability:

In the face of business risks arising from increasingly stringent financial regulations, global political and economic changes, and climate change, Cathay FHC will respond prudently and practically to the impact that market changes have on financial markets. We will continue to optimize our asset/liability management to strengthen the group’s overall capital structure and reinforce the three areas of focus: “climate, health and empowerment” to achieve sustainable development. Cathay FHC has constructed a strategic blueprint for sustainable finance by leveraging our diverse financial competencies and focusing on sustainable operations, and continues to uphold our spirit of “Sustainable Cathay; Contributing to the Community,” to realize the goal of sustainable operations and guide the industry toward the sustainable development.



- ◇ Cathay FHC has demonstrated outstanding performance in the four aspects of “Corporate Governance”, “Corporate Commitment”, “Community Involvement” and “Environmental Sustainability” and received Commonwealth Magazine’s 2021 Excellence in Corporate Social Responsibility Award.



- ◇ The Origin of DeFi at the 2022 Cathay FHC Technology Annual Conference.

Capital Allocation Plan

I. Continually Monitor Capital Allocation of the Group and Make Timely Adjustments

Global financial markets have undergone substantial changes in recent years. In response, we are paying close attention to developments in the global markets and their potential impact on the capital adequacy of each subsidiary. Taking into consideration the Group’s growth strategies, stock dividend policy, external capital, and the capital needs of subsidiaries, we will actively manage our capital through capital planning and business development to maximize the capital efficiency of each and every subsidiary.

II. Seek Optimal Terms and Timing for Raising Capital and Maintaining Liquidity

To enhance our capital structure and adequacy, we will continuously evaluate various types of financial instruments, including common stock, preferred stock, global depository receipts, senior (subordinated) bonds, and convertible (exchangeable) bonds to improve capital flexibility. We will also seek to ensure the availability of sufficient funds to help the Group expand and become a leading financial institution in the Asia-Pacific region in accordance with our goal of building an onshore/offshore financial service platform.



- ◇ Cathay FHC received 16 major awards at the Taiwan Corporate Sustainability Awards (TCSA) 2022.



- ◇ Cathay Women in Fintech Annual Conference is the first technical event in Taiwan’s financial industry that combines the topics of “women” and “financial technology”.

Cathay Life Insurance Co., Ltd.

Message from the Chairman

Cathay Life Insurance remained resilient despite the COVID-19 pandemic and unease in the overall environment in 2022. Thanks to the concerted efforts of all employees, our first-year premium income was NT\$129.3 billion (US\$4,208 million), representing a market share of 16.7%; first-year premium equivalent was NT\$42.4 billion (US\$1,380 million), representing a market share of 18.1%; and total premium income for the year was NT\$480.4 billion (US\$15.6 billion) with a market share of 20.6%. We also reported a profit of NT\$33.7 billion (US\$ 1,097 million) for the year, turning in an exceptional performance.

Define a New Elder Friendly, Protection First and Sustainability (E·P·S) Strategy for the Good of Society in Taiwan

The year 2022 was particularly important to Cathay Life Insurance as it marked not only a major milestone of having accompanied Taiwan for six decades but also the unveiling of the “E·P·S- A New Value for Life” Strategy. This E·P·S (Elder Friendly, Protection First and Sustainability) plan prepares us for the battle against problems of the future with respect to the pandemic, technology, climate, and population aging.

In terms of Elder Friendly (E), Cathay Health Home is a Professional Development program that transforms agents into health advisors by imparting professional knowledge on geriatric care and precision medicine; we also participated in a “Dementia Prevention and Dementia-Friendly” program, providing care services to create a safety net for policy holders during their old age and turn agents into the new members of their family. In terms of Protection First (P), Cathay Life Insurance called on about 26,000 agents across Taiwan to promote the “Give Together” campaign during which they visited families in person, assisted 5 million customers to complete policy health checks, and increased the health target coverage of nearly 700,000 people.

In terms of Sustainability (S), Cathay Life Insurance begins with the goal of achieving “sustainable self” by raising the health awareness of the general public and transforming the value of insurance from “ex-post compensation” to “ex-ante prevention”. Then, we can work together to achieve a “sustainable Earth” by implementing a dual-path strategy: zero carbon operation transformation & low-carbon investments allocation as we work with employees, policy holders, investors, and other stakeholders to collectively address climate issues and take actions to realize net-zero carbon emissions.

Create a Health Strategic Blueprint for a Healthier Society

Taiwan is projected to become a super-aged society by 2025. This means that health risks are rising for many people. Taiwan’s National Health Insurance (NHI) represents a basic line of defense for medical security, but the soaring prices of innovative medical supplies and medications will inevitably turn “commercial insurance into a supplementary of national health insurance”. Cathay Life Insurance is committed to 8 million policy holders and more than 20 million insurance policies across Taiwan, and we have created a Health Strategic Blueprint that combines spillover insurance policies with health promotion, services for suboptimal health, and elderly care services to provide the most comprehensive protection for policy holders of all ages.

In 2022, Cathay Life Insurance upgraded the “FitBack” health program to provide customers with a comprehensive healthcare ecosystem, and launched an “Every Step Counts” event that makes every step taken by participants a meaningful achievement. During the event, the number of steps taken was equivalent to 575 trips around the earth, for which we donated NT\$6 million to help Penghu Hua-Yu Elementary School build solar power generation units through a Renewable Energy Transition Program. These units will provide a stable source of power to allow children to learn without any interruptions. Besides, we sponsored the “Plant Tree for Football Teams” program, tree-planting not only contributes to carbon reduction but also provides financial assistance to support children’s dream of playing football. Cathay Life Insurance will continue to exert our corporate influence and contribute to the health of customers, society, and the Earth.

Technology-Driven Innovation for People-Centered Insurance

Regarding digital innovation, Cathay Life Insurance has undergone technological transformation in recent years, and also actively prepared for and contemplated ways to “innovate responsibly” while taking into consideration issues such as policy holders’ personal information, data transfer, and system stability in a highly secure information environment to satisfy user needs. For example, our industry-leading Cathay Vision Experience (CVX), a remote insurance-service platform, is a convenient channel that is unconstrained by time and place. It helped address some of the most urgent problems during the pandemic, provides uninterrupted services for all policy holders, and ensures rigorous cybersecurity control to create the most convenient and safest insurance experience.



To eliminate breakpoints in customers' digital experience, Cathay Life Insurance extends existing digital scenarios and also strengthens our micro-service architecture, thereby ensuring every single project can fulfill its functions and support application development. Sure n' Safe(利即保) is an innovative product combining term deposit and insurance services. iSmart variable life insurance uses intelligence investment auxiliary tools to provide new investments, security, and protection all at once. We strive to meet the requirements of customers and find the greatest common ground between demand and innovation in insurance and other financial services. Changes in the insurance environment and the needs of policy holders continue to drive us toward innovation. Cathay Life Insurance is proud to stand by every policy holder and continuously use technology to drive industrial transformation with sincerity.

Sustainable Practices and Net-Zero Carbon Emissions are an Inevitable Trend

Cathay Life Insurance is committed to securing and safeguarding the well-being of the people of Taiwan, and bravely responds to climate change risks while actively seeking opportunities. In 2022, Cathay FHC, the parent company of Cathay Life Insurance, committed to the adoption of RE100 by 2030 and Net Zero by 2050. Cathay Life Insurance also adopted the strategy of zero carbon operation transformation & low-carbon investments allocation to work with employees, policy holders and all companies that care about climate issues to speak out for the Earth.

Zero carbon operation transformation involves a focus on Green Workplace, Green Energy, and Green Real Estate, and designing a new workplace where co-sharing workspaces will replace fixed seats to reduce the waste of space. Furthermore, renewable energy will replace traditional electricity consumption patterns to reduce our carbon footprint. To meet the renewable electricity needs of external tenants, Cathay Life Insurance proposed a Green Rental Plan to the Bureau of Standards, Metrology and Inspection, Ministry of Economic Affairs. The plan aims to transfer and distribute purchased renewable electricity to tenants leasing commercial offices. A trial run of this plan has been launched in four buildings in Taipei City, and this model will be expanded to more tenants in other areas in the future. Current projections are that it will transfer more than 20 million kWh of renewable energy, which is the largest amount of renewable energy transferred in Taiwan to a commercial office building.

Low-carbon investments allocation is achieved through three core action plans: Green Capital, Green Engagement, and Green Business. Specifically, we set low-carbon investment goals, form coal phase-out plans, participate in international advocacy, continue engagement with enterprises, develop green businesses that give priority to solar photovoltaic and offshore wind power, and guide industries to jointly strive for a low-carbon transition, thereby exercising our influence on the masses through finance.

As we shift from individual sustainability (health) to Earth sustainability (climate) with the new E·P·S Strategy, Cathay Life Insurance is determined to stay the course in our sustainability endeavors, strives to build a healthy ideal life with the general public, and aspires to light up Earth with renewable electricity. We will combine our 60 years of experience with the courage to innovate without limit, and through this we are determined to reach new heights in the next 10 years.

Chairman, *Tiao-Kuei Huang*

Company Profile

Cathay Life Insurance Co., Ltd. was founded in October 1962 and listed on the Taiwan Stock Exchange in November 1964. As of 2022, Cathay Life Insurance serves more than 8.1 million customers, generating approximately NT\$480.4 billion (US\$15.6 billion) in total premium income and accounting for the highest market share in the industry. Total assets under management is NT\$8.1 trillion (US\$262.2 billion). Cathay Life Insurance is also actively developing its overseas markets, having established a subsidiary in China and Vietnam in 2005 and 2008, respectively. We are the first Taiwanese insurer to enter those two international markets.

In addition to our main insurance business, Cathay Life Insurance is also devoted to other areas of business and has been recognized by many institutions at home and abroad. This includes receiving the highest honor in the insurance sector of Taiwan, the "Insurance Excellence Award", for 9 consecutive years. Cathay Life Insurance was also one of the two Life insurance companies recommended by the Financial Supervisory Commission to receive an evaluation by the Asia/Pacific Group on Money Laundering (APG), and successfully completed the evaluation. For four years in a row, Cathay Life Insurance was ranked in the top 20% in the evaluation of Fair Customer Treatment Principles in the Financial Service Industry, thus fully demonstrating the spirit of treating customers with warmth and generosity.

In 2016, Cathay Life Insurance, as an industry leader of sustainable insurance, became Asia's first life insurance company to voluntarily comply with UNEP FI's Principles for Sustainable Insurance (PSI). We not only incorporate Environmental, Social and Governance (ESG) issues into our daily operations, we also integrate them into our core competencies to effectively implement corporate sustainability and continue to bring stability to society.

Cathay Life Insurance remains at the forefront of digital transformation by taking the lead in planning innovative insurance technology services, extending our offline channels to online channels, creating a robust social safety net with one-stop services, and remaining the most well-known and most recommended brand in the financial insurance industry.

No. of employees	31,153
Average age	44.9
Average years of service	13.0

Data Record Date: December 31, 2022

Cathay Life Insurance Co., Ltd.

Board of Directors, Independent Directors, Executive Officers, and Key Managers

Data Record Date: April 11, 2023

	Name	Major Current/Past Position and Education
Directors	Tiao-Kuei Huang	Chairman, Cathay Life Insurance/Former Vice Chairman and President, Cathay Life Insurance (M.S., Mathematics, National Tsing Hua University)
	Ming-Ho Hsiung	Vice Chairman, Cathay Life Insurance/Former President, Cathay Life Insurance (M.S., Actuarial Science, University of Iowa, USA)
	Tzung-Han Tsai	Vice Chairman, Cathay United Bank (J.D., Georgetown University, USA)
	Chung-Yan Tsai	Senior Executive VP, Cathay Real Estate Development Co., Ltd. (M.A., San Francisco State University, USA)
	John Chung-Chang Chu	Chairman, May Foong Woolen & Worsted Textile Mill. Ltd. (M.B.A., York University, Canada)
	Shan-Chi Liu	President, Cathay Life Insurance (E.M.B.A., National Taiwan University)
	Chao-Ting Lin	Managing Senior Executive VP, Cathay Life Insurance (M.S., Mathematics, National Taiwan University)
	Yi-Tsung Wang	Senior Executive VP, Cathay Life Insurance (M.B.A., Massachusetts Institute of Technology, USA)
Independent Directors	Li-Ling Wang	Chairman, Pension Fund Association, R.O.C./Professor, Department of Risk Management and Insurance, National Chengchi University Former Vice President, National Chengchi University/Former Chairperson, Financial Supervisory Commission R.O.C. (Taiwan)/Former Director, First Financial Holding/Former Independent Director, China Life Insurance (Ph.D., Risk Management and Insurance, Temple University, USA; M.Acc., University of Hartford, USA)
	Tang-Chieh Wu	Secretary-General, Taiwan Financial Services Roundtable Former Chairman, Hua Nan Financial Holdings/Former Chairman, Hua Nan Bank/Former Chairman, Land Bank of Taiwan/Former Political Deputy Minister, Ministry of Finance/Former Vice Chairman, Financial Supervisory Commission R.O.C. (Taiwan)/Former Director-General, Securities and Futures Bureau, Financial Supervisory Commission, R.O.C. (Taiwan) (M. A., Public Finance, National Chengchi University)
	Pei-Pei Yu	Chairman, Vigor Kobo Co., Ltd./Independent Director, Wistron Corporation/Director, Hungting Investment Management Consulting Company/ Former Chairman, Zoyi Venture Capital Co., Ltd./Former Director and President, Goldman Sachs (Asia) L.L.C. (Hong Kong)/Former President, Goldman Sachs (Asia) L.L.C., Taipei Branch/Former Assistant Vice President, UBS AG, Taipei Branch/Former Manager, Citibank (Taipei Branch) (M.B.A., University of British Columbia, Canada; B.A., Department of Money and Banking, National Chengchi University)
Supervisors	Chih-Ing Tsai	President, An-teh Development Co., Ltd. (M.B.A., Pepperdine University, USA)
	Chih-Ming Lin	Former Superintendent, Cathay General Hospital (Bachelor in Medicine, National Taiwan University)
	Young-Jann Lee	Former Director and Senior VP, Cathay Life Insurance (M.B.A., National Taiwan University)
	Han-Chang Tsai	Former Director and Senior VP, Cathay Life Insurance (B.S., Applied Mathematics, National Chung Hsing University)

	Position	Name	Education
Executive Officer	Chairman	Tiao-Kuei Huang	M.S., Mathematics, National Tsing Hua University
	President	Shan-Chi Liu	E.M.B.A., National Taiwan University
Key Managers	Managing Senior Executive VP	Chao-Ting Lin	M.S., Mathematics, National Taiwan University
	Senior Executive VP	Yi-Tsung Wang	M.B.A., Massachusetts Institute of Technology, USA
	Chief Compliance Officer and AML/CFT Compliance Officer	Ta-Kun Liu	M.B.A., Massachusetts Institute of Technology, USA
	Senior Executive VP	Li-Chiu Wang	M.B.A., Institute of Insurance, Feng Chia University
	Senior Executive VP	Chun-Hung Wu	M.S., Institute of Statistics, National Tsing Hua University
	Senior Executive VP	Ming-Huan Chen	B.A., Computing Center, Soochow University
	Senior Executive VP	David P. Sun	M.B.A. & M.S., Architecture, Harvard University, USA
	Senior Executive VP	Chih-Jung Kung	E.M.B.A., China Europe International Business School
	Chief Risk Officer	Wen-Qi Chen	E.M.B.A., National Taiwan University
	Chief Auditor	Shu-Chuan Chen	LL.M., Washington College of Law, American University, USA
	Corporate Governance Officer	Tu-Chih Kung	LL.B., National Taiwan University
	Chief Information Security Officer	Pei-Ching Lin	M.S., IT Management, National Taiwan University



Business Scope

Life insurance and related businesses.

2022 Revenue Breakdown

2022 Revenue	Amount	% of Total
Retained earned premium income	NT\$388.4 billion (US\$12.6 billion)	58.2%
Other income	NT\$11.3 billion (US\$370 million)	1.7%
Net investment gain (loss)	NT\$267.8 billion (US\$8,720 million)	40.2%
Insurance gain from unit-linked products	NT\$-0.9 billion (US\$-30 million)	-0.1%
Total income	NT\$666.6 billion (US\$21.7 billion)	100.0%

2023 Business Plan

I. Digital Technology

- Digital marketing platform: To improve the customer acquisition capabilities of our digital channels, Cathay Life Insurance has created a pre-sales marketing interactive platform that guides users throughout the process from initial awareness to decision-making. The platform offers “Reserving Consultation” and “New-era Customer Services”, all of which are available on online to offline omni-channels to enhance user satisfaction.
- Caas (Cathay as a Service) Financial ecosystem: Cathay Life Insurance takes advantage of the group’s support to enhance service offerings and broaden cross-industry cooperation. By integrating the three cores of financial service—health, finance, and tourism—financial innovation can be closely linked to various everyday scenarios. We have combined innovative models such as open API and new business cooperation models to introduce the “FitBack” health program and value-added services through travel cross-industry tourism cooperation, thereby building an ecosystem of digital banking for the insurance industry.
- Innovative financial products: Cathay Life Insurance continues to promote the following new businesses to create better experiences for and provide protection to digital customers.
 - Suren’ Safe(利即保) This is a one-of-a-kind service that adopts systems thinking to ensure both “savings” and “coverage”, where interest earned from time deposits are converted into one-year accident insurance or pay-as-you-go insurance. Insure & Earn transcends the traditional frameworks of banking products.
 - iSmart: At the end of 2022, Cathay Life Insurance received approval to perform a trial run of iSmart variable life insurance, which is an innovative product combining robo investment tools and big data algorithms to help people make smarter investments with one click, instead of having to monitor the market at all times.
 - Self-Assembled Insurance (自由配): This service targets digital natives by offering modular insurance policies that customers can build flexibly based on their needs. This increases customers’ willingness to purchase insurance policies, transforming the original pull model into a demand-oriented push model.

II. Customer Service

- A range of customer management activities and diverse online seminars for VIP customers are planned based on the

concept of ex-ante prevention, incorporating sustainability, public interest, and environmental issues.

- Risks are detected using innovative technology to strengthen the quality, efficiency and internal control process of complaint handling, ensure the quality of each service process, and offer better and more meaningful customer experiences.
- A departmental Treating Customers Fairly Evaluation mechanism has been established to implement a culture of ethical management and friendly services from top to bottom. The goal is to continue winning awards of excellence in the Treating Customers Fairly Evaluation.

III. Product Development

- To facilitate the adoption of international accounting standards by 2026, Cathay Life Insurance will measure the weight of profit (CSM) and risk (ICS) development and undertake progressive transformations while adjusting product structure. In addition to expanding the portfolio of our main protection-type products, we will also introduce USD interest sensitive insurance policies and investment-type products as financial planning for retirement grows increasingly important.
- Customers of all ages will have a common goal of staying healthy as Taiwan advances into a super-aged society. Against this backdrop, Cathay Life Insurance will continue to adopt the E·P·S Strategy, focus on the core pillar of “leading a healthy life and retiring rich”, and strengthen our Service x Product x Customer strategy to generate mutually beneficial outcomes for policy holders, channels, and Cathay Life Insurance.



- ◇ Cathay Life Insurance won the 19th Annual National Brand Yushan Awards - First Prize Nationwide in the categories of Outstanding Enterprise, Best Product, and Most Popular Brand.”

Cathay Life Insurance Co., Ltd.



◇ Cathay Life Insurance was awarded the IDC Award for 3 consecutive years and continues to offer a highly efficient digital insurance experience with financial technological innovations.



◇ Cathay Life Insurance disclosed the strategic blueprint and created the first member-level spillover policies to encourage people to enjoy health, get rewards, and save on insurance premiums.

IV. Business Development

1. Compliance: Cathay Life Insurance will improve our internal audit capabilities, set up dedicated teams, and cultivate compliance through separation of power and a system of checks and balances.
2. Organizational development:
 - (1) Cathay Life Insurance will strengthen the growth momentum of the organization by launching large-scale promotional efforts during key periods (job-changing or job-seeking seasons), maintaining the importance of recruiting on university campuses, and expanding our list of contacts for talent recruitment.
 - (2) Cathay Life Insurance will provide a complete training plan, including associate training, orientation, and on-the-job training, and combine it with content learning, group discussion, and practical exercises to enhance the professionalism with which supervisors guide their subordinates.
 - (3) Cathay Life Insurance will focus on education for part-time workers (CA), improve their marketing skills through product-specific training, and plan digital tools for independent training and testing. These measures will be included in the assessment of organizational indicators to guide the qualitative and quantitative development of part-time workers.
 - (4) Cathay Life Insurance will increase the weight of indicators in performance evaluation/rewards and competition, host large-scale events to recognize well-performing employees, and more strongly emphasize talent recruitment, development, and retention to make the organization stronger.
3. Sales target performance:
 - (1) Cathay Life Insurance will pursue stronger service promotion, fortify the connections between business units, and organize quarterly competitions with prizes (such as large-scale banquets, etc.) to motivate employees to strive for outstanding performance, thereby improving the overall performance of the organization.
 - (2) Cathay Life Insurance will prepare for the adoption of IFRS 17 by incorporating CSM indicators into company regulations and modifying accident and health (A&H) insurance policies and financial products accordingly, thereby ensuring employees can achieve strong sales while also guaranteeing stable remuneration.
 - (3) Cathay Life Insurance will provide customers with

comprehensive protection by employing big data to analyze customers, applying customer lists to a wider range of scenarios, and combining life insurance with various financial products (property insurance, securities, trusts) for completely integrated marketing.

4. Sustainability: Cathay Life Insurance will implement the goals of RE100 by 2030 to ensure employees can adopt Cathay Life Insurance's sustainability concepts and pass them on to policy holders.

V. Internal Control

1. In terms of corporate governance, Cathay Life Insurance emphasizes regulatory compliance, conducts risk management, focuses on information security, and implements internal control and audits, but also continues to uphold insurance policy quality, strengthen the management of abnormalities, strictly adheres to laws and regulations, and protects customer rights. These measures are the foundation for corporate sustainability.
2. To refine corporate risk management, Cathay Life Insurance incorporates the ESG framework into management processes and combines automation and AI technologies to improve our internal control capability, thereby effectively managing risks to facilitate the complementary development of internal control and various business activities.

VI. Back Office Support

1. Corporate image:
 - (1) Cathay Life Insurance has adopted the new Elder Friendly, Protection First and Sustainability (E·P·S) Strategy to strengthen our core competency in insurance, develop the different aspects of "new products x new services x new family members" and bring stability to society.
 - (2) Cathay Life Insurance expands upon the two major strands of our core DNA—digital transformation and sustainable practice, and introduces a framework of creating agile teams and accelerators for startups. Cathay Life Insurance is constantly launching technology-driven innovative services, and simultaneously also fulfills our corporate social responsibility and advances toward our vision of becoming "a leading financial institution in the Asia-Pacific region".
2. Organizational Culture:
 - (1) Cathay Life Insurance has established a business management information platform, integrates the learning needs of all supervisors, and introduces practical applications



to help supervisors optimize team management and continuously improve their management competency.

- (2) Cathay Life Insurance promotes a trustworthy workplace by encouraging supervisors to create an atmosphere of open communication and honest dialog through trust and improving their conversational skills, thereby building a workplace that promotes employees' mental well-being.
 - (3) Cathay Life Insurance puts "people first" during training activities, places equal emphasis on "functionality and skills", optimizes talent development and recognition practices through Individual Development Plans (IDP) and the Assessment Center (AC), and fosters the professional skills of important divisions so as to provide services efficiently and meet the challenges of future work models.
3. Digital Development:
- (1) New Agent Platform (NAP): The NAP integrates support services for everyday business needs and a smooth, integrated digital experience to help sales agents access a comprehensive service system. The NAP encompasses ten modules including customers, marketing, services, administration, notifications, learning, etc. Through AI modeling, APIs, and micro-service technologies, our sales agents can quickly solve problems in three steps on a single platform.
 - (2) Online self-help service: The Cathay Life Insurance App is designed from the perspective of customers and provides digital services during and after sales. The platform is also designed to optimize four major aspects of the insurance experience, including marketing interaction, service interaction, self-service inquiry, and application services. This allows the development of online services to be accelerated and enables policy holders to apply for loans from the comfort of their homes.
 - (3) Innovative products and smart services: Cathay Life Insurance's business model involves experimental test runs and sandbox cases for new forms of business, such as applying remote services in insurance brokerage channels. These methods allow Cathay Life Insurance to launch new products and service models to effectively solve customers' pain points.
4. Customer segment management and precision marketing:
 Cathay Life Insurance has developed data marketing blueprints to help customers at each step of the policy purchase process, and has created a new data-driven marketing model by designing it with multiple application scenarios. Cathay Life Insurance will also assist each department to

apply these blueprints so as to improve service efficiency, optimize customer experience, realize the goal of personalized insurance, and achieve mutually beneficial outcomes for Cathay Life Insurance, channels, and customers.

VII. Corporate Sustainability

1. Cathay Life Insurance continues to align with international guidelines, voluntarily follow the UN Principles for Sustainable Insurance (PSI), and maintain our status as a constituent stock of the Dow Jones Sustainability Index and the DJSI World Index (Insurance Industry).
2. Cathay Life Insurance cultivates the pillars of sustainability by setting goals and launching action plans that address the issues of climate, health, and empowerment.
 - (1) Climate: In response to the Group's 2030 RE100 target and 2050 net-zero goal, Cathay Life Insurance will build green open-space workplaces for our operations, and will annually increase the use of renewable electricity in business locations while simultaneously meeting the electricity needs of external tenants. Furthermore, we will respond to climate change risks through low-carbon investing and reducing the carbon footprint of our financial assets, and will actively pursue engagement with other enterprises, urging them to transition to low-carbon.
 - (2) Health: To improve the physical, psychological, and financial health awareness of people in Taiwan, Cathay Life Insurance continues to promote the concepts of a health ecosystem and suboptimal health by creating a blueprint for elderly care services. We also help the public make financial decisions through our products and digital tools, which are combined with equality-friendly financial services to promote financial inclusion.
 - (3) Empowerment: To cultivate employees' knowledge toward sustainability and enhance their hard and soft skills such as their digital capabilities and agility, Cathay Life Insurance has established a leadership team and created a diverse and inclusive workplace. Externally, we continue to call on company employees to serve as volunteers and take advantage of available internal and external resources to devote ourselves to relevant issues such as youth empowerment and empowerment of disadvantaged individuals.

2023 Operational Targets

Primary Item	Target
Total premium income	NT\$488.8 billion (US\$15.9 billion)



◇ Cathay Life Insurance received the 2022 Celent Model Insurer Award for Innovation Execution and is the only insurance company in Taiwan nominated for the award.



◇ Cathay Life Insurance won the Gold Medal for the Life Insurance category in the Best Service in Taiwan Survey.

Cathay United Bank Co., Ltd.

Message from the Chairman

2022 was a year of turmoil for the global financial market. The Russia–Ukraine war and deglobalization drove up international raw material prices, triggering global inflation. To curb inflation, the central banks of major economies around the world have hiked interest rates rapidly and substantially. In particular, the United States raised interest rates by 4.25% in total throughout the year, which caused significant fluctuations in the global financial market, putting extreme pressure on bank assets and risk management. In spite of such a severe environment, Cathay United Bank still managed to generate a consolidated after-tax profit of NT\$25.7 billion (US\$837 million), the best performance in recent years, thanks to the experiences and tenacity we have built up over the long term.

In addition to delivering record-high profit, we also continued to improve the customer service experience through the integration of group resources. For example, we improved our digital services by overhauling and optimizing the user interface and contents of our Internet banking App which has been re-released as the CUBE App, and transforming the App into the Group's digital gateway to banking, securities, insurance, and other services. The App is updated iteratively to create the best digital service experience for customers looking for one-stop services. In terms of physical channels, we amplified the synergy of our services to customers when our Chu Lai Branch in Vietnam was relocated to Ho Chi Minh City, which allows it to provide a more comprehensive range of products and services as a collective with Cathay Life Insurance (Vietnam) and Cathay Insurance (Vietnam), both of which are also located in this, the most populous city in Vietnam. These actions have garnered praise from customers as well as recognition from many professional evaluation institutions. Specifically, Cathay United Bank received Taiwan's Top 10 Banks - Overall Performance No. 1 from "The Banker" for two consecutive years; "Asian Private Banker" Best Private Bank-Taiwan Domestic for three consecutive years; "Wealth Magazine" Best Wealth Management for seven years in a row; "Asian Banking & Finance" Taiwan Digital Consumer Banking Initiative of the Year; and a total of ten "The Stevie Awards" - three gold, three silver, four bronze awards—Cathay United Bank was the only award-winning company in Taiwan this year, with the number of awards ranking fifth in the world!

Despite the countless challenges in the business environment over the past year, we have successfully maintained excellent financial performance while also continuing to devote ourselves to environmental protection and corporate sustainability, including actively participating in policy advocacy with the competent authorities and exercising our influence on industries through the "Coalition of Movers and Shakers on Sustainable Finance". Our subsidiary in China was the first among local Taiwanese-funded banks to introduce green loan services. In addition, we also provide sustainability-linked loans in Hong Kong, the Philippines, and other countries. These efforts have granted us recognition both at home and abroad. In particular, we won "The Asset" Global Renewable Energy M&A Deal of the Year; "Hong Kong Quality Assurance Agency (HKQAA)" Outstanding Award for Green and Sustainable Loan Structuring Advisor; and "Taiwan Academy of Banking and Finance" Elite Awards for Best ESG. Cathay United Bank also competed for five awards in the Taiwan Corporate Sustainability Award organized by Taiwan Institute for Sustainable Energy and won all five, representing a 100% award winning rate.

Looking ahead, the tightening of monetary policies by central banks worldwide, the challenges in mitigating geopolitical risks, and the ongoing impact of the COVID-19 pandemic have collectively put pressure on the prospects of domestic and foreign markets and challenged banks' operating capabilities. Cathay United Bank will, nevertheless, continue to uphold the core values of "Integrity, Accountability and Innovation" both internally—we will act in the spirit of "One Team" through the roles of our employees in products, channels, and as a support department—and externally—we will uphold the spirit of "One Bank" through the provision of suitable financial products and services at the right time and right place in order to create a one-stop service experience for customers—so as to achieve corporate sustainability and the vision of "establishing ourselves in the Asia-Pacific and reaching new heights".

Chairman, *Andrew Ming-Jian Kuo*



Company Profile

Cathay United Bank was established on May 20, 1975. Over the years, we have accumulated experience and business resilience against market challenges, and we continue to exhibit excellent performance in terms of earnings growth and achieve top rankings in the development of our business. As a financial institution that values its long-standing relationship with the local community, Cathay United Bank currently operates 165 branches in Taiwan, serving a large base of customers with industry-leading digital banking services.

Our efforts in overseas expansion are also unremitting. Currently, we have 2 wholly-owned overseas subsidiaries, 1 overseas joint venture bank, 7 overseas branches, and 4 overseas representative offices. In Greater China, Cathay United Bank's subsidiary branch in China not only worked closely with our branch in Hong Kong to provide diversified cross-border services, but also vigorously developed new financial products, promoted green finance, and created comprehensive digital services. In the ASEAN markets, we have offices in nine of ten ASEAN countries: Singapore, Malaysia, Thailand, the Philippines, Indonesia, Vietnam, Laos, Myanmar, and Cambodia. In addition, our Chu Lai Branch in Vietnam was relocated to Ho Chi Minh City in April 2022 and renamed Ho Chi Minh City Branch to satisfy more customer needs.

Through Cathay United Bank's transnational banking platform in Taiwan, Greater China, and ASEAN, our customers have access to a diverse range of high-quality financial services, including corporate finance, high-end wealth management, consumer finance, and trust investments.

In 2022, Cathay United Bank received multiple accolades from professional evaluation agencies at home and abroad, including the following: Taiwan's Top 10 Banks - Overall

Performance No. 1 from "The Banker" for two consecutive years; "Asian Private Banker" Best Private Bank-Taiwan Domestic for three consecutive years; "Wealth Magazine" Best Wealth Management for seven years in a row; "Asian Banking & Finance" Taiwan Marketing & Brand Initiative of the Year and Taiwan Digital Consumer Banking Initiative of the Year; "Retail Banker International" Asia Trailblazers Awards - Excellence in App Security Implementation; "Taiwan Academy of Banking and Finance" Elite Awards for Best Personal Trust Finance and Best ESG; and ten "The Stevie Awards". Cathay United Bank also competed for five awards in the Taiwan Corporate Sustainability Award organized by Taiwan Institute for Sustainable Energy and won all five, representing a 100% award winning rate.

No. of employees	10,730
Average age	39.04
Average years of service	9.98
Data Record Date: December 31, 2022	

◇ Cathay United Bank received four major awards in the Taiwan Academy of Banking and Finance Best Practice Awards.



Cathay United Bank Co., Ltd.

Board of Directors, Independent Directors, Executive Officers, and Key Managers

Data Record Date: April 11, 2023

	Name	Major Current/Past Position and Education
Directors	Andrew Ming-Jian Kuo	Chairman, Cathay United Bank (M.B.A., Baruch College, City University of New York, USA)
	Tzung-Han Tsai	Vice Chairman, Cathay United Bank (J.D., Georgetown University, USA)
	Alan Lee	President, Cathay United Bank (M.B.A., National Taiwan University)
	C.Y. Teng	Senior Executive VP, Cathay United Bank/Head of Strategic Planning Div./Senior Executive VP, Cathay Financial Holdings (M.B.A., Massachusetts Institute of Technology, USA)
	Tsung-Hsien Tsai	Senior Executive VP, Cathay Financial Holdings (M.S., Electrical Engineering, Harvard University, USA)
	Chi-Wei Joong	Chairman and CEO (Legal Representative), Modern Times Co., Ltd. /Former President, CMB Credit Card Center (B.S., Accounting, Kean College of New Jersey, USA)
	Han-Kuo Chen	Vice President and Deputy General Manager, Department of Planning and Division Manager, Legal Affairs Center, Bank of Taiwan (LL.M., Soochow University)
	Chang-Ken Lee	President, Cathay Financial Holdings/Former President, Cathay United Bank (M.B.A., University of Pennsylvania, USA)
	Grace Chen	Chief Financial Officer/Senior Executive VP, Cathay Financial Holdings (M.B.A., National Chengchi University)
	Sophia Cheng	Chief Investment Officer/Senior Executive VP, Cathay Financial Holdings (M.S., Finance and Banking, Golden Gate University, USA)
	Jian-Hsing Wu	Senior Executive VP, Cathay United Bank (M.S. Information Engineering, Tamkang University)
	Wei-Hua Chou	Senior Executive VP, Cathay United Bank (M.A., Public Finance, National Chengchi University)
Independent Directors	Tang-Chieh Wu	Secretary-General, Taiwan Financial Services Roundtable Former Chairman, Hua Nan Financial Holdings/Former Chairman, Hua Nan Bank/Former Chairman, Land Bank of Taiwan/Former Political Deputy Minister, Ministry of Finance/Former Vice Chairman, Financial Supervisory Commission R.O.C. (Taiwan)/Former Director-General, Securities and Futures Bureau, Financial Supervisory Commission, R.O.C. (Taiwan) (M.A., Public Finance, National Chengchi University)
	Feng-Chiang Miao	Chairman, MiTAC Holdings Corporation Former Laureate of Industrial Technology Research Institute(ITRI)/Former President, UPC Technology Corporation/Former President, Lien Hwa Industrial Gases Co., Ltd./Former Chairman, Synnex Corporation/Former Independent Director, Galileo International, Inc./Former Independent Director, The BOC Group Plc./Former Independent Director, Linde AG/Former Delegate, APEC Business Advisory Council (ABAC)/Former Convener, Civil Advisory Committee of National Information & Communications Initiatives (NICI) (Honorary Ph.D., National Chiao Tung University; MBA, Santa Clara University; BSEE, University of California, Berkeley)
	Edward Yung Do Way	Chairman, YCSY Co., Ltd. Former CEO, Deloitte Taiwan (M.B.A., University of Georgia, USA)

	Position	Name	Education
Executive Officer	Chairman	Andrew Ming-Jian Kuo	M.B.A., Baruch College, City University of New York, USA
Key Managers	President	Alan Lee	M.B.A., National Taiwan University
	Senior Executive VP	C.Y. Teng	M.B.A., Massachusetts Institute of Technology, USA
	Chief Information Security Officer	Jian-Hsing Wu	M.S. Information Engineering, Tamkang University
	Senior Executive VP	Wei-Hua Chou	M.A., Public Finance, National Chengchi University
	Senior Executive VP	You-Chin Cheng	M.S., Civil Engineering, National Taiwan University
	Senior Executive VP	Hsiang-Hsin Tsai	M.B.A., Thunderbird School of Global Management, USA
	Senior Executive VP	Hsu-Chieh Yao	M.B.A., Massachusetts Institute of Technology, USA
	Senior Executive VP	Ching-Li Chang	M.B.A., Massachusetts Institute of Technology, USA
	Senior Executive VP	Chih-Feng Wang	M.B.A., National Tsing Hua University
	Senior Executive VP	Kevin Hu	M.B.A., University of Southern California, USA
	Chief Compliance Officer	Chia-Chi Wang	LL.M., University of Connecticut, USA
	Chief Risk Officer	Fa-Hsiang Chang	M.S., Finance, New York University, USA
	Chief Auditor	Su-Jhu Li	M.B.A., University of Central Florida, USA
	Corporate Governance Officer	Chien-Hui Hung	LL.M., London School of Economics and Political Science



Business Scope

1. All types of deposits
2. Loans and credits
3. Check discounting
4. Securities investment
5. Domestic remittances
6. Commercial draft acceptance
7. Issuance of domestic letters of credit
8. Corporate guarantee bonds
9. Domestic guarantee services
10. Payment settlement
11. Sales of government bonds/bills and corporate bonds/stocks
12. Securities underwriting
13. Securities dealing
14. Custody and warehousing services
15. Rental of safe deposit boxes
16. Agency services covered by the business scope specified on business license or approved by competent authorities
17. Credit card services
18. Brokered sales of gold bars/coins and silver coins
19. Purchases and sales of gold bars/coins and silver coins
20. Import and export foreign exchange transactions, inbound/outbound wire transfer, and foreign currency deposits, loans, and payment guarantee
21. General foreign exchange transactions, inbound/outbound wire transfer, and foreign currency deposits
22. Dealing with foreign currency cash and travelers checks
23. Financial derivative commodities approved by competent authorities
24. Trust business authorized by the Trust Enterprise Act
25. Trust business authorized by the Authority to be handled by head office trust department
26. Non-discretionary money trust investing on foreign securities
27. Brokerage, dealing, certification, and underwriting of short-term notes and bills
28. Dealing of government bonds
29. Financial consulting for financing related businesses
30. Financial consulting for non-financing related businesses
31. Dealing of corporate bonds and financial bonds
32. Money trust
33. Trust of encumbrance and related security interests
34. Securities trust
35. Movable property trust
36. Real estate trust
37. Land right trust
38. Trust of other property rights
39. Discretionary investment trust services
40. Acting as agent for issuance, transfer, registration and payment of interests or dividends of securities
41. Providing consulting services for securities issuance or offering
42. Acting as attestors for issuance of stock or bond
43. Acting as attestors for issuance of securities
44. Acting as executor of wills and managing legacies
45. Acting as trustee for issuance of bond and providing related agent securities
46. Custody services
47. Acting as custodians of securities investment trust funds
48. Providing advisory services for investment, financial management, and real estate development
49. Issuance of cash cards
50. Concurrent business as a securities investment consulting enterprise
51. Issuance of bank debentures
52. Payment and collection services for actual transactions
53. Acceptance of deposit payments
54. Electronic fund transfer services
55. Acting as personal insurance agents
56. Financial products and services for HNW customers

2022 Income Statement

Item	Amount	% of Total
Net interest income	NT\$45.1 billion (US\$1,467 million)	63%
Net fee income	NT\$18.1 billion (US\$587 million)	25%
Gains on financial assets and liabilities at fair value through profit or loss	NT\$5.4 billion (US\$176 million)	8%
Realized gains from financial assets at fair value through other comprehensive income	NT\$-0.6 billion (US\$-20 million)	-1%
Derecognition of gains on financial assets at amortized cost	NT\$-0.1 billion (US\$-4 million)	0%
Gains on foreign currency exchange	NT\$1.8 billion (US\$58 million)	2%
Reversal amount of asset impairment (loss)	NT\$-0.02 billion (US-\$1 million)	0%
Share of profit of associates and joint ventures accounted for using the equity method	NT\$0.5 billion (US\$17 million)	1%
Net other non-interest income	NT\$1.2 billion (US\$39 million)	2%
Net operating income	NT\$71.3 billion (US\$2,319 million)	100%

Cathay United Bank Co., Ltd.

2023 Business Plan

I. Consumer Loans

Cathay United Bank will expand the strong customer foundations we have built up to focus on managing high-potential, contributive customers with positive cash flow. We will also deepen customer relations by providing all-inclusive financial products and services, and serve customers through physical channels coupled with digital applications to improve customer management and cross-sale synergy. Finally, we will continue optimizing end-to-end service procedures to create more convenient digital experiences for customers and build an omnichannel that offers a high-quality service experience.

II. Corporate Loans

Cathay United Bank is pursuing steady business development by carefully selecting strongly-performing companies and industries that demonstrate development potential. We ensure asset quality while also creating total financial service solutions that spur frequent interactions and extend business opportunities. Meanwhile, we uphold the spirit of One Bank through inter-branch cooperation, implement regional joint operations, and promote cross-sales transactions. In addition, we internalize the concept of ESG to achieve the goal of green finance and improve our operating efficiency through optimized omnichannel experiences and data modeling, thereby achieving profits for Cathay United Bank.

III. Deposits and Transfers

To improve the customer experience with high-value deposit and foreign exchange services, we continue to provide convenient digital services that cater to the potential needs of customers, while also planning a modular structure for NTD and foreign currency offers and developing a digital personalized business model to enhance customer stickiness and contribution. To achieve cross-selling synergy, create profits for Cathay United Bank, and improve service performance, the account opening processes and account functions will be further optimized so that customers are given guidance when they open and use their foreign currency accounts.

IV. Wealth Management

Signs of a global economic slowdown are increasing market volatility. In response, Cathay United Bank will focus on reviewing customer asset positions so as to help customers build robust and shock-resistant investment portfolios. We will also fulfill the protection and inheritance functions of insurance and manage sustainable customer relationships through the comprehensive range of financial products and consulting services provided by our team of experts. While analyzing data and behavioral trajectories to ascertain customer needs and preferences, we will also provide value through our financial management, and expand our digital customer base and the scope of wealth management services accordingly.

V. Trust Services

Cathay United Bank is committed to building a trust-based platform that integrates a wide range of financial products and forming cross-industry alliances to develop all-inclusive trust services that meet the daily needs of the general public. This will allow us to satisfy customers who require children's protection trusts, retirement trusts, and family business inheritance trusts.

VI. Foreign Exchange

Cathay United Bank will enhance the comprehensiveness of our overseas foreign currency products, optimize our digital foreign exchange platforms, combine the strengths of online and offline channels to provide a diverse range of foreign exchange services and service performance, help customers use their funds more efficiently, deepen customer adhesion toward our services, and enhance the competitiveness of our foreign currency services in the international market. These measures will result in increased profits for CUB.

We intend to promote the development of financing services, expedite the use of our channels for customer segmentation, use product and channel cross-selling models, offer products required by clients to operate their accounts, enhance cross-sale success rates, construct automated corporate banking services, elevate the customer experience and satisfaction, develop various cooperation opportunities with our competitors, and strengthen the specifications and product lines of our foreign and domestic products.

VII. Credit Cards

Cathay United Bank is committed to furthering digital data empowerment, and to this end we have combined the CUBE card with the CUBE App, giving customers the freedom to choose from a diverse range of flexible options. We continue to develop services that are personalized to the preferences of customers and offer simple and flexible digital banking services that elevate customer value and drive customer management.

VIII. Acquisition Services

Cathay United Bank will continue to expand sales channels, develop different payment methods, and integrate relevant financial services as the number of card-accepting merchants reaches an economically viable scale. Externally, we will seek opportunities for partnering with large card-accepting merchants. Internally, we will actively engage in digital transformation, taking a step-by-step approach to optimizing the automated application platform for receiving orders, establishing service portals for existing merchants, and developing online bills and tax payment platforms. All of these measures are expected to improve the digital experience for partnering merchants and the diversity of ordering services.



◇ Cathay United Bank held the 2023 Global Investment Trend Forum.



◇ Product launch of the Cathay United Bank digital brand CUBE.



◇ Cathay United Bank Foundation and Cathay United Bank jointly awarded the scholarships offered by the Elevated Tree Program to representatives from the recipients.

IX. ATM Services

Cathay United Bank will maintain our ability to deliver stable and high-quality services and improve the customer experience, and develop a high-quality digital service platform by collaborating with different industries to enhance added value and expand operational synergy.

X. Payment Hub Service

Cathay United Bank will provide differentiated digital services, improve the customer experience, and create new business opportunities through collaborations involving digital payment services that integrate customers' everyday requirements and financial service scenarios.

XI. Digital Banking and Corporate Banking Service

Cathay United Bank will improve the digital experience across different platforms, continue designing and developing innovative digital financial products to increase the depth of transactions with digital users, digitally empower customers' branch experiences so that banking services can be seamlessly integrated into corporate daily operations and gradually transform into digital advisors, and apply our successful experiences in Taiwan to expand our overseas presence.

XII. Overseas Operations

Economies around the world recovered slowly as cross-border activities gradually increased in 2022. Through our dense network of overseas connections and platforms, Cathay United Bank continues to help overseas Taiwanese businesses diversify their supply chains. In addition, we actively develop local enterprises in various countries, strengthen the infrastructure of overseas branches, and expand our product lines. In doing so, we focus on improving our service quality to create more comprehensive financial solutions for transnational corporations.

In the Greater China region, our subsidiary Cathay United Bank (China) Ltd. has demonstrated stable business growth. We will therefore continue to optimize our customer management and diversify our product structures in order to speed up our digital transformation for better operational efficiency and corporate sustainability.

In the ASEAN markets, Cathay United Bank not only serves overseas Taiwanese-owned companies but also actively grows the local customer base through a prudent approach, and we are expanding our product/service lines to continuously grow our retail banking business. Furthermore, we are also strengthening our risk management and actively engaging in digital transformation.

XIII. Private Banking Services

Our private banking business in Taiwan will center on the needs of customers and adherence to an "investment-oriented management" principle. We bring together professional teams and the resources of external strategic partners to provide customized quality solutions that meet the needs of HNW customers with complex investment portfolios. Additionally, we aim to grow our private banking business to provide new products and services in line with those of banks in other countries, and from therein see innovation and changes to cement the leading status of our private banking services in Taiwan's financial industry. In Hong Kong, Cathay United Bank continues to cultivate the local market. We obtained the SFC Type 4 license in 2022, which enables us to provide advising on customers' investment portfolios and continue to provide diversified investment instruments that enable customers to make investments more flexibly. Our business development in Singapore has progressed as planned. The main pillar of customer development will no longer be confined to Taiwanese customers. Instead, we will move toward the simultaneous development and cultivation of non-Taiwanese customers so as to enhance the popularity and visibility of CUB's Private Banking in the local market.

XIV. Financial Marketing

Cathay United Bank has improved the range and depth of our financial planning and hedging products, and we endeavor to provide professional services to all types of customers in all aspects. The operational consistency of our online trading platforms has been optimized and upgraded. Through Pitchbook analysis and suggestions, we can increase customer stickiness and actual transactions.

2023 Operational Targets

Primary Item	Target
Deposits	NT\$3.3 trillion (US\$108.7 billion)
Loans (including credit card revolving)	NT\$2.2 trillion (US\$70.2 billion)
Credit cards	7.68 million cards

Cathay Century Insurance Co., Ltd.

INSURANCE

Message from the Chairman

The market is changing rapidly. In response, Cathay Century Insurance continues to uphold our “value-oriented” business principle, which persists in comprehensively enhancing our competitiveness, including strengthening professional capabilities and optimizing digital services. Thanks to our employees’ concerted efforts, Cathay Century Insurance generated NT\$28.3 billion (US\$920 million) in premium income in 2022, an increase of 9.7%. Our market share was 12.8%, a 0.4% growth compared with 2021, placing us firmly in second place within the industry.

In 2022, the whole insurance industry was strongly affected by COVID-19. However, Cathay Century Insurance steadfastly adheres to our commitments to policy holders, upholds the mission of fulfilling our social responsibilities, and maintains a stable financial structure with the assistance of capital injections from the parent company. As a result, we have received recognition from international credit rating agencies in 2022, with a “twAA+” from Taiwan Ratings, an “A-” from S&P, an “A2” rating from Moody’s, and an “A” rating from AM Best.

In addition, Cathay Insurance (Vietnam) improved its operating efficiency through digital transformation by implementing the Group’s overseas strategy. They developed Smart Agent Go (SAG), a mobile insurance service tool for their sales agents, and updated their website to introduce scenario-based pages that make it easier for customers to understand our insurance products. Also, they took advantage of cooperation opportunities cross-industry alliances to build an ecosystem of scenario-based insurance. These combined efforts led to a strong growth performance of 18.9% for our premium income. Furthermore, Cathay Insurance (China) vigorously developed its Internet services and continues to generate profit ever since the start of their strategic partnership with the Ant Group. In the future, we will continue strengthening overseas local operations and digital transformation to expand market scale and stabilize profits.

To address climate change issues, Cathay Century Insurance continues to improve our climate response capability and resilience, including the transition to net-zero carbon emission operations, actively partaking in the green economy, investing in the innovation and adoption of green products, developing a comprehensive low-carbon process for digital services, establishing innovative insurance tools for sales agents, and providing customers with intelligent scenario-

based recommendation services based on three pillars, “digital, data, and technology”, under which consumer needs are analyzed in real-time to meet their needs best. As a result of our commitment to digital transformation, Cathay Century Insurance won three Golden Awards in the 2nd Digital Finance Award of Commercial Times, ranking first in the industry.

At Cathay Century Insurance, we leverage our competencies in insurance, such as insurance protection and loss control, unleash our expertise in loss prevention, help enterprises avoid asset impairment, and organize on-campus activities to prevent accidents by strengthening public risk awareness. We also cultivate the areas of sustainable development by actively addressing environmental, social, and corporate governance (ESG) issues and responding to international sustainability advocacy. The second “Sustainability Report”, published in June 2022, underwent independent assurance by a third party in the three major aspects of economy, environment, and corporate governance and incorporated the Global Reporting Initiative (GRI) Core options for assurance disclosure. As a result, our Sustainability Report has once again earned recognition from the “Taiwan Corporate Sustainability Awards (TCSA)”.

2023 marks the 30th anniversary of Cathay Century Insurance. The market brings about “opportunities” and “challenges” during the year. Our employees at Cathay Century Insurance will continuously promote diversification and digital development with the spirit of “soldiering onward in a show of solidarity” to generate synergy through online and offline collaborations and strive for optimal and innovative insurance value chains. We will adhere to customer-centered principles and fulfill our core competencies in insurance protection so that customers can understand the innovation, trustworthiness, and warmth of our products, services, and marketing activities, and eventually rank us as the most recommended non-life insurer. Lastly, on behalf of my colleagues, I would like to express our heartfelt gratitude for the longstanding support and assistance of the competent authorities and our customers.

Chairman, *Cheng-Chiu Tsai*



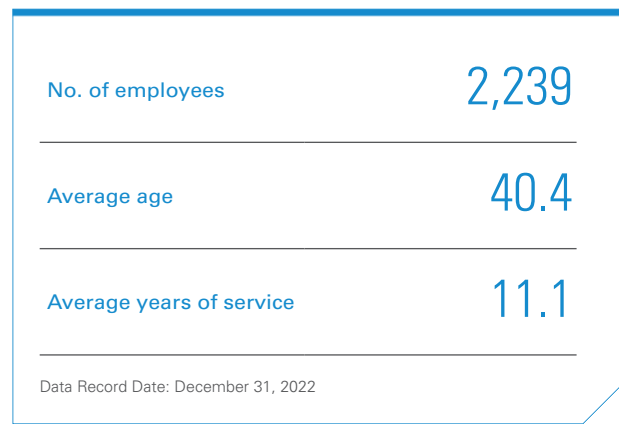
Company Profile

Cathay Century Insurance was established in 1993 and became a member of Cathay Financial Holdings in 2002. By leveraging Group resources and providing customers with a wide range of financial services, we have secured our position as the second largest non-life insurer in Taiwan in 2007. We also focus on expanding our business into foreign markets and established Cathay Insurance (China) and Cathay Insurance (Vietnam) in 2008 and 2010, respectively. In 2015, Cathay Insurance (China) increased its capital by cooperating with Ant Group, an affiliate company of the Alibaba Group, in the development of e-commerce financial services.

In aligning with our business principle of “equal emphasis on quality and quantity, robustness and dependable”, Cathay Century Insurance delivered outstanding business performance that was not only rated as “twAA+” by Taiwan Ratings, “A-” by S&P, “A2” by Moody’s, and “A” by AM Best. We have also won numerous external awards, including the Insurance Excellence Award, National Brand Yushan Award and Digital Finance Award, Faith, Hope & Love Awards of Insurance, and Best Quality Awards of Insurance, among others. We also received many international honors, including the International Business Premium Award and the Asia-Pacific Stevie Award. We were also named the “Best Non-life Insurance Company in Taiwan” by renowned British finance publication World Finance magazine.

Cathay Century Insurance also won the Taiwan Corporate Sustainability Awards (TCSA), Global Views

Corporate Social Responsibility & Social Enterprise Awards and PWC CSR Impact Awards for our active efforts in exerting our corporate influence on charity and environmentally friendly practices. This allows us to address social and climate changes in accordance with our people-oriented philosophy. These achievements are the best testament to how we are seen by the people in Taiwan as the most recommended non-life insurer, and our success as the best non-life insurer in Asia Pacific.



◇ A group photo of the senior personnel from Cathay Century at the award ceremony.



Cathay Century Insurance Co., Ltd.

Board of Directors, Independent Directors, Supervisors and Key Managers

Data Record Date: April 11, 2023

	Name	Education & Experience
Directors	Cheng-Chiu Tsai	Chairman, Cathay Century Insurance (M.A., Business and Commerce, Keio University, Japan)
	J.H. Hsu	Vice Chairman, Cathay Century Insurance (M.A., Business Management, National Chengchi University)
	Fa-Te Chang	Advisor, Cathay Life Insurance (B.S., Applied Mathematics, National Chung Hsing University)
	Chu-Yao Lu	Chairman, Lan Yi Investment Co., Ltd. (B.A., Shih Hsin University)
	Tsung-Hsien Tsai	Director, Cathay United Bank (M.S., Electrical Engineering, Harvard University, USA)
	Chih-I Yu	Chairman, Tung Chi Capital Co., Ltd. (B.A., Law, National Taiwan University)
	Wan-Hsiang Chen	President, Cathay Century Insurance (M.A., Statistics, National Tsing Hua University)
Independent Directors	Tang-Chieh Wu	Secretary-General, Taiwan Financial Services Roundtable Former Chairman, Hua Nan Financial Holdings/Former Chairman, Hua Nan Bank/Former Chairman, Land Bank of Taiwan/Former Political Deputy Minister, Ministry of Finance/Former Vice Chairman and Managing Director, Financial Supervisory Commission R.O.C. (Taiwan)/Former Director-General, Financial Supervisory Commission, R.O.C. (Taiwan) (M.A. in Public Finance, National Chengchi University)
	Pei-Pei Yu	Chairman, Vigor Kobo Co., Ltd./Independent Director, Wistron Corporation/Director, Hungting Investment Management Consulting Company/ Former Chairman, Zoyi Venture Capital Co., Ltd./Former Director and President, Goldman Sachs (Asia) L.L.C. (Hong Kong)/Former President, Goldman Sachs (Asia) L.L.C., Taipei Branch/Former Assistant Vice President, UBS AG, Taipei Branch/Former Manager, Citibank (Taipei Branch) (M.B.A., University of British Columbia, Canada; B.A., Department of Money and Banking, National Chengchi University)
Supervisors	Jinn-Shing Leou	Director, Cathay Securities/Former Chief Auditor, Cathay Financial Holdings (M.S., in Actuarial Science, University of Iowa, USA)
	Tzo-Shing Hsu	Supervisor, Cathay Hospitality Management (LL.M., Southern Methodist University, USA)

	Position	Name	Education
Executive Officer	Chairman	Cheng-Chiu Tsai	M.A., in Business and Commerce, Keio University, Japan
Key Managers	President	Wan-Hsiang Chen	M.S., Institute of Statistics, National Tsing Hua University
	Senior Executive VP	Tsung-Hsien Tsai	M.S., Electrical Engineering, Harvard University, USA
	Chief Auditor	Jin-Chou Chen	M.B.A., Peking University
	Corporate Governance Officer	Chia-Yuan Hsu	M.S., Statistics, National Chengchi University
	Senior Executive VP	Qing-Rong Chen	B.A., Business Administration, Meiji University, Japan
	Chief Compliance Officer	Cheng-Long Chu	M.S., Risk Management and Insurance, National Chengchi University
	Chief Risk Officer	Rong-Sen Chen	M.S., Institute of Statistics, Feng Chia University

Business Scope

All types of non-life insurance (including motor, fire, marine, engineering, health, accident, and other liability and property) and related business.

2022 Revenue Breakdown

Item	Amount	% of Total
Retained earned premium income	NT\$21.37 billion (US\$695.4 million)	93.03
Reinsurance commission income	NT\$0.8 billion (US\$27.2 million)	3.63
Fees income	NT\$0.05 billion (US\$1.6 million)	0.21
Net investment gain (loss)	NT\$0.6 billion (US\$18.2 million)	2.45
Other operating income	NT\$0.2 billion (US\$5.1 million)	0.68
Total income	NT\$23.0 billion (US\$747.5 million)	100.00



2023 Business Plan

I. Business

1. Focus on asset management and strengthen the research and development of personal insurance products, provide customers with complete insurance coverage, and bolster the competitiveness of personal insurance products.
2. Continue to optimize systems and deepen business insurance operating systems, focus on the operation of critical resources to strengthen performance, and increase business growth momentum.
3. Actively develop and increase the operational capacity of insurance brokerage channels, and prepare for the development of industries that demonstrate growth potential.
4. Accelerate digital transformation to expand the scope of channels in cross-industry ecosystems, gain insights into customer needs, and optimize platform experiences.
5. Strengthen business quality control, attract high-quality business, and increase the profitability of our primary business activities.

II. Insurance Services

1. Accelerate digital development to expand the scope of services, and improve customers' claim service experience and efficiency.
2. Optimize service processes, use technologies in combination with precision marketing for effective marketing conversion, and refine the customer experience in insurance services.
3. Maintain our core competency in loss control, organize loss control service activities such as disaster prevention and risk control, and impart ex-ante prevention concepts.



◇ Cathay Century received 4 Outstanding Awards for Insurance Quality.



◇ Cathay Century has received the Gold Award in the Insurance Company Category of the Reader's Digest Trusted Brand Award for 5 consecutive years.

4. Adhere to the Group's core concept of "Sustainable Cathay Contributing to Community" and achieve sustainability by fulfilling our annual carbon reduction commitment each year and increasing the use of renewable energy.

III. Risk Management and Financial Investment

1. Deepen and broaden our business process monitoring, actively confront emerging risks to build resilience, and pursue corporate sustainability.
2. Emphasize the supervision of insurance capital, control risk-based capital, and deepen our financial structure to maintain the most suitable RBC level, thereby aligning with international systems.
3. Strengthen business quality control, reflect reasonable considerations, and assist with risk improvement to fulfill our professional functions.
4. Follow the Principles for Responsible Investment (PRI), make investment decisions with due consideration to ESG factors, and advocate the core concepts of sustainable investment.
5. Follow the guidelines issued by the Task Force on Climate-Related Financial Disclosures (TCFD) and Sustainability Accounting Standards (SASB).

IV. International Business Management

1. Adopt the Group's overseas investment strategies, engage in overseas expansion through equity participation/cooperation, and achieve the goal of becoming the leading non-life insurer in the Asia Pacific region.
2. Actively monitor policy trends to prepare for new types of products, optimize digital tools to enhance the customer service experience, and distinguish ourselves from the competition in Vietnam's non-life insurance market.
3. Partner with Ant Group to develop the Chinese market and collectively develop e-commerce insurance.
4. Continue to strengthen the development of offshore insurance units (OIUs).
5. Foster and solicit international professional talent, promote the international perspectives of local talent and the localization of outstanding international talent.

2023 Operational Targets

Primary Item	Target
Premium income	NT\$30 billion (US\$976.2 million)



Cathay Securities Corporation Co., Ltd.

Message from the Chairman

The stock and bond markets both suffered losses in 2022, with trading cooling down rapidly. This posed significant challenges to the securities industry. Although the gradual lifting of pandemic restrictions led to improvements in the tightening of the supply side, factors such as increased geopolitical risks, rising inflation, interest rate hikes by the Fed, and slow economic growth in China still caused the global economy to slump and the stock market to fall. For example, the S&P 500 Index fell 19% to 3,840 points, and TAIEX fell 22% to 14,138 points; in terms of trading volume, the average daily volume of Taiwanese stocks dropped from NT\$476.3 billion (US\$15.5 billion) in 2021 to NT\$307.6 billion (US\$10 billion) in 2022, approximately a 35% decline. In addition, the primary market for Taiwan stocks was also affected. The cumulative number of IPOs and SPOs decreased by 6%, with the annual cumulative amount of market hosts decreasing by 17%, both exhibiting a reduction in number and amount.

Under this challenging market environment, the cumulative after-tax net profit of all securities firms in 2022 amounted to NT\$38.7 billion (US\$1,259 million), a 63% decline from last year; whereas the cumulative after-tax net profit of Cathay Securities in 2022 reached nearly NT\$1.4 billion (US\$46 million), a decline of 36% from last year. The magnitude of decrease was lower than that of other securities companies in Taiwan. With respect to our business, in 2022, the market share of Cathay Securities' Taiwan stocks rose to 3.79% for the year, making Cathay Securities the fifth largest securities firm in Taiwan. Our sub-brokerage business in international finance exhibited the largest market share for 7 consecutive years, with ROE of 10.81%. Looking to the future, Cathay Securities will continue to operate from a customer-oriented perspective, but it will become necessary to consider how we, a securities firm with digital DNA, can provide greater and better possibilities in terms of products and services. We continue to optimize the customer experience at every point in the service process, including online account opening, stock selection, and transaction services,

while also providing a greater variety of products so that Cathay Securities can satisfy the needs of all types of investors. Finally, through the integration of resources from inside and outside of the Group, we hope to provide customers with a truly safe, convenient, and considerate investment environment, thereby becoming investors' preferred securities firm.

Cathay Securities firmly believes that only by putting customers first can we have the opportunity to become the preferred securities broker. Therefore, in recent years, Cathay Securities continuously strengthened the mechanism of treating customers fairly and build a truly fair environment for customers in practice. In the area of sustainable finance, we set up a "Sustainability Section" to help investors understand their influence on sustainability. In summary, Cathay Securities has earned accolades from multiple professional rating institutions for our efforts in business operations and commitment to sustainability. For instance, Cathay Securities was selected as the Best Retail Brokerage in Taiwan by "ASIAMONEY" (three times in a row) and won "Commercial Times" Digital Financial Service Award - Gold Award in Digital Service Optimization, National Brand Yushan Award - Outstanding Enterprises of the Year Award, and Growth through Innovation Leadership Award at the Taiwan Corporate Sustainability Awards.

Looking ahead to 2023, issues such as inflation, trade barriers, and economic stagnation are expected to cause new challenges and uncertainties for the financial market. We will strive to engage in innovation and improvements, confront the volatile market with our robust capabilities to sustain our business operations, and continue to work with the Group to improve service quality, thereby achieving our goal of becoming a "leading financial institution in the Asia-Pacific region".

Chairman, *Shun-Yu Chuang*



Company Profile

Cathay Securities Corporation (hereinafter referred to as Cathay Securities) was established in August 2004 and is a member of the Cathay Financial Holdings group. We currently have a paid-in-capital of NT\$7.7 billion (US\$251 million), 919 employees, and an operational network composed of a head office, 10 branches, two subsidiaries—Cathay Futures and Cathay Securities (Hong Kong)—and 25 cross-marketing securities offices in bank branches. Our businesses cover brokerage, underwriting, proprietary trading, issuance of financial derivatives, and international financing.

Our business model differs from that of traditional securities firms, which has allowed us to integrate digital technology into the promotion of our various businesses in line with the asset-light and high-growth nature of the industry. With respect to our brokerage business, we continue to provide customers with a seamless investment experience through online to offline (O2O) virtual and physical integration, and we have rapidly expanded our brokerage business by linking our digital platform to other platforms. In the future, we will expedite the digital transformation of our sub-brokerage and futures businesses while also developing a more diverse range of financial products and services, including securities lending, discretionary investments, OSU, stock loans, etc., that are customized to the various needs of our investors. With respect to our institutional brokerage business, Cathay Securities will also strengthen services for corporate entities in Taiwan and overseas, develop differentiated platforms, and continue to create new functions and optimal value-added services. Regarding the financial product business, we will also optimize our strategy of issuing warrants prudently, and will cultivate the structured commodity market in greater depth so as to develop multi-asset structured commodities that meet the needs of investors. In terms of

the proprietary trading business, we will continue to develop mature existing arbitrage trading strategies, develop multiple arbitrage models, and strive toward enhancing the development of diverse financial operations and products. With regards to our underwriting business, we focus on the two pillars of financial planning and underwriting services, continue to find outstanding and promising enterprises, and achieve our goal of becoming a regional professional investment bank.

Cathay Securities will continue to uphold the Group's core values of "Integrity, Accountability and Innovation"; prudently develop various businesses, and promote the corporate sustainability of our main business operations. This will allow us to continuously create greater benefits for our investors, customers, employees, and society.

No. of employees	919
Average age	40.5
Average years of service	5.2
Data Record Date: December 31, 2022	



◇ All employees of Cathay Securities actively participated in the 2022 Christmas environmentally friendly decorations activity to enhance internal cohesion through ESG activities.



◇ Cathay Securities received the ISO27001 Information Security Management certification granted by the BSI.



◇ Cathay Securities and Taipei Exchange (TPEX) jointly held the Taiwan Stock Development Trend Online Forum.

Cathay Securities Corporation Co., Ltd.

Board of Directors, Independent Directors, Supervisors and Key Managers

Data Record Date: April 11, 2023

	Name	Major Current/Past Position and Education
Directors	Shun-Yu Chuang	Chairman and Former President, Cathay Securities Corporation (M.B.A., Massachusetts Institute of Technology, USA)
	Chang-Ken Lee	President, Cathay Financial Holdings/Formal President, Cathay United Bank (M.B.A., University of Pennsylvania, USA)
	Guan-Cheng Chou	President, Cathay Securities Corporation/Chairman, Cathay Futures/Formal President, Cathay SICE (E.M.B.A., Tsinghua University, China; M.B.A., University of Dallas, USA)
	Jinn-Shing Leou	Standing Supervisor, Cathay Century/Formal Chief Auditor, Cathay Financial Holdings (M.S., Actuarial Science, University of Iowa, USA)
	Chuang-Hao Lo	Senior Executive VP, Cathay Securities/Formal President, Cathay Futures (MBA, National Chung Cheng University)
Independent Directors	Edward Yung Do Way	Chairman, YCSY Co., Ltd./Formal CEO, Deloitte Taiwan (M.B.A., University of Georgia, USA)
	Tina Pan	Chairperson, Modern Women's Foundation (J.D., National Taiwan Normal University)
Supervisors	Da-Ching Hung	Executive VP, Cathay Financial Holdings/Executive VP, Cathay Life Insurance (M.B.A., National Chengchi University)
	Po-Sheng Fu	Executive VP, Cathay United Bank (M.A., Applied Finance, Victoria University of Wellington, New Zealand)

	Position	Name	Education
Executive Officer	Chairman	Shun-Yu Chuang	M.B.A., Massachusetts Institute of Technology, USA
Key Managers	President	Guan-Cheng Chou	E.M.B.A., Tsinghua University, China; M.B.A., University of Dallas, USA
	Senior Executive VP	Chung-Sheng Chen	M.B.A., Southern New Hampshire University, USA
	Senior Executive VP	Ju-Ping Chiu	MBA, Boston University, USA
	Senior Executive VP	Chuang-Hao Lo	MBA, National Chung Cheng University
	Senior Executive VP	Meng-Chan Wu	M.I.B., Tamkang University
	Corporate Governance Officer	Kuo-Chi Liang	LL.B., Fu Jen Catholic University
	Chief Compliance Officer	Yu-Mei Li	LL.B., National Chung Hsing University
	Chief Information Security Officer	Chih-Cheng Chen	M.S., IT Management, National Chung Cheng University



Business Scope

1. Securities underwriting
2. Dealing of securities on central exchange
3. Brokerage trading of securities on central exchange
4. Dealing of over-the-counter securities
5. Brokerage trading of over-the-counter securities
6. Margin financing and stock lending
7. Registrar and transfer services
8. Securities lending (except for book-entry central government bonds)
9. Wealth Management
10. Brokerage trading of foreign securities - sub-broker, HNW customers
11. Introducing futures brokering
12. Futures business
13. Securities-based loans
14. Loans for any business purpose
15. Mandated discretionary investment
16. Offshore securities business
17. Money trust, securities trust, non-discretionary individually managed trust, and individually managed trust in which the scope or method for the allocation of the trust fund is designated by the trustor.
18. Other securities-related businesses approved by the regulator.

2023 Business Plan

1. Expand the digital operations of our brokerage business and invest greater marketing resources in digital channels to strengthen the group's internal acquisitions.

2. Expand the scope of digital services to include futures, sub-brokerage, and other derivative business, as well as strive to create a seamless customer service experience.
3. Gain accurate insights into customers' requirements through customer data analysis, and provide customized products and professional services that match these requirements.
4. Keep abreast of opportunities brought by market changes, and accelerate the expansion of securities lending, discretionary investments, and other businesses to increase inventory business.
5. Provide structured products that are in high demand in the market, issue warrants prudently, and continue to optimize core trading strategies to improve investment performance.
6. Grow the underwriting team to attract high-quality cases; combine financial consulting with underwriting services to increase the service completion rate.
7. Implement legal compliance and principles of treating customers fairly as a means of stronger risk management.
8. Realize financial inclusion, integrate it into our main business activities to promote sustainability, and provide sustainable investment services so that investors may examine their own influence on sustainability.

2023 Operational Targets

Primary Item	Target
Market share of Taiwan stock brokerage	Top 5
Sub-brokerage ranking	Number 1 in the market



◇ Cathay Securities held the iGoods Presentation Ceremony and donated 50 boxes of basic commodities collected by our colleagues to the "iGoods Sustainable Basic Commodities Integration Service Platform", helping more than 13 social welfare organizations and vulnerable families.

Cathay Securities Investment Trust Co., Ltd.

Message from the Chairman

Looking back on the frequent occurrence of black swan and gray rhino events in 2022, the Russia-Ukraine war that started at the beginning of the year caused oil and natural gas prices to soar, triggering intense inflation. The U.S. Fed responded strongly with pre-emptive interest rate hikes. However, the rapid interest rate hikes aimed at curbing inflation also caused both stocks and bonds to tumble together, a rare occurrence in the market. Fortunately, inflation data released by the United States in November of last year showed signs that inflation is moderating from its highest level. The price index among the purchasing managers' index (PMI) indicators dropped below 50 and is exhibiting a downward trend on a monthly basis. This means that inflation has been controlled, and the Fed also reduced its rate of increase for the first time at the end of last year. In other words, the pressure from inflation and interest rate hikes that plagued the market from time to time will no longer be the key factors influencing the financial market in 2023. Instead, the market will usher in new investment opportunities.

In terms of Taiwan stocks, foreign investors have sold more than NT\$2 trillion worth of Taiwan stocks over the past 3 years (2020-2022). As expected, foreign investors shifted from selling to buying over NT\$200 billion (US\$65.1 billion) in Taiwan shares in January 2023. The return of investments in Taiwan stocks at the beginning of the year was only the tip of the iceberg. We are especially optimistic that the inventory of the technology industry will be adjusted to a healthy level in the second half of the year, thus driving the recovery of demand. In addition, interest rate policies are expected to show a turnaround, with the strength of the U.S. dollar projected to slow down and the Taiwan dollar likely to strengthen. In the second half of the year investors will continue to be drawn to invest in Taiwan stocks. Foreign investments are likely to return more forcefully in the fourth quarter of this year. The stock market will perform better in 2024

than in 2023, while investments should be able to be deployed earlier than expected.

As for the bond market that suffered a fall last year, rare opportunities are surfacing for finding bargain deals. Bond prices reached a relatively low level at the end of last year. The yield of high-quality bonds such as investment-grade bonds rebounded from 2-3% in the past to more than 5%, which is an extremely rare occurrence. This also shows that opportunities for active deployment have emerged. As for the stock market, we recommend intervention in batches of buying low and systematic investment plans so that investments result in a smile curve.

In general, 2023 is still a year filled with expectations, but this investment environment comprises a mixture of opportunities and risks, and asset allocation has become the key to investment success in the long run, particularly bond assets, which are an indispensable investment target. Investors who hold a considerable amount of shares should allocate their assets through both stocks and bonds in the long run to achieve high-quality and stable returns in a volatile market and improve investment performance.

Going forward, we will continue to put ourselves in the shoes of investors, adhere to the philosophy of "happiness is giving happiness"; continue to build a diverse and complete product line, and reassure investors through ethical management. Only by doing so can we establish positive cycles and interactions within the three aspects of "professional investment management, satisfying customer needs, and corporate sustainability" to transform Cathay SITE into a promoter of sustainability for the happiness of its customers.

Chairman, *Jeff Chang*



Company Profile

Cathay Securities Investment Trust (“Cathay SITE”) was established in February 2000 and became a wholly-owned subsidiary of Cathay Financial Holdings in June 2011. We have paid-in capital of NT\$1.5 billion (US\$49 million), 345 employees, and a business network composed of our Taipei Head Office and Hsinchu, Taichung and Kaohsiung Branches. We also entered into a joint venture in China, CDBS Cathay Asset Management, with China Development Bank Securities, a subsidiary of China Development Bank.

Having cultivated the Taiwan market for 22 years, Cathay SITE is now the largest asset management firm in Taiwan. We are dedicated to managing investors’ assets based on the core values of “Integrity, Accountability and Innovation”. We have received accolades from domestic and foreign professional agencies for our excellent performance, including 156 major awards for our funds, research team, and asset management and risk management practices. Our tireless persistence in innovation can be seen in many different aspects. Cathay SITE constantly pursues excellence and introduces novel products, and is always the first in the industry to develop products aligned with market trends. Thanks to the collaborative efforts of our professional and accomplished experts, we infuse industries with energy for diverse innovation to satisfy the financial requirements of institutional and general investors.

Cathay SITE’s exceptional performance and services have earned widespread recognition from investors. Our asset management skills are unmatched, as evidenced by our NT\$1,062.1 billion (US\$34.6 billion) assets under management, the highest in the industry for 11 consecutive years and making us the first investment trust company managing more than NT\$1 trillion in assets. We have dedicated ourselves to developing ETF products in recent years. By introducing and developing exemplar indexes from overseas, we offer a diverse range of asset allocation strategies, and precisely target industry dynamics to introduce related products and precisely capture profit opportunities. As of December 31, 2022, our ETF assets have exceeded NT\$444.8 billion (US\$14.5 billion), making us the second largest issuer of ETFs in Taiwan.

At Cathay SITE, we have been committed to developing ETF products since 2015. As of the end of 2022, we have issued a total of 37 ETF products, designed on the basis of global and long-term future trends. The scope of investments spans different regions and industries and are deeply trusted by investors. There were 1,655,770 beneficiaries of Cathay SITE’s ETFs at the end of 2022, an increase of 800,000 or 94% from the end of 2021, demonstrating exponentially fast growth.

The aging population in Taiwan has sparked frequent

discussions about retirement planning. Cathay SITE was recently selected as one of the three operators in the FSC’s National Retirement Investment Program. The Cathay Target Date 2029/2039/2049 Fund of Funds were the only funds of its kind in the program. As of the end of 2022, our Cathay Target Date retirement funds exceeded NT\$8.6 billion (US\$280 million), representing a growth of 514% since their establishment in 2019. Retirement planning has garnered widespread interest throughout society. Our products help the public prepare the funds they need for retirement, which makes them very popular.

PE funds are another new business first launched in 2019. In 2021, Cathay Private Equity Corporation, a subsidiary of Cathay SITE, and an international retirement management agency jointly acquired an offshore wind farm in Taiwan. Such an acquisition not only reflects the wave of sustainability investment that has swept the world in recent years, but also marks the first case of a joint renewable energy investment between a private equity fund established by a domestic company and a foreign company.

Going forward, we will continue to collectively develop our mutual funds, ETFs, discretionary investments, and PE funds, and will continuously improve our asset management performance. Given the sweeping impact of big data, AI, and blockchain technologies on the financial industry, Cathay SITE will also continue to develop new FinTech applications and launch relevant products in pace with the times. We will take this opportunity to strengthen our competitiveness in the market, in order to maintain our status as the leading asset manager in Taiwan and the best asset manager in the Asia-Pacific region.

No. of employees	345
Average age	41.6
Average years of service	8
Data Record Date: December 31, 2022	



◇ Cathay SITE was awarded the Second Taiwan Sustainable Investment Award.



◇ Cathay SITE won the ETF Fund Award and Overseas Fund Award of the 25th TTF-Bloomberg Best Fund Award.

Cathay Securities Investment Trust Co., Ltd.

Directors, Supervisors, Executive Officer, and Key Managers

Data Record Date: April 11, 2023

	Name	Major Current/Past Position and Education
Directors	Jeff Chang	Chairman, Cathay Securities Investment Trust (M.S., Industrial Management, National Cheng Kung University)
	Andrew Ming-Jian Kuo	Chairman, Cathay United Bank (M.B.A., Baruch College, City University of New York, USA)
	Chang-Ken Lee	President, Cathay Financial Holdings/Former President, Cathay United Bank (M.B.A., University of Pennsylvania, USA)
	Andy Chang	President, Cathay Securities Investment Trust (M.B.A., National Central University)
	Yi-Fang Tsai	Executive VP, Cathay Life Insurance (M.B.A., University of Illinois Urbana-Champaign)
	Hung-Ming Li	President, Cathay Real Estate Development Co., Ltd. (LL.B., Chinese Culture University)
	Wei-Te Pang, Linwood Earle Bradford JR	Chairman and Chief Executive Officer, Conning (B.S., Worcester Polytechnic Institute; M.B.A., Harvard Business School, USA)
Supervisors	Rui-Hong Hong	Senior VP, Accounting Department, Financial Division, Cathay Financial Holdings (B.A., Accounting, Soochow University)

	Position	Name	Education
Executive Officer	Chairman	Jeff Chang	M.S., Industrial Management, National Cheng Kung University
Key Managers	President	Andy Chang	M.B.A., National Central University
	Senior Executive VP	Solon Huang	E.M.B.A., National Taiwan University
	Senior Executive VP	Y. H. Chang	B.A., Tunghai University
	Senior Executive VP	Hui-Chung Wu	M.B.A., National Chengchi University
	Chief Information Security Officer	Jessica Yueh	M.B.A., University of South Australia, Australia
	Chief Compliance Officer	Chih-Chuan Chang	LL.B., National Taiwan University; M.S. European Studies, Tamkang University



◇ Cathay SITE launched the global brand, Cathay Taiwan 5G PLUS ETF.



◇ Cathay SITE upholds the sustainability concept of "No ESG, No Money" and launched the Cathay US ESG Fund USD.

Business Scope

1. Securities investment trust business.
2. Discretionary investment business.
3. Securities investment consultant business.
4. Futures trust business.
5. Private equity fund management.
6. Other business approved by the Financial Supervisory Commission.

2023 Business Plan

Business

1. Maintain leading status in assets under management, remain the largest asset manager in the investment trust industry, and aim to become the largest mutual fund and ETF manager in the industry.
2. Improve the performance and scope of mutual funds, ETFs,

discretionary investments, and PE funds entrusted to Cathay SITE.

3. Develop new products based on trends, innovative applications and services for FinTech, and become the leader in Taiwan and the best asset manager in the Asia-Pacific region.
4. Integrate the global asset management resources of Cathay Group, cultivate talented professionals, and develop channel platforms to expand our international perspectives.
5. Continue to develop and improve our retirement-related products and financial education services, actively promote digital transformation, and improve the satisfaction of elderly, middle-aged, and young adult customers.

2023 Operational Targets

Primary Item	Target
Assets	NT\$1.2 trillion (US\$39.2 billion)

Cathay Venture Inc.

Company Profile

Cathay Venture specializes in investing in unlisted companies with growth potential and supporting their development for the purpose of maximizing return on investment.

Business Scope

Venture capital business.

Directors, Supervisors, and Key Managers

Data Record Date: January 31, 2023

	Name	Education & Experience
Directors	Jen-Ho Chang	Chairman, Cathay Industrial Research and Development Center (M.Sc., Finance and Economics, University of Warwick, UK)
	Grace Chen	Chief Financial Officer/Senior Executive VP, Cathay Financial Holdings (M.B.A., National Chengchi University)
	C.Y. Teng	Director/Senior Executive VP, Strategic Planning Division, Cathay Financial Holdings/Senior Executive VP, Cathay United Bank (M.B.A., Massachusetts Institute of Technology, USA)
	Chuan-Yen Hu	President, Cathay Private Equity Corporation (M.A. in Environmental Engineering and Business Management, University of Wisconsin, USA)
	Ding-Lun Li	Executive VP, Cathay United Bank (M.B.A., National Taiwan University)
Supervisors	Shun-Yu Chuang	Chairman, Cathay Securities Corporation (M.B.A., Massachusetts Institute of Technology, USA)

	Position	Name	Education & Experience
Executive Officer	Chairman	Jen-Ho Chang	M.Sc., Finance and Economics, University of Warwick, UK
Key Managers	President	Jen-Ho Chang	M.Sc., Finance and Economics, University of Warwick, UK

2022 Revenue Breakdown

Item	Amount	% of Total
Securities sales loss and investment income	NT\$242.1 million (US\$7.88 million)	99.7
Others	NT\$0.6 million (US\$0.02 million)	0.3
Total	NT\$242.7 million (US\$7.9 million)	100.0

Investment Themes in 2023

I. Investment Strategy

- Monitor technology trends and expand investment deployment
 - Focus on advanced technologies such as Netcom satellites, artificial intelligence applications and information security, semiconductors, and electric vehicles.
 - Continue to develop alternative energy vehicles, green energy, and energy storage-related industry chain targets in response to carbon neutrality trends.
 - Take advantage of opportunities for making investments in biomedical fields, such as high-potential new drug development, CDMO, precision medicine, regenerative medicine, digital medicine, and advanced medical supplies, etc.
 - Increase the percentage of new annual investments in startup companies.
- Develop the ASEAN markets.
 - Develop new market sources through networking opportunities such as affiliates' overseas business operations, overseas Taiwanese securities brokers, and accounting firms.
 - Develop networking opportunities in association with industry-based venture capital and probe into new technology development trajectories and investment opportunities.
 - Search for manufacturers in Southeast Asia that can replace China as well as retail industries in Southeast Asia, develop local pre-IPO sources, and participate in the growth of capital markets in emerging markets.
 - Search for manufacturers in Southeast Asia that can replace China as well as retail industries in Southeast Asia, develop local pre-IPO sources, and participate in the growth of capital markets in emerging markets.

II. Investment Phase

Discover high-potential companies in their nascent phase, establishment phase, growth phase, and maturity phase with a high level of recognition in the capital market, and increase the monetary amount of investments in individual projects.

III. Investment Region

Focus on companies with development potential and competitive advantages in Taiwan and the ASEAN region, and also follow closely developments in FinTech and healthcare technologies as well as opportunities in the U.S. and China.

Long- and Short-Term Business Development Plans

I. Short-term Business Development Plans

- Forge relations with and understand clients from an early stage, invest in high-potential companies, actively assist in the development of investee companies, recommend investment portfolios to clients of the Group, and improve the financial and business competitiveness of investee companies through the Group's excellent financial services.
- Focus on FinTech developments and related projects in Taiwan as well as in major regions leading in the development of FinTech, such as the U.S., Singapore, China, and Hong Kong.
- Use the Group's resources and Cathay Venture's contacts in the ASEAN region to search for and invest in local FinTech investment targets.
- Continue to reinforce investment evaluation teams and establish project sharing mechanisms with high-performing VC/PE funds, thereby taking advantage of opportunities for collaborations in overseas investment.

II. Long-term Business Development Plans

- Manage relations with suitable partners for forging strategic alliances (e.g., groups and enterprises), engage in joint ventures for individual projects, deepen and expand projects appropriate for mutual collaboration, strengthen the evaluation capability of joint venture teams, and increase the quantity of investment projects.
- Further explore ASEAN countries or regions where Taiwanese businesses are doing well.
- Reinforce the investment capacity and efficiency of investment teams based on the different industries and regions

Overseas Branches and Joint Venture Companies

Cathay Life Insurance

Cathay Lujiazui Life Insurance (Shanghai Headquarters)

Address: 38F, Qiantan Center, No. 588, Dong Yu Road / No. 555, Hai Yang West Road, Pilot Free Trade Zone, Shanghai, PRC
ZIP: 200126
Tel : 86-021-61006168 (main line)
Fax: 86-021-61001686

Cathay Lujiazui Life Insurance (Shanghai)

Address: Nos. 01, 02, 03, & 06, 5F, Building B, Boland Plaza, 588 Dalian Rd, Yangpu District, Shanghai, PRC
ZIP: 200082
Tel : 86-021-25109999

Cathay Lujiazui Life Insurance (Jiangsu Branch)

Address: 8F, Jincheng Building, No. 216, Longpan Middle Road, Qinhuai District, Nanjing City, Jiangsu Province, PRC
ZIP: 210002
Tel : 86-025-83718688 (main line)

Cathay Lujiazui Life Insurance (Zhejiang Branch)

Address: Rooms 301 & 302, 3F, Building A, Fanhai International Center, No. 2 Xiangzhang Road, Shangcheng District, Hangzhou, Zhejiang, PRC
ZIP: 310000
Tel : 86-0571-28039899 (main line)
Fax: 86-0571-28033189

Cathay Lujiazui Life Insurance (Fujian Branch)

Address: Units 03, 05 & 06, Floor 24, Fu Cheng Qian Long Square, No. 70, Zhenwu Road, Ninghua Street, Taijiang District, Fuzhou, Fujian Province, PRC
ZIP: 350002
Tel : 86-0591-87401668 (main line)
Fax: 86-0591-87824373

Cathay Lujiazui Life Insurance (Beijing Branch)

Address: Rooms 601-09 and 10, 6F, Jiahe Guoxing Building, No. 15, Baiqiao Boulevard, Dongcheng District, Beijing, PRC
ZIP: 100062
Tel : 86-010-59620678 (main line)
Fax: 86-010-59620988

Cathay Lujiazui Life Insurance [Shandong Branch]

Address: Suites 2304-2308, 23F, International Wealth Center, 156 Jing Chi Lu, Shizhong Qu, Jinan Shi, Shandong Sheng, PRC
ZIP: 250014
Tel : 86-0531-86931688 (main line)
Fax: 86-0531-81671168

Cathay Lujiazui Life Insurance (Guangdong Branch)

Address: Room 901 and 904, 9F, Jiantao Plaza, No. 18, Huacheng Avenue, Tianhe District, Guangzhou, Guangdong Province, PRC
ZIP: 510180
Tel : 86-020-83545288 (main line)

Cathay Lujiazui Life Insurance (Liaoning Branch)

Address: Units 1101-1103, 11F, Tower 1, Xindi Center, No. 10, Youhao Street, Shenhe District, Shenyang, Liaoning, PRC
ZIP: 110013
Tel : 86-024-22566866 (main line)
Fax: 86-024-22566766

Cathay Lujiazui Life Insurance (Tianjin Branch)

Address: Nos. 201-204, Towers 1 & 2 and 11F, Building B1, Tower 2, Emperor Place, No. 85, Nanjing Road, Heping District, Tianjin, PRC
ZIP: 300040
Tel : 86-022-58366900
Fax: 86-022-58366909

Cathay Lujiazui Life Insurance (Xiamen Branch)

Address: Units 1803B, 1804-1809, Bank Center, No. 189, Xia He Road, Si Ming District, Xiamen, Fujian, PRC
ZIP: 361000
Tel : 86-0592-2276136
Fax: 86-0592-2276135

Cathay Lujiazui Life Insurance (Sichuan Branch)

Address: Units 01-05 and 12F, Bai Yang Building 1, No.18 Dong Yu Street, Jinjiang District, Chengdu, Sichuan Province, PRC
ZIP: 610000
Tel : 86-028-85556359

Cathay Lujiazui Life Insurance (Henan Branch)

Address: Rooms 2601-2607, 26F, No. 13, CBD, Zhengzhou Area (Zhengdong), Pilot Free Trade Zone, Henan Province, PRC
ZIP: 450000
Tel : 86-0371-55998759
Fax: 86-0371-55998896

Beijing Representative Office

Address: Unit 02, 6F, Building B, Parkview Green Building, No. 9, Dongdaqiao Road, Chaoyang District, Beijing, PRC
ZIP: 100020
Tel : 86-010-83913425
Fax: 86-010-83913427

Hong Kong Representative Office

Address: Room 1102, 11F, Lee Garden Three, No. 1, Sunning Road, Causeway Bay, Hong Kong
Tel : 852-2877-5488 ext123
Fax: 852-2527-0966

Tokyo Office

Address: Address: 7F, Cosmo Shinjuku-Gyoen Bldg., 1-1-7, Shinjuku, Shinjuku-ku, Tokyo, Japan
Tel : 81-3-5357-7711
Fax: 81-3-6709-8898

Cathay Life Insurance (Vietnam) (Ho Chi Minh City Head Office)

Address: The World Center Building, 9th floor, 46-48-50 Pham Hong Thai Street, District 1, Ho Chi Minh City, Vietnam
Tel : 84-28-6255 6699
Fax: 84-28-6255 6399

Cathay Life Insurance (Vietnam) (Ho Chi Minh City Branch)

Address: 5th floor, Vina Building, 131 Xo Viet Nghe Tinh, Ward 17, Binh Thanh District, Ho Chi Minh City, Vietnam
Tel : 84-28-6255 6389
Fax: 84-28-6255 6398

Cathay Life Insurance (Vietnam) (Ha Noi Branch)

Address: 167 Bui Thi Xuan, Hai Ba Trung District, Ha Noi City
Tel : 84-24-6278 7888
Fax: 84-24-6278 7887

Cathay Life Insurance (Vietnam) (Da Nang Branch)

Address: 6th floor, Sacombank Building, 130-132 Bach Dang Street, Hai Chau District, Da Nang City
Tel : 84-236-6252 888
Fax: 84-236-6253 288

Cathay Life Insurance (Vietnam) (Can Tho Branch)

Address: 6th floor, STS Building, 11B Hoa Binh Street, Ninh Kieu District, Can Tho City
Tel : 84-292-625 1999
Fax: 84-292-626 0160

Cathay Life Insurance (Vietnam) (Dong Nai Branch)

Address: 9th floor 128/16 Nguyen Ai Quoc CPH Building, Tan Tien Ward, Bien Hoa City, Dong Nai Province
Tel : 84-251-730 0006

Cathay Life Insurance (Vietnam) (Hai Phong Branch)

Address: 8F, MobiFone Hai Phong Telecommunications Operating Building, Phu Hai area, Anh Dung ward, Duong Kinh District, Hai Phong City
Tel : 84-225-7309099



Cathay United Bank

Cathay United Bank (China) Co., Ltd.

Address: Units 01 & 04B of 15F, Units 01–03 of 8F, Foxconn Building, No. 1366, Lujiazui Ring Road, Pilot Free Trade Zone, Shanghai, China
Tel : 86-21-6886-3785
Fax: 86-21-6886-3787

Cathay United Bank (China) Co., Ltd.(Shanghai Branch)

Address: Unit 04, 8F, Foxconn Building, No. 1366, Lujiazui Ring Road, Pilot Free Trade Zone, Shanghai, China
Tel : 86-21-6886-3785
Fax: 86-21-6886-3787

Cathay United Bank (China) Co., Ltd. (Shanghai Minhang Sub-Branch)

Address: Units 802B & 803, Shanghai Hongqiao Libao Plaza Building 2, 159 Shenwu Road, Minhang District, Shanghai, China
Tel : 86-21-6491-9929
Fax: 86-21-5434-0590

Cathay United Bank (China) Co., Ltd. (Shanghai Pilot Free Trade Zone Sub-Branch)

Address: Unit 203, 2F, Block B, Lane 2889, Jinke Road, Pudong New Area, Shanghai, China
Tel : 86-21-6877-8099
Fax: 86-21-5867-9975

Cathay United Bank (China) Co., Ltd. (Shanghai Jiading Sub-Branch)

Address: Rooms 1805–1808, No. 1068, Shuangdan Road, Jiading District, Shanghai, China
Tel : 86-21-6040-6939
Fax: 86-21-6040-2160

Cathay United Bank (China) Co., Ltd.(Qingdao Branch)

Address: Room 2305-2307, 23F, No. 26, Hong Kong Middle Road, Shinan District, Qingdao, Shandong, China
Tel : 86-532-5576-9888
Fax: 86-532-5578-5898

Cathay United Bank (China) Co., Ltd.(Shenzhen Branch)

Address: Room 2501, Tower A of East Pacific International Center, No. 7888, Shennan Road, Futian District, Shenzhen, China
Tel : 86-755-8866-3939
Fax: 86-755-8866-3737

Cathay United Bank (Cambodia) Co., Ltd.

Address: No. 48, Samdach Pan Avenue, Sangkat Boeng Reang, Khan Daun Penh, Phnom Penh, Cambodia
Tel : 855-2321-1211

Hong Kong Branch

Address: Room 1102, 10&11F, Lee Garden Three, No. 1, Sunning Road, Causeway Bay, Hong Kong
Tel : 852-2877-5488
Fax: 852-2527-0966

Singapore Branch

Address: 8 Marina Boulevard #13-01/03, Marina Bay Financial Centre, Singapore 018981
Tel : 65-6593-9280
Fax: 65-6509-8172

Ho Chi Minh City Branch

Address: 19 Floor, Lim Tower 3, 29A Nguyen Dinh Chieu, Da Kao Ward, District 1, Ho Chi Minh City, Vietnam
Tel : 84-28-3825-8768
Fax: 84-28-3825-8700

Manila Branch

Address: Unit 1, 15/F, Tower 6789, No. 6789, Ayala Avenue, Makati City, Metro Manila, Philippines, 1226
Tel : 63-2-7751-1161
Fax: 63-2-7751-1163

Vientiane Capital Branch

Address: No. 40, Tut Mai Rd., Hatsady Village, Chanthabouly District, Vientiane Capital, Lao PDR
Tel : 856-21-255688
Fax: 856-21-255686

Yangon Branch

Address: #21-07 to 10, 21st Floor, Junction City Tower, No. 3/A, Corner of Bogyoke Aung San Rd & 27th St, Pabedan Township, Yangon, Myanmar
Tel : 95-1-9253386
Fax: 95-1-9253387

Labuan Branch

Address: Unit 13F (2), Main Office Tower, Financial Park Labuan Complex, Jalan Merdeka, 87000, Labuan F. T., Malaysia
Tel : 60-87-452168
Fax: 60-87-453678

Kuala Lumpur Service Office

Address: Unit 28-03, Level 28 Menara Public Bank 2, No. 78, Jalan Raja Chulan, 50200 Kuala Lumpur, Malaysia
Tel : 60-3-2070-6729
Fax: 60-3-2078-9057

Bangkok Representative Office

Address: No. 388 Exchange Tower, 19 Floor Unit 1904, Sukhumvit Road, Klongtoey Subdistrict, Klongtoey District, Bangkok, Thailand
Tel : 66-2258-6155
Fax: 66-2258-6150

Hanoi Representative Office

Address: Unit No. 506 on 5th Floor, Hanoi Tower, 49 Hai Ba Trung Street, Hoan Kiem District, Hanoi City, Vietnam
Tel : 84-24-3936-6566
Fax: 84-24-3936-6568

Quang Nam Representative Office

Address: 4 Floor, Viettel Quang Nam Building, No. 121, Hung Vuong Street, Tam Ky City, Quang Nam Province, Vietnam
Tel : 84-235-38-13035
Fax: 84-235-38-13044

Jakarta Representative Office

Address: Mayapada Tower 18-03 Jl. Jend. Sudirman Kav. 28 Jakarta 12920, Indonesia
Tel : 62-21-2951-8572
Fax: 62-21-2951-8573

Cathay Century

Cathay Insurance (Vietnam) (Ho Chi Minh City Head Office)

Address: 6F, 46-48-50 Pham Hong Thai Str., District 1, Ho Chi Minh City, Vietnam.
Tel : 84-8-62888385
Fax: 84-8-62909890

Cathay Insurance (Vietnam) (Ha Noi Branch)

Address: 16F, Ngoc Khanh Plaza No 1, Pham Huy Thong Str., Ba Dinh Dist., Hanoi, Vietnam.
Tel : 84-4-63252333
Fax: 84-4-62782922

Tokyo Representative Office

Address: 7F, Cosmo Shinjuku-Gyoen Bldg., 1-1-7, Shinjuku, Shinjuku-ku, Tokyo, Japan
Tel : 81-3-6380-5771

Cathay SITE

Jingguan Thaufu Fund Management Co., Ltd.

Address: Guoyingyuan Tower No. 9, Xizhimen Small Street, Xicheng Dist., Beijing, PRC
Tel : 010-59363299
Fax: 010-59363298

The Year in Review 2022

January

- ◆ Cathay Life Insurance launched a groundbreaking personal insurance digital service called Free Assortment, which provides a diverse range of one-year protection-type products. Customers can choose their own assortment of insurance plans based on their requirements and obtain suitable coverage for less than NT\$1,000 per month.
- ◆ Cathay Life Insurance provided support to medical workers by offering NT\$50,000 as a condolence payment to medical workers who tested positive for COVID-19. All medical workers, not only policy holders, were eligible.
- ◆ Cathay SITE launched the Cathay US ESG Fund, which is the only fund in Taiwan focused on American companies and companies with high ESG ratings, to help the general public invest in top-rated companies.

February

- ◆ Cathay Securities facilitated the listing of Pharmosa Biopharm Inc. (Stock Code: 6875) on TPEX. In the post-pandemic era, Cathay Securities has become more proactive in helping elite biotechnology companies boost the overall development of the healthcare industry.

March

- ◆ Cathay FHC and business partners

switched off their lights for one hour in more than 100 buildings across Taiwan.

- ◆ Cathay Life Insurance launched the “Give Together” campaign on our 60th anniversary, mobilizing 26,000 of our sales agents to visit 8 million policy holders across Taiwan. The purpose of this event was to check for insurance gaps and spend time with the policy holders, making them feel like they have gained a new family member.
- ◆ Cathay Life Insurance upgraded the Cathay Vision Experience (CVX) insurance service platform to Version 4.0, which features a video function directly linked with the new business platform NAP and Cathay Life Insurance Apps, combined with an internally-developed online signature technology called Cathay FinTouch. This has created a single App that handles everything, thereby realizing financial inclusion.
- ◆ Cathay Century Insurance’s Tokyo Representative Office commenced operations.
- ◆ Cathay Century Insurance launched a new Enterprise Information Portal (EIP) for employees.
- ◆ Cathay Securities was the underwriter responsible for the successful listing of Polaris Group-KY (Stock Code: 6550), helping a top-performing company access the capital market and providing investors with more investment options.
- ◆ Cathay SITE launched the “Cathay SITE ETF Cafe” website, which presents ETF investments in the

form of a coffee shop that educates small investors on and promotes stock/ETF investments.

April

- ◆ Cathay FHC was the first company in the financial industry in Taiwan to become a member of RE100.
- ◆ Cathay Life Insurance celebrated their 60th anniversary, announcing the “Elder Friendly, Protection First and Sustainability (E·P·S)” strategy, which is used to construct their strategic blueprint.
- ◆ The CUBE App was launched as a companion App to Cathay United Bank’s CUBE credit card, allowing card holders to choose their own benefits, collect special offers/deals, and create a package that best benefits them.
- ◆ Cathay Securities provided a service fee of US\$3 for each transaction of re-consigned U.S. stock ETFs, becoming the first domestic securities company in Taiwan to change the pricing method for re-consigned trading business.
- ◆ Cathay Securities was the first in the industry to allow every day to be an investment day for our Taiwan stock systematic investment plan, allowing investors to make systematic investments 365 days a year in Taiwan stocks, large weighted stocks, and ETFs.
- ◆ Cathay Securities was the first in the industry to provide professional investors with an avenue for investing



- ◆ More than 1,300 corporations or organizations participated in the 2022 Cathay Sustainable Finance and Climate Change Summit. The listed companies in attendance accounted for more than 70% of Taiwan’s stock market value, and the carbon emissions of the listed companies account for 46% of Taiwan’s total carbon emissions.

directly in the Vietnamese market through “sub-brokerage” and participating in the growth of market value brought about by Vietnam’s economic development.

- ◆ Cathay Securities is invariably committed to the deployment of information security. Together with Cathay Futures, Cathay Securities passed the BSI “ISO 27001 Information Security Management System” verification, thus providing investors with a more secure investment environment.

May

- ◆ The first FinTech Survey on the Voices of Women in the Workplace was published at the Cathay FHC Female Empowerment Conference.
- ◆ Cathay Life Insurance launched “Borrow at Home III” in response to the new normal derived from zero-contact operations during the pandemic, allowing policy holders to apply for policy loans at home with their mobile phones or via remote or online channels at a special rate of 2%.

June

- ◆ Cathay Life Insurance introduced the industry’s first health insurance clause for eye surgery, providing coverage for four common types of eye surgery and specific treatment for middle-aged and elderly people.
- ◆ Cathay Life Insurance launched a lump-sum cancer insurance policy for middle-aged and elderly adults, the first of its kind designed specifically for older age groups.
- ◆ Cathay United Bank launched a digital corporate card that incorporates

payment control technology and tokenization to strengthen the control of corporate transaction risks. The card helps companies manage payables and reduce management costs, and provides safer and more efficient payment methods.

- ◆ A utility model patent was granted to Cathay Century Insurance’s Smart Claim App from the Intellectual Property Office of the Ministry of Economic Affairs.
- ◆ Cathay Securities collaborated with Cathay SITE on the subscription of the IPO of Cathay Global Digital Payment Services ETF (Stock Code: 00909) through Cathay Securities’ Customer Service Chatbot–Alpha, making both of them the first securities brokers in Taiwan to use a smart customer service to offer 24/7 IPO services that can be completed with one click.
- ◆ Cathay SITE was invited to attend the “Taiwan Future - International Summit” organized by Business Today Magazine, and promoted the concept and trends of ESG and sustainable investment during the forum session on “ESG—Planning a New Blueprint for a Green Future”.
- ◆ Cathay SITE launched the industry’s first Cathay Global Digital Payment Services ETF, which covers business opportunities from the global digital payment ecosystem and allows investors to keep pace with the “Pay Economy” trend.

July

- ◆ Cathay Life Insurance launched the Every Step Count event, accumulating 20 billion steps during the event. Cathay Life Insurance also donated NT\$6 million and planted 2,882 trees, making one of their

greatest contributions to society.

- ◆ Cathay Life Insurance pioneered the industry’s first weight management insurance policy, which is combined with a premium discount spillover mechanism to offer deals related to healthy diets and physical activities.
- ◆ Cathay FHC and Cathay Life Insurance collaborated with PaGamO for the third time to organize another esports competition for promoting drug abuse awareness. Parents, teachers, and students were invited to form a “co-learning group” to compete in the game. In total, 14,753 family members, teachers, and students from 1,523 schools in Taiwan participated in the competition.
- ◆ Cathay United Bank upgraded ATMs in Taipei MRT stations to 19-inch screens to provide the public with more convenient financial services.
- ◆ Cathay Century Insurance’s Smart Biz App provided a more optimized business insurance sales process and as a result received a utility model patent from the Intellectual Property Office of the Ministry of Economic Affairs.
- ◆ Cathay Century Insurance obtained the BSI ISO 22301 Business Continuity Management (BCM) System certification in July, becoming the first BSI ISO 22301-certified non-life insurer in Taiwan.

August

- ◆ Cathay Life Insurance has been offering the Student Group Insurance for six consecutive years, and added “Outdoor Education” in the 2022 academic year, which includes a death and disability coverage of up to NT\$3 million. (As of 2020, a new



- ◇ Cathay sponsored Cloud Gate to hold an outdoor performance and unveiled a large banner that said Go Forward Bravely with the audience to encourage people to return to daily life. Provided by Cloud Gate/Photo by Zheng-Xiang Liu.



- ◇ Cathay United Bank held the 2023 Global Investment Trend Forum.

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system has been adopted to tender for Student Group Insurance, with the insurance company responsible for administration works and the government covering actual losses).

- ◆ Cathay United Bank and PX Mart, a leading supermarket in Taiwan, collaborated to launch a digital service for applying for the CUBE credit card on the PX Pay App. This collaboration makes the PX Pay App the third e-wallet, after those of President Chain Store Corporation and Family Mart, to offer a digital card application and card linking service that makes financial services more accessible.
- ◆ Cathay Securities successfully listed Proxene on TPEX (Stock Code: 6904), not only to remain in line with global trends but also to actively support the development of the electric vehicle and renewable energy industries.
- ◆ Cathay Securities e-Teller App integrated "Stock Selection" and "Lottery" functions, providing investors with a one-stop stock selection and stock subscription service.

September

- ◆ Cathay FHC's sustainability targets were approved by the Science Based Targets initiative (SBTi). Cathay FHC's office buildings adopted green electricity, and Cathay United Bank established a zero-coal financing target to strive for net zero.
- ◆ Cathay FHC joined the "Coalition of Movers and Shakers on Sustainable Finance" and pledged to take action on climate issues.
- ◆ Cathay FHC attended the World Biodiversity Summit alongside Climate Week NYC, where Chief Investment Officer Sophia Cheng shared her views about sustainable finance.

◆ Cathay FHC and Cloud Gate jointly created a new brand "Dancing with Cloud Gate", delivering outdoor performances and touring in different communities. Over 30,000 people watched the performances.

- ◆ The 2022 Cathay FHC Digital, Data and Technology (DDT) Conference focused on decentralized finance (DeFi), blockchain, cloud, and open source technologies, with a total of 18 benchmark companies participating.
- ◆ Cathay Life Insurance celebrated the 60th anniversary, issuing 600 limited-edition NFTs, which featured Cathay Life Insurance's mascot "Tree Baby" and characters designed by Incrediville, a popular Internet illustrator.
- ◆ Cathay Life Insurance and Cathay United Bank jointly announced Insure & Earn, the industry's first cross-border financial service that converts interest from term deposits into accident insurance, creating a new option for financial planning.
- ◆ Cathay United Bank launched Tree Coupon, a new electronic cash voucher issued through the My Rewards App, providing discounts on credit card spending and using precise marketing to acquire new customers.
- ◆ Cathay Securities completely redesigned the e-Teller App and renamed it "Cathay Securities", which integrates stock selection, stock lottery, and systematic investment functions and gives an overview of stocks or account inventory interface using simple and intuitive screen to elevate investors' satisfaction with our digital investment services.
- ◆ Cathay SITE launched Cathay Global Top 50 Brands ETF Fund, the only global market capitalization ETF in Taiwan, which encompasses all

countries and industries around the globe so that access to strong shares and global leading brands is made easier for investors.

October

- ◆ Cathay FHC participated in Fintech Taipei; the topic of our presentation was "Playing Around with Life in Finance" to provide visitors with an innovative digital banking experience.
- ◆ Cathay FHC and International Climate Development Institute (ICDI) jointly organized the 2022 Taiwan Climate Action Expo (TCAE), uniting industries, government agencies, and academic communities to "Bravely Transition to Net Zero Emissions" and calling on young people to overturn climate crises.
- ◆ Cathay Life Insurance worked with the Bureau of Standards, Metrology and Inspection, Ministry of Economic Affairs, on a Green Rental Plan, and began wheeling renewable electricity, starting with tenants of four of their office buildings (head office building, Cathay Financial Center, Cathay Dunnan Business Building, and Cathay Dunnan Xinyi Building).
- ◆ The CUBE Credit card introduces a brand new mechanism for reward packages. In addition to the option of choosing bonus categories according to their spending habits, customers can now collect special offers/deals via the CUBE App and collect the reward package that best benefits them.
- ◆ Cathay Securities co-organized the TPEX & Cathay Securities Global Investment Online Forum with Taipei Exchange and other domestic listed companies, including GlobalWafers, Parade Technologies, POYA International,



◆ The "e-Teller" App of Cathay Securities was completely updated and renamed the "Cathay Securities" App.



◆ Cathay SITE launched the Cathay US Global High Quality Fund to allow depositors to have a stable and comprehensive asset allocation.

Great Tree, Phison Electronics, Arcadyan, and Advantech.

- ◆ Cathay Securities introduced a Systematic Investment section in their App, to include systematic investments in Taiwan and U.S. shares, thereby providing more suitable investment products and digital services to help investors effectively reduce investment pain points.
- ◆ Cathay SITE launched the Cathay US Premium Bond Fund, which helps investors ascertain the sweet spot of the bond market, thereby ensuring robust and complete asset allocation for them.

November

- ◆ Cathay Life Insurance's special exhibition in celebration of their 60th anniversary, "Discovering Your Courage" was launched in Huashan Creative Park to showcase our journey in the financial development of Taiwan over the past 60 years and also to encourage people to find their inner strength and courage.
- ◆ The Cathay Sustainable Finance and Climate Change Summit live streamed for the first time the COP27 Peripheral Conference – World Climate Summit (WCS) from Egypt to share global perspectives toward climate change and net zero transitions and spearhead the realization of sustainability.
- ◆ Cathay FHC joined forces with the Kaohsiung City Government and AWS to create the KACIFIC Innovation Center, which will focus on innovation and talent cultivation to help Kaohsiung develop cloud-based financial innovation.
- ◆ Cathay Life Insurance and Cathay

United Bank collaborated again to launch the iSmart variable life insurance, a robo investment service that uses big data robots in financial decision-making to ensure both returns on investment and basic security.

- ◆ The Cathay Securities App - Sustainability section was launched to help investors keep abreast of the performance of their investments in ESG and sustainability. Investors can keep track of their impact on ESG by reviewing the data and charts that disclose the sustainability performance of individual Taiwan stocks and the performance of their sustainability investments.
- ◆ Cathay SITE hosted an investment seminar for young students at the National Chengchi University and Shih Hsin University to promote and continue to instill the importance of financial planning.

December

- ◆ The Cathay Charity Group's "Operation Warmth" program donated winter supplies to over 8,800 students from 112 schools across Taiwan.
- ◆ More than NT\$7 million in funds was granted by the Cathay Youth Excellence Scholarship, providing young students with resources to make their dreams come true.
- ◆ Cathay Life Insurance and Cathay United Bank jointly introduced the Insurance Trust service, which enables customers to purchase trust services while signing insurance contracts, all without having their paperwork processed at the counter.
- ◆ Cathay Life Insurance unveiled the Health Strategic Blueprint for the first time, providing a "health first" plan that covers everything from health promotion, suboptimal health, and elderly care to spillover insurance policies, thereby guiding policy holders of all ages to embrace a healthy life.
- ◆ Cathay Life Insurance's Cathay Walker Plus was renamed FitBack, which is a wellness program that serves as a constant reminder and encouragement for customers to stay committed to health goals. The program collected a total of 281.8 billion steps in 2022.
- ◆ Cathay United Bank launched a new service that allows credit cards to be added with one-click binding. Card holders can log in to their CUBE App, choose to add their credit card directly to OPEN Wallet of President Chain Store Corporation's App or My FamiPay of FamilyMart's App.
- ◆ Cathay Century Insurance's "Campus Traffic Risk Heat Map" integrated Pingtung for the first time. We collaborated with National Pingtung University to unveil the "Web VR Campus Traffic Risk Heat Map" and Risk Improvement Recommendation Report for three of National Pingtung University's campus grounds (Minsheng Campus, Pingshang Campus, and Pingshih Campus).
- ◆ Cathay SITE and Economic Daily News co-organized the 2023 Investment Outlook Forum, which was held at a physical location and streamed live online to prepare investors for next year's investment trends and give them suggestions on stock and bond allocation.
- ◆ Cathay SITE held an ETF Expert Talk, inviting Stanley Hsiao, an investment expert, and fund managers to talk face to face with the general public and share their views about next year's overall market trends and investment strategies.

Credit Ratings

Company	Moody's	S & P	Taiwan Ratings	AM Best
Cathay FHC	Baa1	BBB+	TwAA	--
Cathay Life Insurance	A3	A-	TwAA+	--
Cathay United Bank	A1	A	TwAA+	--
Cathay Century	A2	A-	TwAA+	A
Cathay Securities	--	--	TwAA-	--

※ Credit rating information is as of December 2022.

2022 Honors and Accolades

January

- ◆ Cathay FHC was selected at the Insurance Quality Awards organized by Risk Management, Insurance and Finance Magazine as the Most Recommended Financial Holdings Company; Cathay Life Insurance won four outstanding awards in the categories of Most Famous Company, Best Insurance Agents, Best Claims Service, and Most Recommended Company; Cathay Century won four outstanding awards in the category of "Best Image", "Most Professional", "Most Recommended" and "Best After-Sales Service".
- ◆ Cathay FHC, Cathay Life Insurance, and Cathay United Bank received Gold Award at the Ministry of Culture's 15th Arts and Business Awards; Cathay Century Insurance won Bronze Award; and Cathay Securities received a certificate of appreciation.
- ◆ Cathay United Bank won "Asian Private Banker" - The Strongest Banks Rankings - Best Private Bank, Taiwan Domestic, for three years in a row.
- ◆ Cathay SITE won "Benchmark" Fund of the Year in the categories of Best ETF Issuer, ETF Product Innovation, ESG Integration, Stewardship Award, Impact Thematic Award for Sustainable Investing, and Best Performance in ETF.

February

- ◆ Cathay United Bank became a seven-time winner of "Wealth Magazine" 2022 Wealth Management Award - Best Wealth Management, and also won Best Customer Recommendation, Best Digital Finance Service, and Best Video Marketing at the award.
- ◆ Cathay SITE was the winner of "Asia Asset Management" Best of the Best Awards in the categories of Best Institutional House, Best Application of ESG, Fund Launch of the Year, Most Innovative Product, and Best New ETF.
- ◆ Cathay SITE won "Taiwan Stock Exchange" ETF Issuer Contribution Award during the ETP and ETN Competition.3

March

- ◆ Cathay Life Insurance won the "Celent" Model Insurer Award - Innovation Execution, becoming the only insurance company in Taiwan to win this award.
- ◆ Cathay Life Insurance won two Special Awards in the Life Insurance category at the "11th Insurance Dragon and Phoenix Awards" held by "Risk Management, Insurance and Finance Magazine", one for Office

Work and the other Field Work. Cathay Century Insurance was voted the "most desired property insurance company by graduates".

- ◆ Cathay United Bank won "Asiamoney" Private Banking Awards-Best Domestic Private Bank in Taiwan 2022.
- ◆ Cathay SITE won "Smart Taiwan Funds Award" - Innovative ETF for five years in a row, with their Cathay Global Autonomous and Electric Vehicles ETF being recognized as an innovative product in the industry.
- ◆ Cathay SITE won the "25th TFF-Bloomberg Best Fund Awards" - ETF and Foreign Fund Awards, with their Cathay Global Aggressive Fund of Fund receiving recognition for five consecutive years and Cathay TAIEX Daily Inversed ETF winning Daily Inverse ETF Award for the second consecutive time.

April

- ◆ Cathay FHC was recognized by the "8th Corporate Governance Evaluation for OTC and Listed Companies" for their outstanding corporate governance, and was ranked among the top 5% for the sixth time.
- ◆ Cathay Life Insurance won "CSR Works International" Asia Sustainability Reporting Awards -



- ◆ Cathay FHC ranked within the top 5% of the Corporate Governance Evaluation for 6 years.

Asia's Best Sustainability Report.

- ◆ Cathay United Bank won Retail Banker International's Asia Trailblazers Awards - Excellence in Leadership Development; Highly Commended: Best Onboarding Program, Excellence in Employee Engagement, and Excellence in App Security Implementation.
- ◆ Cathay United Bank won "Small and Medium Enterprise Administration" 2022 Asia Pacific Social Innovation Partnership Award - Inclusive Business Award.
- ◆ Cathay Century Insurance competed for the first time and won Gold Award for Asia's Best Sustainability Report.
- ◆ Cathay SITE passed the third-party verification of BSI, successfully obtaining ISO 27001 certification.

May

- ◆ Cathay FHC won "Global Views Monthly" 2022 Corporate Social Responsibility (CSR) and Environment, Social and Governance (ESG) Awards, receiving "Model Award in the Environmental Considerations category" and making the "Annual Honor Roll"; Cathay SITE won "First Prize in the Talent Development" category.

June

- ◆ Cathay Life Insurance received a "Gold Award for Insurance Company Category" in the Reader's Digest Reputable Brand survey for 19 years in a row.
- ◆ Cathay Life Insurance won "Taipei City Government Bureau of Labor" Taipei City Labor Safety Award - "Workplace Safety Creativity Award".
- ◆ Cathay United Bank received "Asian Banking & Finance" 2022 Wholesale Banking Awards - Taiwan Domestic Project Finance Bank of the Year, Taiwan Domestic Cash Management Bank of the Year, and Taiwan Domestic Trade Finance Bank of the Year.
- ◆ Cathay Century Insurance's ESG efforts have come to fruition in recent years, winning the 24th Reader's Digest Trusted Brand Award and receiving the Gold Award - Property Insurance Company Category for five years in a row. Cathay Century Insurance also pioneered the use of digital and financial technologies to address and manage ESG issues, which greatly improved customer satisfaction.

July

- ◆ Cathay FHC won "Enterprise Asia" Asia Responsible Entrepreneurship Awards for Responsible Business Leadership and Green Leadership.
- ◆ Cathay Life Insurance won "Life Insurance Industry Gold Medal" in "Commercial Times" Service Survey for six consecutive years.
- ◆ Cathay Life Insurance won "Influential Institution Award - Exemplary" at the 2nd Taiwan Sustainable Investment Awards (SIA) organized by "Taiwan Institute for Sustainable Energy"; Cathay Securities won Impactful Case Award - ESG Innovation Gold Award for their "Digital Service: Stock Selection in Sustainable Investing"; and Cathay SITE won both "Influential Institution Award" and "Impactful Case Award".
- ◆ Cathay Life Insurance was the winner of the "Charlton Media Group" Insurance Asia Award - ESG Program of the Year.
- ◆ Cathay United Bank received "Asian Banking & Finance" 2022 Retail Banking Awards - Taiwan Digital Consumer Banking Initiative of the Year and Taiwan Marketing & Brand Initiative of the Year.
- ◆ Cathay United Bank won "The Banker" Top 1000 - 2022 Taiwan's Top



◆ The services of Cathay received 9 Outstanding Awards for Insurance Quality 2022.

2022 Honors and Accolades

10 Banks- Overall Performance No. 1/
Tier 1 Capital No. 4.

August

- ◆ Cathay Life Insurance won “Risk Management, Insurance and Finance Magazine” 24th Insurance Faith, Hope & Love Awards- Best Communication in Company Award Category; Best Achievement in Insurance in Individual Award Category; and Best Social Contribution.
- ◆ Cathay Life Insurance won “Taiwan Futures Exchange” Futures Diamond Award- Insurance Transaction Diamond Award for eight years in a row.
- ◆ Cathay United Bank won “The Stevie Awards for Great Employers” receiving a total of 10 awards: 3 gold, 3 silver, and 4 bronze. Cathay United Bank was the only award-winning company in Taiwan this year, with the number of awards ranking fifth in the world!
- ◆ Cathay United Bank won six major awards in the “Business Today Magazine” 2022 16th Wealth Management Bank and Securities Assessment, including Best Wealth Management Bank and Best Wealth Enhancement
- ◆ Cathay United Bank received “Excellence Magazine” Best Image Award in the Financial Holdings Category in the 2022 Excellence Bank Rating Survey.
- ◆ Cathay SITE won “The Asset” - Asset Management Company of the Year, ESG Asset Management Company of

the Year, Best ETF Provider, and Most Innovative ETF in Taiwan.

- ◆ Cathay SITE was selected one of the Best Companies to Work for in Asia in 2022 by “HR Asia”

September

- ◆ Cathay FHC ranked second in Commonwealth Magazine’s Top 100 Corporate Citizens in Large Enterprises Group.
- ◆ Cathay Life Insurance received “Excellent” rating for four consecutive years in the “Financial Supervisory Commission” Treating Customers Fairly Evaluation.
- ◆ The SAG application program introduced by Cathay Insurance (Vietnam) was recognized for its excellence and breakthrough, winning the “Potential in International Market Award” at the 2022 FinTech Taipei organized by Taiwan Academy of Banking and Finance.

October

- ◆ Cathay FHC won “Taiwan Financial Award” - Financial Holdings Sustainability “Excellence Award”; Cathay Life Insurance won “Taiwan Financial Award” for the seventh time, receiving Best Recommended Life Insurer “Gold Award” and Best Life Insurance Service “Gold Award”; Cathay United Bank won Consumers’ Award for Financial Brands- “Best Digital Domestic Bank - Gold Award”; “Best Customer

Referral for Domestic Bank- Premium Award”; and “Best Banking Service - Premium Award”; and Cathay SITE won Consumers’ Award for Financial Brands- “Best Customer Referral for Domestic Fund Company- Premium Award”

- ◆ Cathay FHC, Cathay Life Insurance, and Cathay Securities won 3 first place awards and 6 major awards in total at the “National Brand Yushan Award”. Among them, Cathay Life Insurance received “First Prize for Outstanding Enterprise” while Cathay Securities won two awards, “First Prize for Outstanding Enterprise” and “First Prize for Most Popular Brand”.
- ◆ Cathay Life Insurance won “IDC Future Enterprise Awards” for three consecutive years, with their “New Agent Platform (NAP)” and “groupins+” receiving “Best in Future of Work” and “Best in Future of Customer Experience”.
- ◆ Cathay Life Insurance was the winner of Digital Insurer of the Year and Sustainability Award at the 26th Asia Insurance Technology Awards (AITA), becoming the only life insurer in Asia to win these two awards and also the only life insurer in Taiwan to combine green transition and digital transformation.
- ◆ Cathay Life Insurance attended the 2022 (1st) Fintech Taipei Awards for the first time, which was co-organized by Taiwan Academy of Banking and Finance and Taiwan Financial Services Roundtable, and won Exemplary Co-Creation Award.
- ◆ Cathay United Bank won “Taiwan



◆ Cathay FHC and Cathay SITE both were awarded the ESG Corporate Social Responsibility Award of Global Views Monthly.



◆ The information security system of Cathay FHC received 4 awards in the Information Resilience Awards from BSI.

Academy of Banking and Finance" Elite Awards- Financial Inclusion, Best Consumer Banking, Best ESG, and Best Personal Trust Finance; Cathay United Bank was the only bank to win the Best Personal Trust Finance award for the fifth time.

- ◆ Cathay United Bank won "The Asset" Asian G3 Bond Benchmark Research Awards 2022- "Most Astute Investor" and "Top Investment House"
- ◆ Cathay Securities won "Wealth Magazine Biweekly" 2022 Taiwan Financial Award- "Consumers' Award for Financial Brands: Recommended Broker Gold Award and Broker Service Premium Award"; and "FinTech Innovative Application Award: FinTech Securities Excellence Award"
- ◆ Cathay Securities won, for the sixth time, the 19th Annual National Brand Yushan Awards - "First Prize Nationwide in the categories of Outstanding Enterprise and Most Popular Brand"

November

- ◆ Cathay FHC received second place in the "Top Ten Sustainable Companies Award- Services" and the Honor and Outstanding Character awards for the "Corporate Sustainability Report Platinum Award" in the "2022 Taiwan Corporate Sustainability Awards". Cathay FHC and its subsidiaries also won multiple individual awards, including the "Talent Development Leadership Award", "Information Security Leadership Award", "Talent Development Leadership Award",

and "Growth through Innovation Leadership Award"

- ◆ Cathay FHC's subsidiaries, including Cathay Life Insurance, Cathay Century, Cathay Securities, and Cathay SITE received accolades for two consecutive years, having been awarded 12 major awards including the "Digital Inclusion Award", "Digital Information Security Award", "Best Digital Innovation Award", and "Digital Business Optimization Award"
- ◆ Cathay Life Insurance was honored the "Inspirational Brand Award" at "Enterprise Asia" Asia Pacific Enterprise Awards 2022.
- ◆ Cathay Life Insurance received the "Most Trusted Brand Life Insurer Award in the Financial Holdings Category" in the Excellence and Best Rating 2021 hosted by "Excellence Magazine"
- ◆ Cathay Life Insurance was honored at the "Sports Administration" Sports Activists Awards; specifically, they won "Sponsorship Award and Promotion Award Gold Class" for 14 consecutive years, and "Sponsorship Award - Long-Term Sponsorship Category" for the tenth time.
- ◆ Cathay United Bank won "The Asset" Triple A Awards for Private Capital Awards 2022- "Triple A Best Private Bank in Taiwan for HNWI's" for the third year in a row.
- ◆ Cathay United Bank won "Commercial Times" 2022 Trust Award- "Excellence in Trust Marketing Gold Award", "Insurance Trust Innovation Gold Award", and "Family Trust Innovation Gold Award"

December

- ◆ Cathay FHC won "Corporate Governance Asia" 12th Asian Excellence Recognition Award 2022.
- ◆ Cathay Life Insurance won "British Standards Institution" Information Resilience Excellence Award.
- ◆ Cathay Life Insurance won, for the third time, FSC's "Insurance Competition Award" - "Insurer Group: First Place" and "Performance Excellence Award" in the Micro Insurance Contest, and the "Elderly Friendly Award" for Small Amount Whole Life Insurance in the Elderly Insurance Competition.
- ◆ Cathay United Bank won "Hong Kong Quality Assurance Agency (HKQAA)" 2022 Green and Sustainable Finance Awards - "Outstanding Award for Green and Sustainable Loan Structuring Advisor" and "Pioneer Institution for Climate Disclosure and Planning"
- ◆ Cathay Century Insurance obtained a certificate for their adoption of the ISO 22301 Business Continuity Management System and received British Standards Institution's "Information Resilience Excellence Award"
- ◆ Cathay Securities received recognition in the "Asiamoney Brokers Poll" for three years in a row, ranking as the Best Retail Brokerage in Taiwan and "2nd in Best Domestic Brokerages", "2nd in Best Brokerages for Sales", "2nd in Best Brokerages for Corporate Access", and "2nd in Best Brokerages for Execution"



◆ Cathay United Bank received the Best Wealth Management Award of Wealth Magazine.



◆ Cathay Century Insurance won three Digital Inclusion Gold Awards in the 2nd Digital Finance Award of Commercial Times.

2022

Financial Report of Cathay Financial Holding Co., Ltd.

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INDEPENDENT AUDITORS' REPORT

The Board of Directors and Shareholders
Cathay Financial Holding Co., Ltd.

Opinion

We have audited the accompanying consolidated financial statements of Cathay Financial Holding Co., Ltd. (the "Company") and its subsidiaries (collectively, the "Group"), which comprise the consolidated balance sheets as of December 31, 2022 and 2021, the consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and the notes to the consolidated financial statements, including a summary of significant accounting policies (collectively referred to as the "consolidated financial statements").

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as of December 31, 2022 and 2021, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Financial Holding Companies, Regulations Governing the Preparation of Financial Reports by Insurance Enterprises, Regulations Governing the Preparation of Financial Reports by Securities Firms, Regulations Governing the Preparation of Financial Reports by Futures Commission Merchants, Regulations Governing the Preparation of Financial Reports by Public Banks and International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Auditing and Attestation of Financial Statements by Certified Public Accountants and the Standards on Auditing of the Republic of China. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Consolidated Financial Statements section of our report. We are independent of the Group in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the Group for the year ended December 31, 2022. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters.

Key audit matters for the Group's consolidated financial statements for the year ended December 31, 2022 are as follows:

Valuation of Policy Reserve and Liability Adequacy Test

Cathay Life Insurance Co., Ltd. is a subsidiary of Cathay Financial Holding Co., Ltd. Its management adopted the actuarial model and its related multiple significant assumptions for the estimation of the policy reserve and liability adequacy test. Significant assumptions in the measurement of the policy reserve include the mortality rate, discount rate, lapse rate, morbidity rate, etc. These assumptions are made based on legislation and regulations, taking into consideration its actual experience as well as industry-specific experience. The liability adequacy test on insurance contracts is performed in accordance with the requirements issued by the Actuarial Institute of Chinese Taipei, and the discount rates for future years used in the test are based on its best estimate scenario as well as the rate of the portfolio return under current information. Since any changes in the actuarial model and significant assumptions may lead to a material impact on the estimation results of the policy reserve and the liability adequacy test, the valuation of policy reserves and liability adequacy test was identified as a key audit matter. For the related accounting policies, accounting estimates, estimation uncertainty and relevant disclosure information, refer to Notes 4, 5 and 21 to the accompanying consolidated financial statements.

The main audit procedures we performed in response to the key audit matter described above are as follows:

1. We understood the internal controls related to management's valuation of policy reserves and liability adequacy test as well as evaluated the operating effectiveness of these internal controls.
2. We obtained an understanding of the actuarial report issued by the contracted actuary, which was used as the basis for the management's valuation of policy reserves and liability adequacy test, and evaluated the contracted actuary's professional competence and capability.
3. The following procedures were performed by our actuarial specialist, and the results were compared to the results of the actuarial report published by the contracted actuary in order to assess the reasonableness of the actuarial model and its significant assumptions used by the management in the valuation of the policy reserve. The actuarial specialist:
 - a. Randomly sampled the insurance products to examine whether the calculations of the policy reserve were made in accordance with the requirements.
 - b. Evaluated the actuarial model and significant assumptions used in its valuation of policy reserve based on the sampled insurance policies and verified the recognized amount of the policy reserve.
 - c. Performed profiling tests on long-term insurance policies as of December 31, 2022 to identify any abnormalities on the recognized amounts of policy reserve in each individual insurance policy.
 - d. Assessed the reasonableness of the amount of provision for the policy reserve by considering the amount of policy reserve as of the end of the prior year and the business development for the year ended December 31, 2022.
4. The following procedures were performed by our actuarial specialist, and the results were compared to the results of the actuarial report published by the contracted actuary in order to assess the reasonableness of the actuarial model and its significant assumptions used by the management in the liability adequacy test. The actuarial specialist:
 - a. Tested on a sample basis the correctness of classification of the newly issued insurance products for the year ended December 31, 2022.
 - b. Sampled the significant assumptions provided by the management for our audits in order to examine whether the assumptions were consistent with the requirements and the important built-in assumptions in the information system.
 - c. Tested and assessed the actuarial model and its significant assumptions used by the management in its liability adequacy test on a sample basis and performed recalculations on the individual insurance policies.
 - d. Assessed the reasonableness of the calculation results of the liability adequacy test as a whole based on a comparative analysis of the previous year's results and taking into consideration the business development for the year ended December 31, 2022.

Assessment of the Fair Values of Investment Properties

The investment properties of Cathay Life Insurance Co., Ltd. are measured at their fair values. To support the management in making reasonable estimates, Cathay Life Insurance Co., Ltd. used the fair values assessed by external independent appraisers. As the appraisal method and parameters used in the assessment of fair values involve significant judgments and estimates, we determined the assessment of the fair values of investment properties as a key audit matter. For the accounting policies, accounting estimates, assumption uncertainty and relevant disclosure information on the assessment of fair values of investment properties, refer to Notes 4, 5 and 14 to the accompanying consolidated financial statements.

The main audit procedures we performed in response to the key audit matter described above are as follows:

1. We evaluated the professional competence, capability and objectivity of the external independent appraisers, and verified the qualification of the appraisers.
2. We appointed an internal valuation specialist to evaluate the reasonableness of the appraisal reports adopted by its management, including the appraisal methods, main parameters and discount rate of the appraisal reports.

Impairment Assessment on Loans

Cathay United Bank Co., Ltd. is a subsidiary of Cathay Financial Holding Co., Ltd. Its domestic loans were considered material to the consolidated financial statements as a whole. As the assessment of impairment of loans involves accounting estimates and management's significant judgment, and as the impairment assessment on loans under the relevant regulations issued by the authorities is substantially larger than that under IFRS 9, hence, we determined the impairment of the loans under the relevant regulations prescribed by the authorities as a key audit matter.

Its management regularly assesses the impairment on its loans. Recognition of impairment loss on loans is based on compliance with regulations issued by the authorities regarding the classification of credit assets and provision of impairment loss. For the accounting policies and relevant information on the impairment assessment of loans, refer to Notes 4, 5 and 11 to the accompanying consolidated financial statements.

The main audit procedures we performed in response to the key audit matter described above are as follows:

1. We obtained an understanding of and tested its internal controls of impairment assessment on loans.
2. We tested the classification of the credit assets into their respective categories out of the total five categories and confirmed that such classification it complies with the relevant regulations issued by the authorities.
3. We performed the tests on selected samples and confirmed the appropriateness of impairment by the length of the overdue period and the value of the collateral of each respective loan.
4. We calculated the provision of impairment loss by classifying the credit assets into their respective category and confirmed that such provision it complies with the relevant regulations issued by the authorities.

Adequacy of Loss Reserves

Cathay Century Insurance Co., Ltd. is a subsidiary of Cathay Financial Holding Co., Ltd. Its loss reserve is provided for claims filed but not yet paid and claims not yet filed. The reserve for claims filed but not yet paid is assessed by the claim department based on the relevant information from each received claim. The reserve for claims not yet filed is comprised of the provision calculated by the actuary department according to the claim development methods (accident year basis) or past claim experiences complied with actuarial principles, along with a reserve for the unallocated loss adjustment expenses; such accrual principle is also applied to ceded loss reserve under reinsurance contract assets.

The claims not yet filed estimated by the abovementioned claim development methods or past experiences complied with the actuarial principles were calculated by considering the weighted results of the claim development and expected loss rates. The actuary department exercises its professional judgment in determining the appropriate models, assumptions and parameters. Therefore, we identified the adequacy of loss reserves as a key audit matter. For the accounting policies and relevant disclosure information, refer to Notes 4, 5 and 21 to the accompanying consolidated financial statements.

By performing control testing, we obtained an understanding of the valuation of loss reserves and the design and implementation of relevant internal controls. Moreover, we also performed the following audit procedures:

1. We obtained the actuarial report prepared by the contracted actuary and determined that the loss reserves were properly accrued, evaluated that the contracted actuary's professional competence and capability were compliant with the regulations issued by the Financial Supervisory Commission of the Republic of China.
2. Our internal actuarial specialists evaluated the accuracy and completeness of the relevant data, as well as the reasonableness of the reserve of claims not yet filed by the actuarial method.

Responsibilities of Management and Those Charged with Governance for the Consolidated Financial Statements

Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Financial Holding Companies, Regulations Governing the Preparation of Financial Reports by Insurance Enterprises, Regulations Governing the Preparation of Financial Reports by Securities Firms, Regulations Governing the Preparation of Financial Reports by Futures Commission Merchants, Regulations Governing the Preparation of Financial Reports by Public Banks and International Financial Reporting Standards (IFRS), International Accounting Standards (IAS), IFRIC Interpretations (IFRIC), and SIC Interpretations (SIC) endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the consolidated financial statements, management is responsible for assessing the Group's ability to continue as a going concern, disclosing, as applicable, matters related to going concern and using the going concern basis of accounting unless management either intends to liquidate the Group or to cease operations, or has no realistic alternative but to do so.

Those charged with governance, including the audit committee/supervisors, are responsible for overseeing the Group's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' report that includes our opinion. Reasonable assurance is a high level of assurance, but is not a guarantee that an audit conducted in accordance with the Standards on Auditing of the Republic of China will always detect a material misstatement when it exists. Misstatements can arise from fraud or error and are considered material if, individually or in the aggregate, they could reasonably be expected to influence the economic decisions of users taken on the basis of these consolidated financial statements.

As part of an audit in accordance with the Standards on Auditing of the Republic of China, we exercise professional judgment and maintain professional skepticism throughout the audit. We also:

1. Identify and assess the risks of material misstatement of the consolidated financial statements, whether due to fraud or error, design and perform audit procedures responsive to those risks, and obtain audit evidence that is sufficient and appropriate to provide a basis for our opinion. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control.
2. Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Group's internal control.
3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.
4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.
5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.
6. Obtain sufficient and appropriate audit evidence regarding the financial information of entities or business activities within the Group to express an opinion on the consolidated financial statements. We are responsible for the direction, supervision, and performance of the group audit. We remain solely responsible for our audit opinion.

We communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and significant audit findings, including any significant deficiencies in internal control that we identify during our audit.

We also provide those charged with governance with a statement that we have complied with relevant ethical requirements regarding independence, and to communicate with them all relationships and other matters that may reasonably be thought to bear on our independence, and where applicable, related safeguards.

From the matters communicated with those charged with governance, we determine those matters that were of most significance in the audit of the consolidated financial statements for the year ended December 31, 2022 and are therefore the key audit matters. We describe these matters in our auditors' report unless law or regulation precludes public disclosure about the matter or when, in extremely rare circumstances, we determine that a matter should not be communicated in our report because the adverse consequences of doing so would reasonably be expected to outweigh the public interest benefits of such communication.

The engagement partners on the audits resulting in this independent auditors' report are Cheng-Hung Kuo and Shu-Wan Lin.

Deloitte & Touche Taipei, Taiwan Republic of China March 9, 2023

Notice to Readers

The accompanying consolidated financial statements are intended only to present the consolidated financial position, financial performance and cash flows in accordance with accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to audit such consolidated financial statements are those generally applied in the Republic of China.

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

Cathay Financial Holding Co., Ltd. and Subsidiaries

Consolidated Balance Sheets

December 31, 2022 and 2021

In Thousands of Dollars

	2022.12.31		2021.12.31	
	NT \$	US \$	NT \$	US \$
Assets				
Cash and cash equivalents	\$412,013,900	\$13,407,546	\$467,635,057	\$16,857,789
Due from the central bank and call loans to banks	266,322,216	8,666,522	234,546,475	8,455,172
Financial assets at fair value through profit or loss	1,675,024,629	54,507,798	1,929,395,229	69,552,820
Financial assets at fair value through other comprehensive income	929,052,914	30,232,766	1,626,821,625	58,645,336
Debt instruments at amortized cost	4,510,776,595	146,787,393	3,266,686,240	117,760,859
Financial assets for hedging	29,891	973	500,642	18,048
Notes and bonds purchased under resale agreements	38,076,491	1,239,066	77,243,060	2,784,537
Receivables, net	217,153,186	7,066,488	205,480,862	7,407,385
Current tax assets	5,158,702	167,872	4,164,103	150,112
Assets held for sale, net	-	-	283,087	10,205
Discount and loans, net	2,495,516,810	81,207,836	2,287,115,449	82,448,286
Reinsurance contract assets, net	15,851,568	515,834	12,260,483	441,979
Investments accounted for using the equity method, net	32,883,301	1,070,072	32,614,572	1,175,724
Other financial assets, net	669,832,659	21,797,353	741,107,026	26,716,187
Investment properties, net	448,140,598	14,583,163	432,525,464	15,592,122
Property and equipment, net	108,550,891	3,532,408	97,852,266	3,527,479
Right-of-use assets, net	4,833,197	157,279	4,362,776	157,274
Intangible assets, net	51,636,617	1,680,333	51,543,583	1,858,096
Deferred tax assets	89,895,981	2,925,349	63,746,198	2,297,988
Other assets, net	100,135,437	3,258,556	58,477,264	2,108,048
Total	\$12,070,885,583	\$392,804,607	\$11,594,361,461	\$417,965,446
	2022.12.31		2021.12.31	
	NT \$	US \$	NT \$	US \$
Liabilities and Equity				
Liabilities				
Deposits from the central bank and banks	\$97,309,239	\$3,166,588	\$74,605,174	\$2,689,444
Due to the central bank and banks	-	-	1,076,000	38,789
Financial liabilities at fair value through profit or loss	182,999,244	5,955,068	79,934,187	2,881,550
Financial liabilities for hedging	3,716,091	120,927	20,956	755
Notes and bonds sold under repurchase agreements	34,723,428	1,129,952	39,827,873	1,435,756
Commercial paper payable, net	73,880,000	2,404,165	63,469,166	2,288,002
Payables	73,787,470	2,401,154	76,870,285	2,771,099
Current tax liabilities	4,484,328	145,927	7,528,389	271,391
Deposits and remittances	3,185,436,089	103,658,838	2,871,960,053	103,531,365
Bonds payable	132,147,398	4,300,273	141,800,000	5,111,752
Other borrowings	12,763,713	415,350	1,670,185	60,209
Provisions	6,842,132,184	222,653,179	6,448,259,356	232,453,473
Other financial liabilities	720,648,395	23,450,973	763,908,198	27,538,147
Lease liabilities	19,240,853	626,126	14,721,170	530,684
Deferred tax liabilities	49,779,071	1,619,885	52,976,726	1,909,759
Other liabilities	26,130,045	850,311	41,695,016	1,503,065
Total liabilities	11,459,177,548	372,898,716	10,680,322,734	385,015,240
Equity attributable to owners of the company				
Share capital				
Ordinary shares	146,692,102	4,773,580	131,692,102	4,747,372
Preference shares	15,333,000	498,959	15,333,000	552,740
Capital surplus	215,318,047	7,006,770	177,244,388	6,389,488
Retained earnings				
Legal reserve	73,747,059	2,399,839	59,471,895	2,143,904
Special reserve	150,768,651	4,906,236	150,716,023	5,433,166
Unappropriated earnings	230,331,762	7,495,339	267,799,001	9,653,893
Other equity	(233,350,281)	(7,593,566)	99,781,737	3,597,034
Total equity attributable to owners of the Company	598,840,340	19,487,157	902,038,146	32,517,597
Non-controlling interests	12,867,695	418,734	12,000,581	432,609
Total equity	611,708,035	19,905,891	914,038,727	32,950,206
Total	\$12,070,885,583	\$392,804,607	\$11,594,361,461	\$417,965,446

(The exchange rates provided by the Federal Reserve Bank of New York at December 31, 2022 and 2021 were NT\$30.73 and NT\$27.74 to US\$1.00)

Cathay Financial Holding Co., Ltd. and Subsidiaries Consolidated Statements of Comprehensive Income

For the years ended December 31, 2022 and 2021

In Thousands of Dollars, Except Earnings Per Share

	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT \$	US \$	NT \$	US \$
Interest income	\$250,519,506	\$8,152,278	\$207,813,024	\$7,491,457
Interest expense	(24,356,980)	(792,612)	(12,930,863)	(466,145)
Net interest income	226,162,526	7,359,666	194,882,161	7,025,312
Net income and gains other than interest income				
Net gain on service fee and commission fee	15,421,254	501,831	12,648,663	455,972
Net income on insurance operations	1,436,140	46,734	218,483,618	7,876,122
(Loss) gain on financial assets and liabilities at fair value through profit or loss	(445,353,503)	(14,492,467)	142,017,737	5,119,601
Gain on investment properties	13,696,591	445,707	11,657,941	420,257
Realized gain on financial assets at fair value through other comprehensive income	2,712,295	88,262	33,186,918	1,196,356
Net gain on derecognition of financial assets at amortized cost	10,365,022	337,293	37,416,140	1,348,815
Foreign exchange gain (loss)	301,166,569	9,800,409	(74,946,785)	(2,701,759)
(Impairment loss) reversal of impairment loss on assets	(4,682,547)	(152,377)	2,299,198	82,884
Share of profit of associates and joint ventures accounted for using the equity method	2,265,986	73,739	1,806,724	65,131
Gain on reclassification using the overlay approach	254,281,014	8,274,683	39,313,145	1,417,201
Net other non-interest (loss) gain	(36,037,689)	(1,172,720)	7,197,145	259,450
Profit from operations	341,433,658	11,110,760	625,962,605	22,565,342
Net changes in insurance liability reserve	(198,098,005)	(6,446,404)	(377,408,390)	(13,605,205)
Provision for bad debt, commitments and guarantee reserve	(4,777,580)	(155,470)	(3,484,370)	(125,608)
Operating expenses				
Employee benefit expenses	(54,004,407)	(1,757,384)	(53,706,468)	(1,936,066)
Depreciation and amortization expenses	(7,544,064)	(245,495)	(7,397,795)	(266,683)
Other general and administrative expenses	(27,061,810)	(880,631)	(24,439,211)	(881,010)
Total operating expenses	(88,610,281)	(2,883,510)	(85,543,474)	(3,083,759)
Profit before income tax	49,947,792	1,625,376	159,526,371	5,750,770
Income tax expense	(11,985,678)	(390,033)	(18,637,061)	(671,848)
Net income	37,962,114	1,235,343	140,889,310	5,078,922
Other comprehensive loss				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit plans	(267,311)	(8,699)	1,208,112	43,551
Property revaluation surplus	1,322,404	43,033	332,149	11,974
(Loss) gain on equity instruments at fair value through other comprehensive income	(28,637,506)	(931,907)	9,716,739	350,279
Changes in the fair value attributable to changes in the credit risk of financial liabilities designated as at fair value through profit or loss	575,753	18,736	736,634	26,555
Share of other comprehensive loss of associates and joint ventures accounted for using the equity method for items that will not be reclassified subsequently to profit or loss	(809,491)	(26,342)	(47,908)	(1,727)
Income tax relating to items that will not be reclassified subsequently to profit or loss	451,933	14,707	307,054	11,069
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of the financial statements of foreign operations	5,780,461	188,105	(2,842,282)	(102,461)
Gain (loss) on hedging instruments	762,058	24,798	(13,681)	(493)
Loss on debt instruments at fair value through other comprehensive income	(103,810,322)	(3,378,142)	(79,200,595)	(2,855,104)
Share of other comprehensive income (loss) of associates and joint ventures accounted for using the equity method for items that may be reclassified subsequently to profit or loss	597,149	19,432	(1,038,743)	(37,446)
Other comprehensive loss reclassified using overlay approach	(254,281,014)	(8,274,683)	(39,313,145)	(1,417,201)
Income tax relating to items that may be reclassified subsequently to profit or loss	33,999,512	1,106,395	15,879,804	572,451
Total other comprehensive loss for the period, net of income tax	(344,316,374)	(11,204,567)	(94,275,862)	(3,398,553)
Total comprehensive (loss) income	\$(306,354,260)	\$(9,969,224)	\$46,613,448	\$1,680,369
Net income attributable to:				
Owners of the Company	\$37,359,360	\$1,215,729	\$139,514,082	\$5,029,347
Non-controlling interests	602,754	19,614	1,375,228	49,575
	\$37,962,114	\$1,235,343	\$140,889,310	\$5,078,922
Total comprehensive (loss) income attributable to:				
Owners of the Company	\$(306,895,790)	\$(9,986,846)	\$45,166,120	\$1,628,195
Non-controlling interests	541,530	17,622	1,447,328	52,174
	\$(306,354,260)	\$(9,969,224)	\$46,613,448	\$1,680,369
Earnings per share (expressed in dollars) :				
Basic earnings per share	\$2.58	\$0.08	\$10.34	\$0.37

(The exchange rates provided by the Federal Reserve Bank of New York at December 31, 2022 and 2021 were NT\$30.73 and NT\$27.74 to US\$1.00)

Cathay Financial Holding Co., Ltd. and Subsidiaries

Consolidated Statements of Changes in Equity

For the years ended December 31, 2022 and 2021

Expressed in thousands of Dollars

	Share capital		Reserve earnings		Other equity		Total		Noncontrolling interests		Total equity	
					Changes in fair value attributable to changes in the carrying amount of financial instruments designated as fair value through profit or loss		Other comprehensive income (loss) on revaluation of assets					
	US\$	NYS	US\$	NYS	US\$	NYS	US\$	NYS	US\$	NYS	US\$	NYS
Balance at January 1, 2021	5,457,372	5,553,300	5,572,740	5,772,625	46,399,908	57,754,625	5,485,566	5,666,624	8,143,444	(15,464,000)	(57,942,736)	(53,293,507)
Issuance of 2021 warrants	-	-	-	-	7,942,977	270,539	-	-	-	-	-	-
Lead reserve	-	-	-	-	1,056,011	34,972	-	-	-	-	-	-
Special reserve	-	-	-	-	(2,922,025)	(1,066,645)	-	-	-	-	-	-
Cash dividends on ordinary shares	-	-	-	-	(3,300,024)	(122,340)	-	-	-	-	-	(3,422,364)
Cash dividends on preferred shares	-	-	-	-	-	-	-	-	-	-	-	-
Changes in capital surplus from investments in associates and joint ventures accounted for using the equity method	-	-	-	-	(24,000)	(970)	-	-	-	-	-	(24,970)
Changes in investment interests in subsidiaries	-	-	-	-	(5,451,000)	(899,800)	-	-	-	-	-	(6,350,800)
Net income for the year ended December 31, 2021	-	-	-	-	19,514,002	3,024,347	-	-	-	-	-	22,538,349
Other comprehensive income (loss) for the year ended December 31, 2021, net of income tax	-	-	-	-	(1,463,241)	(1,463,241)	(1,463,241)	(1,463,241)	(1,463,241)	(1,463,241)	(1,463,241)	(3,389,723)
Total comprehensive income (loss) for the year ended December 31, 2021	-	-	-	-	18,050,761	1,560,106	(1,463,241)	(1,463,241)	(1,463,241)	(1,463,241)	(1,463,241)	19,065,186
Disposal of equity investments of fair value through other comprehensive income	-	-	-	-	3,824,535	132,224	-	-	-	-	-	3,956,759
Other	-	-	-	-	(244,490)	(7,722)	-	-	-	-	-	(252,212)
Changes in noncontrolling interests	-	-	-	-	-	-	-	-	-	-	-	-
Balance at December 31, 2021	5,457,372	5,553,300	5,572,740	5,772,625	89,471,063	95,453,166	59,739,001	60,522,251	87,239,317	(18,622,971)	(95,862,300)	(85,629,683)
Balance at January 1, 2022	5,456,526	5,553,300	5,496,859	5,772,438	87,077,797	93,471,063	59,553,304	59,170,623	86,945,425	(18,744,573)	(93,695,998)	(88,141,475)
Issuance of 2022 warrants	-	-	-	-	1,425,064	46,525	-	-	-	-	-	-
Lead reserve	-	-	-	-	1,713	1,073	-	-	-	-	-	-
Special reserve	-	-	-	-	(4,602,225)	(1,499,910)	-	-	-	-	-	-
Cash dividends on ordinary shares	-	-	-	-	(3,300,024)	(119,349)	-	-	-	-	-	(3,419,373)
Cash dividends on preferred shares	-	-	-	-	-	-	-	-	-	-	-	-
Changes in capital surplus from investments in associates and joint ventures accounted for using the equity method	-	-	-	-	(14,273,064)	(464,525)	-	-	-	-	-	(14,737,589)
Changes in investment interests in subsidiaries	-	-	-	-	(62,327)	(2,022)	-	-	-	-	-	(64,349)
Net income for the year ended December 31, 2022	-	-	-	-	3,388,340	1,313,729	-	-	-	-	-	4,702,069
Other comprehensive income (loss) for the year ended December 31, 2022, net of income tax	-	-	-	-	(5,249,530)	(82,044)	(10,644,200)	(12,716,151)	(5,249,530)	(10,644,200)	(12,716,151)	(17,965,681)
Total comprehensive income (loss) for the year ended December 31, 2022	-	-	-	-	(1,861,190)	(512,337)	(10,644,200)	(12,716,151)	(5,249,530)	(10,644,200)	(12,716,151)	(18,263,612)
Issuance of ordinary shares for cash	-	-	-	-	35,900,000	1,232,316	-	-	-	-	-	37,132,316
Share-based payment transactions	-	-	-	-	679,578	20,662	-	-	-	-	-	700,240
Disposal of equity investments of fair value through other comprehensive income	-	-	-	-	(1,027,070)	(37,673)	-	-	-	-	-	(1,064,743)
Other	-	-	-	-	(1,594)	(900)	-	-	-	-	-	(2,494)
Changes in noncontrolling interests	-	-	-	-	-	-	-	-	-	-	-	-
Balance at December 31, 2022	5,456,526	5,553,300	5,496,859	5,772,438	102,500,667	104,090,236	48,909,103	48,354,472	81,989,787	(29,267,971)	(112,277,764)	(107,014,452)

Cathay Financial Holding Co., Ltd. Balance sheets

In Thousands of Dollars

	2022.12.31		2021.12.31	
	NT \$	US \$	NT \$	US \$
Assets				
Cash and cash equivalents	\$7,943,654	\$258,498	\$633,233	\$22,827
Financial assets at fair value through profit or loss	33,575,500	1,092,597	36,260,000	1,307,138
Financial assets at fair value through other comprehensive income	195,035	6,347	143,491	5,173
Receivables, net	4,121,685	134,126	1,466,748	52,875
Current tax assets	5,131,669	166,992	4,102,282	147,883
Investments accounted for using the equity method, net	696,821,834	22,675,621	981,855,958	35,394,952
Property and equipment, net	161,431	5,253	55,225	1,991
Right-of-use assets	289,676	9,426	123,677	4,458
Deferred tax assets	333,745	10,861	35,604	1,283
Other assets	306,016	9,958	96,202	3,468
Total	\$748,880,245	\$24,369,679	\$1,024,772,420	\$36,942,048
Liabilities and Equity				
Liabilities				
Commercial paper payable, net				
Payables	\$73,880,000	\$2,404,165	\$58,510,000	\$2,109,229
Current tax liabilities	15,901,806	517,469	6,024,616	217,182
Bonds payable	3,947,034	128,442	7,057,511	254,416
Other borrowing	50,000,000	1,627,075	50,000,000	1,802,451
Provisions	5,000,000	162,707	-	-
Lease liabilities	753,962	24,535	749,874	27,032
Deferred tax liabilities	290,119	9,441	124,980	4,505
Other liabilities	266,714	8,679	266,714	9,615
	270	9	579	21
Total liabilities	150,039,905	4,882,522	122,734,274	4,424,451
Equity				
Share capital				
Ordinary shares	146,692,102	4,773,580	131,692,102	4,747,372
Preference shares	15,333,000	498,959	15,333,000	552,740
Capital surplus	215,318,047	7,006,770	177,244,388	6,389,488
Retained earnings				
Legal reserve	73,747,059	2,399,839	59,471,895	2,143,904
Special reserve	150,768,651	4,906,236	150,716,023	5,433,166
Unappropriated earnings	230,331,762	7,495,339	267,799,001	9,653,893
Other equity	(233,350,281)	(7,593,566)	99,781,737	3,597,034
Total equity	598,840,340	19,487,157	902,038,146	32,517,597
Total	\$748,880,245	\$24,369,679	\$1,024,772,420	\$36,942,048

Cathay Financial Holding Co., Ltd. Statements of Comprehensive Income

In Thousands of Dollars , Except Earnings Per Share

	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT \$	US \$	NT \$	US \$
Revenue				
Share of profit of subsidiaries, associates and joint ventures				
accounted for using the equity method	\$45,374,122	\$1,476,541	\$141,760,801	\$5,110,339
Other operating income	1,301,593	42,356	1,298,450	46,808
Total revenue	46,675,715	1,518,897	143,059,251	5,157,147
Expenses and losses				
Operating expenses	(1,922,878)	(62,573)	(1,766,470)	(63,680)
Other expenses and losses	(3,778,808)	(122,968)	(736,471)	(26,549)
Total expenses and losses	(5,701,686)	(185,541)	(2,502,941)	(90,229)
Income before tax	40,974,029	1,333,356	140,556,310	5,066,918
Income tax expense	(3,614,669)	(117,627)	(1,042,228)	(37,571)
Net Income	37,359,360	1,215,729	139,514,082	5,029,347
Other comprehensive (loss) income				
Items that will not be reclassified subsequently to profit or loss:				
Remeasurement of defined benefit plans	1,234	40	(10,692)	(385)
Gain on equity instruments at fair value through other comprehensive income	51,544	1,677	27,291	984
Share of other comprehensive (loss) income of subsidiaries, associates and joint ventures accounted for using the equity method for items that will not be reclassified subsequently to profit or loss	(27,416,729)	(892,181)	12,233,990	441,023
Income tax relating to items that will not be reclassified subsequently to profit or loss	(247)	(8)	2,139	77
Items that may be reclassified subsequently to profit or loss:				
Share of other comprehensive loss of subsidiaries, associates and joint ventures accounted for using the equity method for items that may be reclassified subsequently to profit or loss	(316,890,952)	(10,312,104)	(106,600,690)	(3,842,851)
Other comprehensive loss for the period, net of income tax	(344,255,150)	(11,202,575)	(94,347,962)	(3,401,152)
Total comprehensive (loss) income for the year	\$(306,895,790)	\$(9,986,846)	\$45,166,120	\$1,628,195
Earnings per share				
Basic	\$2.58	\$0.08	\$10.34	\$0.37

Cathay Financial Holding Co., Ltd. Statements of Changes in Equity

In Thousands of Dollars

Items	Share Capital		Retained Earnings										Other Equity																			
			Preference Shares		Capital Surplus		Legal Reserve		Special Reserve		Unappropriated Earnings		Exchange Differences on the Transition of Financial Statements of Foreign Operations		Unrealized Gain (Loss) on Financial Assets at Fair Value through Other Comprehensive Income		Gain (Loss) on Hedging Instruments		Value Through Profit or Loss		Reassessment of Defined Benefit Plans		Paper Revolution Surplus		Other Comprehensive Income (Loss) on Revaluation Lag		Others		Total Equity			
	NT\$	US\$	NT\$	US\$	NT\$	US\$	NT\$	US\$	NT\$	US\$	NT\$	US\$	NT\$	US\$	NT\$	US\$	NT\$	US\$	NT\$	US\$	NT\$	US\$	NT\$	US\$	NT\$	US\$	NT\$	US\$	NT\$	US\$		
Balance at January 1, 2011	\$15,692,002	\$4,747,272	\$13,333,000	\$3,572,400	\$177,244,388	\$6,239,909	\$1,947,688	\$3,949,430	\$3,405,286	\$19,666,842	\$1,141,444	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000		
Amortization of IPO warrants	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-		
Legal reserve	-	-	-	-	-	-	7,340,207	2,052,519	-	(7,340,207)	(2,052,519)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Special reserve	-	-	-	-	-	-	1,025,611	34,972	34,972	(1,025,611)	(34,972)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Cash dividends on ordinary shares	-	-	-	-	-	-	-	-	-	(3,232,053)	(1,038,843)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Cash dividends on preferred shares	-	-	-	-	-	-	-	-	-	(3,390,924)	(1,222,200)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Changes in capital surplus from investments in associates and joint ventures accounted for using the equity method	-	-	-	-	-	-	-	-	-	(2,090)	(970)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Changes in ownership interest in subsidiaries	-	-	-	-	-	-	-	-	-	(5,511)	(1,900)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Net income for the year ended December 31, 2011	-	-	-	-	-	-	-	-	-	13,915,002	5,025,247	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Other comprehensive (loss) income for the year ended December 31, 2011, net of income tax	-	-	-	-	-	-	-	-	-	(1,883,201)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	(1,483,319)	
Total comprehensive income (loss) for the year ended December 31, 2011	-	-	-	-	-	-	-	-	-	12,031,799	3,541,928	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	(3,541,928)	
Deposits of capital instruments of fair value through other comprehensive income	-	-	-	-	-	-	-	-	-	33,333	13,214	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	(34,488)	(972)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Balance at December 31, 2011	\$15,692,002	\$4,747,272	\$13,333,000	\$3,572,400	\$177,244,388	\$6,239,909	\$1,947,688	\$3,949,430	\$3,405,286	\$19,666,842	\$1,141,444	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	
Balance at January 1, 2012	\$15,692,002	\$4,835,488	\$13,333,000	\$4,083,599	\$177,244,388	\$5,767,797	\$9,471,985	\$3,930,760	\$4,045,533	\$19,716,023	\$1,141,444	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	
Amortization of IPO warrants	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Legal reserve	-	-	-	-	-	-	14,251,664	4,632,535	-	(14,251,664)	(4,632,535)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Special reserve	-	-	-	-	-	-	-	32,628	1,773	(32,628)	(1,773)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Cash dividends on ordinary shares	-	-	-	-	-	-	-	-	-	(4,602,235)	(1,493,900)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Cash dividends on preferred shares	-	-	-	-	-	-	-	-	-	(3,390,924)	(1,222,200)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Changes in capital surplus from investments in associates and joint ventures accounted for using the equity method	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Changes in ownership interest in subsidiaries	-	-	-	-	-	-	-	-	-	(623,579)	(2,292)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Net income for the year ended December 31, 2012	-	-	-	-	-	-	-	-	-	13,159,940	4,215,729	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Other comprehensive income (loss) for the year ended December 31, 2012, net of income tax	-	-	-	-	-	-	-	-	-	(3,359,940)	(2,115,729)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total comprehensive income (loss) for the year ended December 31, 2012	-	-	-	-	-	-	-	-	-	9,800,000	2,100,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Issuance of ordinary shares by cash	483,022	-	-	-	3,500,000	1,220,205	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Share-based payment transactions	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Deposits of capital instruments of fair value through other comprehensive income	-	-	-	-	-	-	-	-	-	677,978	21,062	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Balance at December 31, 2012	\$16,175,024	\$4,773,290	\$13,333,000	\$4,983,599	\$181,114,045	\$7,067,797	\$13,341,089	\$3,289,839	\$4,946,266	\$23,826,023	\$1,141,444	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	\$1,544,000	

Cathay Financial Holding Co., Ltd. Statements of Cash Flows

In thousands of Dollars

Items	2022.1.1–2022.12.31		2021.1.1–2021.12.31	
	NTS	US\$	NTS	US\$
Cash flows from operating activities				
Income before income tax	\$40,974,029	\$1,333,356	\$140,556,310	\$5,066,918
Adjustments for:				
Depreciation expenses	150,518	4,898	141,502	5,101
Loss on of financial assets at fair value through profit or loss	2,684,500	87,358	185,500	6,687
Interest income	(1,278,822)	(41,615)	(1,271,181)	(45,825)
Dividend income	(7,594)	(247)	(7,265)	(262)
Interest expenses	1,025,775	33,380	521,517	18,800
Share of profit of subsidiaries, associates and joint ventures accounted for using the equity method	(45,374,122)	(1,476,542)	(141,760,801)	(5,110,339)
Loss on disposal and retirement of property and equipment	266	9	338	12
Compensation cost of share-based payments	10,230	333	-	-
Changes in operating assets and liabilities				
Receivables	5,400	176	-	-
Other assets	(522)	(17)	(300)	(11)
Payables	52,821	1,719	76,472	2,757
Provisions	7,640	248	635	23
Other liabilities	(309)	(10)	(46)	(2)
Cash used in operations	(1,750,190)	(56,954)	(1,557,319)	(56,141)
Interest received	1,278,079	41,591	1,271,155	45,824
Dividend received	7,594	247	7,265	262
Interest paid	(1,141,152)	(37,135)	(535,387)	(19,300)
Income taxes paid	(890,462)	(28,977)	(1,960,532)	(70,675)
Net cash used in operating activities	(2,496,131)	(81,228)	(2,774,818)	(100,030)
Cash flows from investing activities				
Acquisition of investments accounted for using the equity method	(55,000,000)	(1,789,782)	-	-
Acquisition of property and equipment	(125,332)	(4,078)	(9,649)	(348)
Disposal of property and equipment	-	-	127	5
Increase in other assets	(93,915)	(3,056)	(38,846)	(1,400)
Dividends received	41,771,476	1,359,306	18,722,781	674,938
Net cash generated from investing activities	(13,447,771)	(437,610)	18,674,413	673,195
Cash flows from financing activities				
Increase in commercial paper payable	15,370,000	500,163	20,260,000	730,353
Increase in other borrowings	5,000,000	162,707	-	-
Repayments of the principal portion of lease liabilities	(132,518)	(4,312)	(127,687)	(4,603)
Issuance of ordinary shares for cash	52,500,000	1,708,428	-	-
Dividends paid	(49,483,159)	(1,610,256)	(36,313,949)	(1,309,083)
Net cash generated from (used in) financing activities	23,254,323	756,730	(16,181,636)	(583,333)
Net increase (decrease) in cash and cash equivalents	7,310,421	237,892	(282,041)	(10,168)
Cash and cash equivalents at the beginning of the year	633,233	20,606	915,274	32,995
Cash and cash equivalents at the end of the year	\$7,943,654	\$258,498	\$633,233	\$22,827

Cathay Life Insurance Co., Ltd. Condensed Balance Sheets

In thousands of Dollars

Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Cash and cash equivalents	\$313,086,345	\$10,188,296	\$447,821,607	\$16,143,533
Receivables	86,289,754	2,807,997	68,442,213	2,467,275
Financial assets at fair value through profit or loss	1,327,854,240	43,210,356	1,539,516,819	55,498,083
Financial assets at fair value through other comprehensive income	442,469,162	14,398,606	1,308,701,595	47,177,419
Financial assets at amortized cost	3,977,016,772	129,418,053	2,681,488,333	96,665,044
Financial assets for hedging	19,193	625	500,642	18,048
Investments accounted for using the equity method	107,555,001	3,500,000	103,702,207	3,738,364
Investment property	489,570,542	15,931,355	475,726,866	17,149,491
Loans	459,635,719	14,957,231	490,205,575	17,671,434
Reinsurance assets	2,179,423	70,922	2,232,832	80,491
Property and equipment	29,014,543	944,177	28,314,253	1,020,701
Right-of-use assets	443,658	14,437	384,896	13,875
Intangible assets	25,797,548	839,491	27,549,955	993,149
Deferred tax assets	80,219,150	2,610,451	58,336,053	2,102,958
Other assets	60,362,449	1,964,284	28,590,504	1,030,660
Separate account insurance product assets	655,319,618	21,325,077	724,096,813	26,102,985
Total	\$8,056,833,117	\$262,181,358	\$7,985,611,163	\$287,873,510
Liabilities				
Payables	\$15,810,381	\$514,493	\$17,099,854	\$616,433
Current tax liabilities	137,010	4,459	160,141	5,773
Financial liabilities at fair value through profit or loss	63,669,162	2,071,890	3,050,197	109,957
Financial liabilities for hedging	3,716,091	120,927	-	-
Bonds payable	80,000,000	2,603,319	80,000,000	2,883,922
Insurance liabilities	6,658,966,256	216,692,687	6,337,609,905	228,464,668
Reserve for insurance contracts with the nature of financial products	1,196,119	38,924	1,165,040	41,999
Reserve for foreign exchange valuation	49,503,457	1,610,916	9,053,726	326,378
Provisions	56,245	1,830	56,245	2,028
Lease liabilities	13,302,377	432,879	9,160,097	330,213
Deferred tax liabilities	51,172,032	1,665,214	52,878,793	1,906,229
Other liabilities	7,167,564	233,243	16,837,440	606,973
Separate account insurance product liabilities	655,319,618	21,325,077	724,096,813	26,102,985
Total liabilities	7,600,016,312	247,315,858	7,251,168,251	261,397,558
Equity				
Share capital	63,515,274	2,066,882	58,515,274	2,109,419
Capital surplus	90,924,478	2,958,818	60,594,868	2,184,386
Retained earnings	531,546,064	17,297,301	529,717,909	19,095,815
Other equity	(229,169,011)	(7,457,501)	85,614,861	3,086,332
Total equity	456,816,805	14,865,500	734,442,912	26,475,952
Total	\$8,056,833,117	\$262,181,358	\$7,985,611,163	\$287,873,510

Cathay Life Insurance Co., Ltd. Condensed Statement of Comprehensive Income

In Thousands of Dollars, Except Earnings Per Share

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Operating revenue	\$667,000,217	\$21,705,181	\$914,869,993	\$32,980,173
Operating costs	(606,441,236)	(19,734,502)	(769,618,791)	(27,744,008)
Operating expenses	(21,886,748)	(712,227)	(22,215,769)	(800,857)
Operating income	38,672,233	1,258,452	123,035,433	4,435,308
Non-operating income and expenses	1,844,189	60,013	1,563,640	56,368
Profit before income tax	40,516,422	1,318,465	124,599,073	4,491,676
Income tax expense	(6,849,254)	(222,885)	(12,368,278)	(445,864)
Net income	33,667,168	1,095,580	112,230,795	4,045,812
Other comprehensive loss	(324,284,636)	(10,552,705)	(91,640,006)	(3,303,533)
Total comprehensive (loss) income	\$(290,617,468)	\$(9,457,125)	\$20,590,789	\$742,279
Basic earnings per share	\$5.75	\$0.19	\$19.18	\$0.69

Cathay Lujiazui Life Insurance Co., Ltd. Condensed Balance Sheets

In thousands of Dollars

Items	2022.12.31		2021.12.31	
	NTS	US\$	NTS	US\$
Assets				
Cash and cash equivalents	\$1,835,530	\$59,731	\$1,852,041	\$66,764
Receivables	1,301,882	42,365	1,201,703	43,320
Financial assets at fair value through profit or loss	78,887,871	2,567,129	61,882,646	2,230,809
Financial assets at amortized cost	927,675	30,188	1,598,444	57,622
Loans	2,716,492	88,399	1,881,390	67,822
Reinsurance assets	130,024	4,231	146,165	5,269
Property and equipment	108,383	3,527	124,619	4,493
Right-of-use assets	392,137	12,761	482,014	17,376
Intangible assets	30,635	997	36,614	1,320
Other assets	2,718,729	88,471	2,652,013	95,603
Separate account insurance product assets	107,378	3,494	113,421	4,089
Total	\$89,156,736	\$2,901,293	\$71,971,070	\$2,594,487
Liabilities				
Payables	\$1,826,664	\$59,442	\$1,930,185	\$69,581
Insurance liabilities	55,809,781	1,816,133	42,119,906	1,518,382
Reserve for insurance contracts with the nature of financial instruments	17,299,351	562,947	14,023,748	505,542
Lease liabilities	396,652	12,908	476,031	17,160
Deferred tax liabilities	-	-	51,473	1,856
Other liabilities	262,479	8,541	168,016	6,057
Separate account insurance product liabilities	107,378	3,494	113,421	4,089
Total liabilities	75,702,305	2,463,465	58,882,780	2,122,667
Equity				
Capital	13,497,155	439,218	13,497,155	486,559
Retained earnings	(126,603)	(4,120)	(621,075)	(22,389)
Other equity	83,879	2,730	212,210	7,650
Total equity	13,454,431	437,828	13,088,290	471,820
Total	\$89,156,736	\$2,901,293	\$71,971,070	\$2,594,487

Cathay Lujiazui Life Insurance Co., Ltd. Condensed Statement of Comprehensive Income

In Thousands of Dollars

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NTS	US\$	NTS	US\$
Operating revenue	\$20,888,363	\$679,738	\$18,345,788	\$661,348
Operating costs	(18,334,386)	(596,628)	(15,643,108)	(563,919)
Operating expenses	(1,995,335)	(64,931)	(1,998,723)	(72,052)
Operating income	558,642	18,179	703,957	25,377
Non-operating income and expenses	3,293	107	(7,629)	(275)
Profit before income tax	561,935	18,286	696,328	25,102
Income tax (expense) benefit	(67,463)	(2,195)	83,420	3,007
Net income	494,472	16,091	779,748	28,109
Other comprehensive (loss) income	(128,331)	(4,176)	276,253	9,959
Total comprehensive income	\$366,141	\$11,915	\$1,056,001	\$38,068
Basic earnings per share	Note	Note	Note	Note

Note: Cathay Lujiazui Life is a limited company, and no information is disclosed accordingly.

Cathay Life Insurance Company (Vietnam) Condensed Balance Sheets

In thousands of Dollars



Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Cash and cash equivalents	\$6,782,736	\$220,720	\$7,542,688	\$271,907
Receivables	1,194,013	38,855	845,623	30,484
Financial assets at fair value through profit or loss	17,937,985	583,729	19,132,941	689,724
Financial assets at amortized cost	6,980,041	227,141	4,505,033	162,402
Loans	222,670	7,246	125,084	4,509
Property and equipment	14,917	485	14,213	512
Right-of-use assets	118,200	3,846	143,836	5,185
Intangible assets	1,838	60	2,840	102
Other assets	104,790	3,410	99,376	3,582
Total	\$33,357,190	\$1,085,492	\$32,411,634	\$1,168,407
Liabilities				
Payables	\$270,681	\$8,808	\$246,485	\$8,886
Insurance liabilities	11,786,830	383,561	9,248,547	333,401
Lease liabilities	112,695	3,667	140,702	5,072
Total liabilities	12,170,206	396,036	9,635,734	347,359
Equity				
Capital	20,370,930	662,900	20,370,930	734,352
Retained earnings	799,613	26,021	(849,469)	(30,623)
Other equity	16,441	535	3,254,439	117,319
Total equity	21,186,984	689,456	22,775,900	821,048
Total	\$33,357,190	\$1,085,492	\$32,411,634	\$1,168,407

Cathay Life Insurance Company (Vietnam) Condensed Statement of Comprehensive Income

In Thousands of Dollars

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Operating revenue	\$5,554,183	\$180,741	\$4,409,627	\$158,963
Operating costs	(2,700,752)	(87,886)	(3,266,336)	(117,748)
Operating expenses	(1,217,376)	(39,615)	(1,062,407)	(38,299)
Operating income	1,636,055	53,240	80,884	2,916
Non-operating income and expenses	13,027	424	7,126	257
Profit before income tax	1,649,082	53,664	88,010	3,173
Net income	1,649,082	53,664	88,010	3,173
Other comprehensive (loss) income	(3,237,998)	(105,369)	426,153	15,362
Total comprehensive (loss) income	(\$1,588,916)	(\$51,705)	\$514,163	\$18,535
Basic earnings per share	Note	Note	Note	Note

Note: Cathay Life (Vietnam) is a limited company, and no information is disclosed accordingly.

Lin Yuan (Shanghai) Real Estate Co., Ltd. Condensed Balance Sheets

In Thousands of Dollars

Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Current assets	\$320,956	\$10,444	\$359,984	\$12,977
Financial assets at amortized cost	1,656,563	53,907	1,410,695	50,854
Investment property	7,165,185	233,166	7,050,213	254,154
Property and equipment	2	-	2	-
Total	\$9,142,706	\$297,517	\$8,820,894	\$317,985
Liabilities				
Current liabilities	\$10,048	\$327	\$12,783	\$461
Deferred tax liabilities	623,793	20,299	571,471	20,601
Other non-current liabilities	75,167	2,446	88,627	3,195
Total liabilities	709,008	23,072	672,881	24,257
Equity				
Capital	7,223,435	235,061	7,223,435	260,398
Retained earnings	1,683,414	54,781	1,541,757	55,579
Other equity	(473,151)	(15,397)	(617,179)	(22,249)
Total equity	8,433,698	274,445	8,148,013	293,728
Total	\$9,142,706	\$297,517	\$8,820,894	\$317,985

Lin Yuan (Shanghai) Real Estate Co., Ltd. Condensed Statement of Comprehensive Income

In Thousands of Dollars

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Operating revenue	\$229,929	\$7,482	\$329,311	\$11,871
Operating expenses	(41,053)	(1,336)	(41,639)	(1,501)
Profit before income tax	188,876	6,146	287,672	10,370
Income tax expense	(47,219)	(1,536)	(71,918)	(2,593)
Net income	141,657	4,610	215,754	7,777
Other comprehensive income (loss)	144,028	4,687	(34,125)	(1,230)
Total comprehensive income	\$285,685	\$9,297	\$181,629	\$6,547
Basic earnings per share	Note	Note	Note	Note

Note: Lin Yuan is a limited company, and no information is disclosed accordingly.

Cathay Woolgate Exchange Holding 1 Limited Condensed Balance Sheets

In Thousands of Dollars

Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Current assets	\$1,114,523	\$36,268	\$3,215,377	\$115,911
Investment property	11,480,810	373,603	9,927,363	357,872
Total	\$12,595,333	\$409,871	\$13,142,740	\$473,783
Liabilities				
Current liabilities	\$315	\$10	\$151	\$5
Total liabilities	315	10	151	5
Equity				
Capital	16,654,013	541,947	16,654,013	600,361
Retained earnings	772,897	25,151	1,229,459	44,321
Other equity	(4,831,892)	(157,237)	(4,740,883)	(170,904)
Total equity	12,595,018	409,861	13,142,589	473,778
Total	\$12,595,333	\$409,871	\$13,142,740	\$473,783

Cathay Woolgate Exchange Holding 1 Limited Condensed Statement of Comprehensive Income

In Thousands of Dollars

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Operating (loss) revenue	(\$300,002)	(\$9,763)	\$479,060	\$17,270
Operating expenses	(156,560)	(5,095)	(108,213)	(3,901)
Net (loss) profit before income tax	(456,562)	(14,858)	370,847	13,369
Income tax expense	-	-	(32,379)	(1,167)
Net (loss) income	(456,562)	(14,858)	338,468	12,202
Other comprehensive loss	(91,009)	(2,962)	(567,573)	(20,460)
Total comprehensive loss	(\$547,571)	(\$17,820)	(\$229,105)	(\$8,258)
Basic earnings per share	Note	Note	Note	Note

Note: Cathay Woolgate Exchange Holding 1 Limited is a limited company, and no information is disclosed accordingly.



Cathay Walbrook Holding 1 Limited Condensed Balance Sheets

In Thousands of Dollars

Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Current assets	\$1,281,867	\$41,714	\$1,096,093	\$39,513
Investment property	17,900,456	582,508	19,233,996	693,367
Other non-current assets	155	5	155	6
Total	\$19,182,478	\$624,227	\$20,330,244	\$732,886
Liabilities				
Current liabilities	\$19,104	\$622	\$11,769	\$424
Non-current liabilities	11,655,757	379,296	11,734,835	423,030
Total liabilities	11,674,861	379,918	11,746,604	423,454
Equity				
Capital	10,189,090	331,568	10,189,090	367,307
Retained earnings	(330,504)	(10,755)	682,254	24,595
Other equity	(2,350,969)	(76,504)	(2,287,704)	(82,470)
Total equity	7,507,617	244,309	8,583,640	309,432
Total	\$19,182,478	\$624,227	\$20,330,244	\$732,886

Cathay Walbrook Holding 1 Limited Condensed Statement of Comprehensive Income

In Thousands of Dollars

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Operating (loss) revenue	(\$416,942)	(\$13,568)	\$578,970	\$20,871
Operating costs	(486,023)	(15,816)	(373,332)	(13,458)
Operating expenses	47,551	1,547	(103,175)	(3,719)
Net (loss) profit before income tax	(855,414)	(27,837)	102,463	3,694
Income tax expense	(157,344)	(5,120)	(14,813)	(534)
Net (loss) income	(1,012,758)	(32,957)	87,650	3,160
Other comprehensive loss	(63,265)	(2,058)	(372,053)	(13,412)
Total comprehensive loss	(\$1,076,023)	(\$35,015)	(\$284,403)	(\$10,252)
Basic earnings per share	Note	Note	Note	Note

Note: Cathay Walbrook Holding 1 Limited is a limited company, and no information is disclosed accordingly.

Cathay Walbrook Holding 2 Limited Condensed Balance Sheets

In Thousands of Dollars

Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Current assets	\$68,378	\$2,225	\$60,002	\$2,163
Investment property	942,129	30,658	1,012,316	36,493
Other non-current assets	154	5	155	6
Total	\$1,010,661	\$32,888	\$1,072,473	\$38,662
Liabilities				
Current liabilities	\$1,348	\$44	\$765	\$28
Non-current liabilities	620,677	20,197	624,888	22,527
Total liabilities	622,025	20,241	625,653	22,555
Equity				
Capital	536,268	17,451	536,268	19,332
Retained earnings	(24,382)	(793)	30,497	1,099
Other equity	(123,250)	(4,011)	(119,945)	(4,324)
Total equity	388,636	12,647	446,820	16,107
Total	\$1,010,661	\$32,888	\$1,072,473	\$38,662

Cathay Walbrook Holding 2 Limited Condensed Statement of Comprehensive Income

In Thousands of Dollars

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Operating (loss) revenue	(\$21,953)	(\$714)	\$30,470	\$1,098
Operating costs	(25,901)	(843)	(19,654)	(709)
Operating expenses	962	31	(6,412)	(231)
Net (loss) profit before income tax	(46,892)	(1,526)	4,404	158
Income tax expense	(7,987)	(260)	(262)	(9)
Net (loss) income	(54,879)	(1,786)	4,142	149
Other comprehensive loss	(3,305)	(108)	(19,372)	(698)
Total comprehensive loss	(\$58,184)	(\$1,894)	(\$15,230)	(\$549)
Basic earnings per share	Note	Note	Note	Note

Note: Cathay Walbrook Holding 2 Limited is a limited company, and no information is disclosed accordingly.

Conning Holdings Limited Condensed Balance Sheets

In Thousands of Dollars



Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Current assets	\$7,690,318	\$250,255	\$7,034,087	\$253,572
Financial assets at fair value through profit or loss	1,324,895	43,114	1,307,534	47,135
Financial assets for hedging	10,697	348	-	-
Financial assets at fair value through other comprehensive income	3,233	105	5,869	212
Property and equipment	1,001,347	32,585	1,021,594	36,827
Right-of-use assets	682,225	22,201	730,368	26,329
Intangible assets	15,027,072	489,003	13,903,052	501,192
Deferred tax assets	245,430	7,987	279,750	10,085
Other non-current assets	416,118	13,541	573,359	20,669
Total	\$26,401,335	\$859,139	\$24,855,613	\$896,021
Liabilities				
Current liabilities	\$3,838,679	\$124,916	\$4,104,453	\$147,962
Financial liabilities for hedging	-	-	20,956	755
Lease liabilities	797,130	25,940	833,975	30,064
Deferred tax liabilities	892,015	29,027	874,900	31,539
Other non-current liabilities	2,893,005	94,143	3,770,745	135,932
Total liabilities	8,420,829	274,026	9,605,029	346,252
Equity				
Capital	99,343	3,233	99,343	3,581
Capital surplus	15,624,196	508,435	15,624,196	563,237
Retained earnings	4,944,688	160,907	4,091,681	147,501
Other equity	(3,417,918)	(111,224)	(5,701,220)	(205,523)
Non-controlling interests	730,197	23,762	1,136,584	40,973
Total equity	17,980,506	585,113	15,250,584	549,769
Total	\$26,401,335	\$859,139	\$24,855,613	\$896,021

Conning Holdings Limited Condensed Statement of Comprehensive Income

In Thousands of Dollars

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Operating revenue	\$10,302,677	\$335,264	\$10,453,473	\$376,837
Operating costs	(1,153,404)	(37,533)	(952,363)	(34,332)
Operating expenses	(7,006,627)	(228,006)	(6,873,983)	(247,800)
Operating income	2,142,646	69,725	2,627,127	94,705
Non-operating income and expenses	(1,475)	(48)	-	-
Profit before income tax	2,141,171	69,677	2,627,127	94,705
Income tax expense	(410,996)	(13,374)	(541,300)	(19,513)
Net income	1,730,175	56,303	2,085,827	75,192
Other comprehensive income (loss)	1,652,942	53,789	(416,618)	(15,019)
Total comprehensive income	\$3,383,117	\$110,092	\$1,669,209	\$60,173
Basic earnings per share	Note	Note	Note	Note

Note: CHL is a limited company, and no information is disclosed accordingly.

Cathay Industry Research and Development Center Co., Ltd. Condensed Balance Sheets

In thousands of Dollars

Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Current assets	\$387,849	\$12,621	\$577,941	\$20,834
Investment property	1,665,758	54,206	1,649,664	59,469
Deferred tax assets	36,938	1,202	12,366	445
Other non-current assets	148,726	4,840	148,726	5,362
Total	\$2,239,271	\$72,869	\$2,388,697	\$86,110
Liabilities				
Current liabilities	\$364	\$12	\$288	\$10
Leased liabilities	1,386,676	45,125	1,471,391	53,042
Total liabilities	1,387,040	45,137	1,471,679	53,052
Equity				
Share Capital	1,000,000	32,541	1,000,000	36,049
Retained earnings	(147,769)	(4,809)	(82,982)	(2,991)
Total equity	852,231	27,732	917,018	33,058
Total	\$2,239,271	\$72,869	\$2,388,697	\$86,110

Cathay Industry Research and Development Center Co., Ltd. Condensed Statement of Comprehensive Income

In Thousands of Dollars, Except Loss Per Share

Items	2022.1.1~2022.12.31		2021.1.8~2021.12.31	
	NT\$	US\$	NT\$	US\$
Operating loss	(\$32,921)	(\$1,071)	(\$33,281)	(\$1,200)
Operating costs	(54,284)	(1,767)	(57,600)	(2,076)
Operating expenses	(1,635)	(53)	(4,467)	(161)
Operating loss	(88,840)	(2,891)	(95,348)	(3,437)
Non-operating income and expenses	(519)	(17)	-	-
Loss before income tax	(89,359)	(2,908)	(95,348)	(3,437)
Income tax benefit	24,572	800	12,366	446
Net loss	(64,787)	(2,108)	(82,982)	(2,991)
Other comprehensive income	-	-	-	-
Total comprehensive loss	(\$64,787)	(\$2,108)	(\$82,982)	(\$2,991)
Basic loss per share	\$(0.65)	\$(0.02)	\$(0.83)	\$(0.03)

Note: Cathay Industrial R&D Center has been included in the consolidated financial statements as a subsidiary since January 8, 2021.

Cathay Power Inc. Condensed Balance Sheets

In thousands of Dollars



Items	2022.12.31	
	NT\$	US\$
Assets		
Current assets	\$822,652	\$26,770
Equity investments accounted for using the equity method	18,519	603
Property and equipment	10,225,745	332,761
Right-of-use assets	632,753	20,591
Intangible assets	98,995	3,221
Deferred tax assets	104	3
Other non-current assets	1,114,328	36,262
Total	\$12,913,096	\$420,211
Liabilities		
Current liabilities	\$1,989,934	\$64,755
Lease liabilities	650,255	21,160
Other non-current liabilities	5,967,817	194,202
Total liabilities	8,608,006	280,117
Equity		
Share capital	3,703,770	120,526
Capital surplus	152,479	4,962
Retained earnings	101,849	3,314
Non-controlling interests	346,992	11,292
Total equity	4,305,090	140,094
Total	\$12,913,096	\$420,211

Cathay Power Inc. Condensed Statement of Comprehensive Income

In Thousands of Dollars, Except Earnings Per Share

Items	2022.11.25~2022.12.31	
	NT\$	US\$
Operating revenue	\$158,389	\$5,154
Operating costs	(124,897)	(4,064)
Operating expenses	(31,901)	(1,038)
Profit before income tax	1,591	52
Income tax expense	(1,412)	(46)
Net income	179	6
Other comprehensive income	-	-
Total comprehensive income	\$179	\$6
Basic earnings per share	\$0.0005	\$-

Note: Cathay Power Inc. has been included in the consolidated financial statements as a subsidiary since November 25, 2022. EPS was calculated from November 25, 2022 to December 31, 2022.

Cathay Century Insurance Co., Ltd. Condensed Balance Sheets

In thousands of Dollars

Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Cash and cash equivalents	\$17,469,850	\$568,495	\$11,717,250	\$422,395
Receivables	3,008,730	97,909	3,149,045	113,520
Financial assets at fair value through profit or loss	7,556,797	245,909	12,870,139	463,956
Financial assets at fair value through other comprehensive income	685,847	22,318	728,828	26,274
Financial assets at amortized cost	8,188,609	266,470	6,473,589	233,367
Investments accounted for using the equity method	3,071,528	99,952	2,931,407	105,674
Loans	137,944	4,489	186,463	6,722
Reinsurance assets	13,184,889	429,056	9,663,893	348,374
Property and equipment	342,422	11,143	215,061	7,753
Right-of-use assets	107,795	3,508	223,944	8,073
Intangible assets	103,698	3,374	89,962	3,243
Deferred tax assets	4,581,004	149,073	240,062	8,654
Other assets	1,295,764	42,166	822,759	29,660
Total	\$59,734,877	\$1,943,862	\$49,312,402	\$1,777,665
Liabilities				
Payables	\$3,055,725	\$99,438	\$3,714,215	\$133,894
Financial liabilities at fair value through profit or loss	178,805	5,819	72	3
Lease liabilities	107,196	3,488	223,979	8,074
Insurance liabilities	41,669,416	1,355,985	29,371,916	1,058,829
Other liabilities	429,975	13,992	819,688	29,549
Provisions	307,135	9,995	464,271	16,737
Deferred tax liabilities	1,186,899	38,623	270,948	9,767
Total liabilities	46,935,151	1,527,340	34,865,089	1,256,853
Equity				
Share capital	7,057,052	229,647	3,057,052	110,204
Capital surplus	16,557,271	538,798	518,326	18,685
Retained earnings	(9,785,540)	(318,436)	10,437,359	376,257
Other equity	(1,029,057)	(33,487)	434,576	15,666
Total equity	12,799,726	416,522	14,447,313	520,812
Total	\$59,734,877	\$1,943,862	\$49,312,402	\$1,777,665

Cathay Century Insurance Co., Ltd. Condensed Statement of Comprehensive Income

In Thousands of Dollars, Except (Loss) Earnings Per Share

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Operating revenue	\$22,971,386	\$747,523	\$21,836,128	\$787,171
Operating costs	(43,184,072)	(1,405,274)	(14,791,152)	(533,207)
Operating expenses	(4,327,783)	(140,833)	(4,530,579)	(163,323)
Operating (loss) profit	(24,540,469)	(798,584)	2,514,397	90,641
Non-operating income and expenses	7,913	258	42,366	1,527
(Loss) Profit before income tax	(24,532,556)	(798,326)	2,556,763	92,168
Income tax benefit (expense)	4,911,025	159,812	(381,465)	(13,751)
Net (loss) income	(19,621,531)	(638,514)	2,175,298	78,417
Other comprehensive (loss) income	(1,463,633)	(47,629)	525,611	18,948
Total comprehensive (loss) income	(\$21,085,164)	(\$686,143)	\$2,700,909	\$97,365
Basic (loss) earnings per share	(\$47.56)	(\$1.55)	\$7.12	\$0.26

Cathay Insurance (Vietnam) Co., Ltd Condensed Balance Sheets

In thousands of Dollars



Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Cash and cash equivalents	\$288,862	\$9,400	\$256,037	\$9,230
Receivables	144,437	4,700	59,907	2,160
Financial assets at amortized cost	664,676	21,630	588,882	21,229
Reinsurance assets	385,847	12,556	217,594	7,844
Property and equipment	3,989	130	6,094	220
Right-of-use assets	7,236	235	13,102	472
Intangible assets	34,729	1,130	18,853	680
Other assets	60,429	1,966	54,378	1,960
Total	\$1,590,205	\$51,747	\$1,214,847	\$43,795
Liabilities				
Payables	\$281,185	\$9,150	\$198,718	\$7,164
Insurance liabilities	576,547	18,762	358,981	12,941
Lease liabilities	7,520	245	13,504	487
Deferred tax liabilities	135	4	93	3
Other liabilities	24,012	781	16,488	594
Total liabilities	889,399	28,942	587,784	21,189
Equity				
Capital	845,585	27,517	845,585	30,483
Retained earnings	(3,712)	(121)	(30,185)	(1,088)
Other equity	(141,067)	(4,591)	(188,337)	(6,789)
Total equity	700,806	22,805	627,063	22,606
Total	\$1,590,205	\$51,747	\$1,214,847	\$43,795

Cathay Insurance (Vietnam) Co., Ltd Condensed Statement of Comprehensive Income

In Thousands of Dollars

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Operating revenue	\$459,601	\$14,956	\$360,019	\$12,978
Operating costs	(118,253)	(3,848)	(80,504)	(2,902)
Operating expenses	(307,874)	(10,019)	(241,497)	(8,706)
Operating income	33,474	1,089	38,018	1,370
Non-operating income and expenses	134	4	(841)	(30)
Profit before income tax	33,608	1,093	37,177	1,340
Income tax expense	(7,136)	(232)	(10,112)	(365)
Net income	26,472	861	27,065	975
Other comprehensive income (loss)	47,271	1,538	(10,502)	(379)
Total comprehensive income	\$73,743	\$2,399	\$16,563	\$596
Basic earnings per share	Note	Note	Note	Note

Note: Cathay Insurance (Vietnam) is a limited company, and no information is disclosed accordingly.

Cathay United Bank Co., Ltd. Condensed Balance Sheets

In thousands of Dollars

Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Cash and cash equivalents	\$106,863,137	\$3,477,486	\$61,282,356	\$2,209,169
Due from the Central Bank and call loans to banks	259,255,611	8,436,564	212,890,343	7,674,490
Financial assets at fair value through profit or loss	230,116,229	7,488,325	281,821,324	10,159,384
Financial assets at fair value through other comprehensive income	445,571,701	14,499,567	281,577,371	10,150,590
Debt instruments at amortized cost	513,909,296	16,723,374	570,526,304	20,566,918
Notes and bonds purchased under resale agreements	17,613,991	573,186	34,175,439	1,231,991
Receivables	118,560,892	3,858,148	103,077,662	3,715,849
Assets held for sale	-	-	283,087	10,205
Loans	1,960,898,333	63,810,554	1,732,854,284	62,467,710
Investments accounted for using the equity method	26,210,448	852,927	26,111,194	941,283
Other financial assets	4,407,889	143,439	8,693,946	313,408
Property and equipment	23,065,875	750,598	23,360,033	842,106
Right-of-use assets	3,094,570	100,702	3,116,075	112,332
Investment property	2,220,443	72,257	657,440	23,700
Intangible assets	7,851,363	255,495	7,771,516	280,156
Deferred tax assets	3,891,662	126,640	4,612,273	166,268
Other assets	37,564,033	1,222,390	27,266,908	982,946
Total	\$3,761,095,473	\$122,391,652	\$3,380,077,555	\$121,848,505
Liabilities				
Deposits from the Central Bank and banks	\$80,353,346	\$2,614,818	\$62,610,289	\$2,257,040
Due to the Central Bank and banks	-	-	1,076,000	38,789
Financial liabilities at fair value through profit or loss	118,438,521	3,854,166	74,475,373	2,684,765
Notes and bonds under repurchase agreements	27,425,356	892,462	31,297,585	1,128,247
Payables	32,031,854	1,042,364	24,704,942	890,589
Current tax liabilities	213,942	6,962	21,690	782
Deposits and remittances	3,152,915,221	102,600,560	2,846,473,269	102,612,591
Financial debentures payable	37,147,398	1,208,832	46,800,000	1,687,094
Other financial liabilities	53,934,322	1,755,103	28,655,043	1,032,986
Provisions	3,920,792	127,588	3,780,862	136,296
Lease liabilities	3,108,736	101,163	3,134,128	112,982
Deferred tax liabilities	1,613,297	52,499	2,554,019	92,070
Other liabilities	12,258,460	398,909	8,143,243	293,556
Total liabilities	3,523,361,245	114,655,426	3,133,726,443	112,967,787
Equity				
Share capital	108,598,655	3,533,962	106,985,830	3,856,735
Capital surplus	38,858,661	1,264,519	38,687,276	1,394,639
Retained earnings	104,851,907	3,412,037	98,502,438	3,550,917
Other equity	(14,574,995)	(474,292)	2,175,568	78,427
Total equity	237,734,228	7,736,226	246,351,112	8,880,718
Total	\$3,761,095,473	\$122,391,652	\$3,380,077,555	\$121,848,505

Cathay United Bank Co., Ltd. Condensed Statement of Comprehensive Income

In Thousands of Dollars, Except Earnings Per Share

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Interest income	\$63,225,297	\$2,057,445	\$43,142,092	\$1,555,230
Interest expense	(18,151,219)	(590,668)	(7,410,699)	(267,148)
Net interest income	45,074,078	1,466,777	35,731,393	1,288,082
Net income and gains other than interest income	26,203,204	852,691	25,478,800	918,486
Profit from operations	71,277,282	2,319,468	61,210,193	2,206,568
Provision for bad debt, commitments and guarantee reserve	(4,407,253)	(143,419)	(2,568,304)	(92,585)
Operating expenses	(36,089,834)	(1,174,417)	(31,925,693)	(1,150,890)
Profit before income tax	30,780,195	1,001,632	26,716,196	963,093
Income tax expense	(5,190,000)	(168,890)	(3,372,000)	(121,557)
Net income	25,590,195	832,742	23,344,196	841,536
Other comprehensive loss	(18,330,589)	(596,505)	(3,757,956)	(135,471)
Total comprehensive income	\$7,259,606	\$236,237	\$19,586,240	\$706,065
Basic earnings per share	\$2.36	\$0.08	\$2.15	\$0.08

Indovina Bank Limited Condensed Balance Sheets

In thousands of Dollars



Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Cash and cash equivalents	\$11,726,117	\$381,585	\$2,494,098	\$89,910
Due from the Central Bank and call loans to banks	6,160,133	200,460	3,811,523	137,402
Financial assets at fair value through profit or loss	1,741,394	56,668	1,859,334	67,027
Financial assets at fair value through other comprehensive income	9,013,045	293,298	11,057,387	398,608
Notes and bonds purchased under resale agreements	5,152,217	167,661	7,853,676	283,117
Receivables	739,096	24,051	523,166	18,860
Current tax assets	9,243	301	-	-
Loans	39,451,591	1,283,814	40,041,334	1,443,451
Property and equipment	701,477	22,827	658,932	23,754
Right-of-use assets	135,118	4,397	150,666	5,431
Intangible assets	31,593	1,028	33,834	1,220
Deferred tax assets	200,063	6,510	-	-
Other assets	70,250	2,286	44,559	1,606
Total	\$75,131,337	\$2,444,886	\$68,528,509	\$2,470,386
Liabilities				
Due to the Central Bank and banks	\$16,402,025	\$533,746	\$8,970,476	\$323,377
Financial liabilities at fair value through profit or loss	\$238,963	\$7,776	-	-
Payables	1,348,714	43,889	1,340,803	48,334
Current tax liabilities	-	-	28,618	1,032
Deposits and remittances	49,003,715	1,594,654	49,034,608	1,767,650
Provisions	5,082	166	10,510	379
Lease liabilities	110,381	3,592	119,898	4,322
Deferred tax liabilities	20,693	673	248,672	8,964
Other liabilities	22,049	718	22,744	820
Total liabilities	67,151,622	2,185,214	59,776,329	2,154,878
Equity				
Capital	6,094,911	198,337	6,094,911	219,716
Retained earnings	1,627,815	52,972	2,220,811	80,058
Other equity	256,989	8,363	436,458	15,734
Total equity	7,979,715	259,672	8,752,180	315,508
Total	\$75,131,337	\$2,444,886	\$68,528,509	\$2,470,386

Indovina Bank Limited Condensed Statement of Comprehensive Income

In Thousands of Dollars

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Interest income	\$4,276,573	\$139,166	\$3,650,325	\$131,591
Interest expense	(2,211,393)	(71,962)	(2,134,125)	(76,933)
Net interest income	2,065,180	67,204	1,516,200	54,658
Net income and gains other than interest income	45,966	1,496	659,130	23,761
Profit from operations	2,111,146	68,700	2,175,330	78,419
Provision for bad debt, commitments and guarantee reserve	(1,094,173)	(35,606)	(336,582)	(12,133)
Operating expenses	(718,044)	(23,366)	(700,466)	(25,251)
Profit before income tax	298,929	9,728	1,138,282	41,035
Income tax expense	(55,913)	(1,819)	(210,046)	(7,572)
Net income	243,016	7,909	928,236	33,463
Other comprehensive (loss) income	(179,469)	(5,840)	48,662	1,754
Total comprehensive income	\$63,547	\$2,069	\$976,898	\$35,217
Basic earnings per share	Note	Note	Note	Note

Note: Indovina Bank is a limited company, and no information is disclosed accordingly.

Cathay United Bank (Cambodia) Corporation Limited Condensed Balance Sheets

In thousands of Dollars

Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Cash and cash equivalents	\$1,499,607	\$48,799	\$1,040,261	\$37,500
Due from the Central Bank and call loans to banks	2,071,557	67,412	1,971,574	71,073
Financial assets at fair value through other comprehensive income	786	26	709	26
Debt instruments at amortized cost	150,523	4,898	-	-
Receivables	145,177	4,724	89,283	3,219
Current tax assets	-	-	11,499	415
Loans	13,218,727	430,157	8,655,553	312,024
Property and equipment	196,749	6,403	161,193	5,811
Right-of-use assets	59,547	1,938	72,804	2,625
Intangible assets	28,549	929	27,674	998
Deferred tax assets	19,238	626	-	-
Other assets	75,737	2,465	53,371	1,924
Total	\$17,466,197	\$568,377	\$12,083,921	\$435,615
Liabilities				
Deposits from the Central Bank and banks	\$6,120,991	\$199,186	\$1,901,982	\$68,565
Payables	358,303	11,660	290,151	10,460
Current tax liabilities	107,384	3,494	33,186	1,196
Deposits and remittances	7,421,413	241,504	6,820,455	245,871
Provisions	1,959	64	791	29
Lease liabilities	66,423	2,162	78,264	2,821
Deferred tax liabilities	-	-	951	34
Other liabilities	7,400	241	9,452	341
Total liabilities	14,083,873	458,311	9,135,232	329,317
Equity				
Share capital	3,020,769	98,300	3,020,769	108,896
Retained earnings	310,305	10,098	204,547	7,374
Other equity	51,250	1,668	(276,627)	(9,972)
Total equity	3,382,324	110,066	2,948,689	106,298
Total	\$17,466,197	\$568,377	\$12,083,921	\$435,615

Cathay United Bank (Cambodia) Corporation Limited Condensed Statement of Comprehensive Income

In Thousands of Dollars, Except Earnings Per Share

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Interest income	\$923,209	\$30,043	\$651,624	\$23,490
Interest expense	(257,339)	(8,374)	(156,262)	(5,633)
Net interest income	665,870	21,669	495,362	17,857
Net income and gains other than interest income	34,964	1,138	37,753	1,361
Profit from operations	700,834	22,807	533,115	19,218
Provision for bad debt, commitments and guarantee reserve	(17,651)	(574)	(38,475)	(1,387)
Operating expenses	(519,710)	(16,912)	(376,833)	(13,584)
Profit before income tax	163,473	5,321	117,807	4,247
Income tax expense	(57,715)	(1,878)	(15,685)	(565)
Net income	105,758	3,443	102,122	3,682
Other comprehensive income (loss)	327,877	10,670	(86,349)	(3,113)
Total comprehensive income	\$433,635	\$14,113	\$15,773	\$569
Basic earnings per share	\$1.06	\$0.03	\$1.02	\$0.04

Cathay United Bank (China) Co., Ltd. Condensed Balance Sheets

In Thousands of Dollars



Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Cash and cash equivalents	\$541,650	\$17,626	\$1,615,702	\$58,244
Due from the Central Bank and call loans to banks	8,145,207	265,057	22,393,494	807,264
Financial assets at fair value through profit or loss	2,442,420	79,480	1,673,876	60,342
Financial assets at fair value through other comprehensive income	25,594,789	832,893	20,733,071	747,407
Debt instruments at amortized cost	2,803,163	91,219	1,375,438	49,583
Receivables	18,388,786	598,399	7,541,894	271,878
Current tax assets	-	-	2,740	99
Loans	31,513,806	1,025,506	25,525,489	920,169
Property and equipment	212,199	6,905	246,740	8,895
Right-of-use assets	323,770	10,536	320,821	11,565
Intangible assets	142,248	4,629	124,881	4,502
Deferred tax assets	28,268	920	-	-
Other assets	307,237	9,998	247,577	8,925
Total	\$90,443,543	\$2,943,168	\$81,801,723	\$2,948,873
Liabilities				
Deposits from the Central Bank and banks	\$9,165,034	\$298,244	\$13,033,185	\$469,834
Financial liabilities at fair value through profit or loss	2,375,394	77,299	1,409,559	50,813
Notes and bonds sold under repurchase agreements	3,306,450	107,597	5,864,067	211,394
Payables	18,853,960	613,536	8,057,273	290,457
Current tax liabilities	3,111	101	-	-
Deposits and remittances	36,821,499	1,198,226	33,365,635	1,202,799
Other financial liabilities	2,084,874	67,845	2,847,686	102,656
Provisions	14,827	482	18,004	649
Lease liabilities	351,120	11,426	346,824	12,503
Deferred tax liabilities	-	-	68,479	2,468
Other liabilities	661,333	21,521	206,747	7,453
Total liabilities	73,637,602	2,396,277	65,217,459	2,351,026
Equity				
Capital	14,377,562	467,867	14,377,562	518,297
Capital surplus	2,522,670	82,092	2,522,670	90,940
Retained earnings	1,033,905	33,645	774,025	27,903
Other equity	(1,128,196)	(36,713)	(1,089,993)	(39,293)
Total equity	16,805,941	546,891	16,584,264	597,847
Total	\$90,443,543	\$2,943,168	\$81,801,723	\$2,948,873

Cathay United Bank (China) Co., Ltd. Condensed Statement of Comprehensive Income

In Thousands of Dollars

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Interest income	\$2,079,255	\$67,662	\$1,986,063	\$71,596
Interest expense	(1,179,893)	(38,395)	(1,189,963)	(42,897)
Net interest income	899,362	29,267	796,100	28,699
Net income and gains other than interest income	349,118	11,361	441,574	15,918
Profit from operations	1,248,480	40,628	1,237,674	44,617
Provision for bad debt, commitment and guarantee reserve	(4,917)	(160)	(42,773)	(1,542)
Operating expenses	(988,694)	(32,174)	(882,933)	(31,829)
Profit before income tax	254,869	8,294	311,968	11,246
Income tax benefit (expense)	5,011	163	(73,452)	(2,648)
Net income	259,880	8,457	238,516	8,598
Other comprehensive (loss) income	(38,202)	(1,243)	105,415	3,800
Total comprehensive income	\$221,678	\$7,214	\$343,931	\$12,398
Basic earnings per share	Note	Note	Note	Note

Note: CUBCN BANK is a limited company, and no information is disclosed accordingly.

Cathay Securities Corporation Condensed Balance Sheets

In thousands of Dollars

Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Current assets	\$32,104,696	\$1,044,735	\$53,111,858	\$1,914,631
Financial assets at fair value through other comprehensive income - non-current	286	9	394	14
Investments accounted for using the equity method	2,439,948	79,400	2,666,452	96,123
Property and equipment	257,337	8,374	256,768	9,256
Right-of-use assets	117,555	3,826	151,406	5,458
Intangible assets	64,968	2,114	60,232	2,171
Deferred tax assets	128,637	4,186	13,579	490
Other non-current assets	603,267	19,631	608,744	21,945
Total	\$35,716,694	\$1,162,275	\$56,869,433	\$2,050,088
Liabilities				
Current liabilities	\$22,578,609	\$734,742	\$43,654,414	\$1,573,699
Lease liabilities - non-current	\$58,129	\$1,892	94,740	3,415
Deferred tax liabilities	\$5,235	\$170	38,424	1,385
Other non-current liabilities	31,808	1,035	36,821	1,328
Total liabilities	22,673,781	737,839	43,824,399	1,579,827
Equity				
Share capital	7,700,000	250,569	7,300,000	263,158
Capital surplus	914,787	29,769	898,167	32,378
Retained earnings	3,643,095	118,552	3,773,744	136,040
Other equity	785,031	25,546	1,073,123	38,685
Total equity	13,042,913	424,436	13,045,034	470,261
Total	\$35,716,694	\$1,162,275	\$56,869,433	\$2,050,088

Cathay Securities Corporation Condensed Statement of Comprehensive Income

In Thousands of Dollars, Except Earnings Per Share

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Revenues	\$5,439,609	\$177,013	\$6,840,727	\$246,602
Service fee expenses	(319,656)	(10,402)	(459,721)	(16,572)
Employee benefit expenses	(1,618,923)	(52,682)	(1,824,072)	(65,756)
Operating expenses	(1,817,299)	(59,138)	(1,890,293)	(68,143)
Share of (loss) profit of subsidiaries, associates and joint venture accounted for using the equ	(40,542)	(1,319)	8,534	308
Non-operating income and expenses	39,892	1,298	45,201	1,629
Profit before income tax	1,683,081	54,770	2,720,376	98,068
Income tax expense	(273,666)	(8,905)	(519,834)	(18,740)
Net income	1,409,415	45,865	2,200,542	79,328
Other comprehensive (loss) income	(288,092)	(9,375)	527,591	19,019
Total comprehensive income	\$1,121,323	\$36,490	\$2,728,133	\$98,347
Basic earnings per share	\$1.83	\$0.06	\$2.86	\$0.10

Cathay Futures Co., Ltd. Condensed Balance Sheets

In thousands of Dollars



Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Current assets	\$15,572,868	\$506,764	\$12,718,888	\$458,504
Financial assets at fair value through other comprehensive income - non-current	1,000,374	32,554	1,206,888	43,507
Property and equipment	66,280	2,157	67,702	2,441
Investment property	290,341	9,448	291,175	10,497
Right-of-use assets	11,024	359	18,145	654
Intangible assets	24,185	787	11,771	424
Deferred tax assets	252	8	252	9
Other non-current assets	159,513	5,191	156,160	5,629
Total	\$17,124,837	\$557,268	\$14,470,981	\$521,665
Liabilities				
Current liabilities	\$15,126,609	\$492,243	\$12,316,935	\$444,014
Deferred tax liabilities	6,399	208	6,554	236
Other non-current liabilities	6,400	208	14,074	507
Total liabilities	15,139,408	492,659	12,337,563	444,757
Equity				
Share capital	667,000	21,705	667,000	24,045
Capital surplus	2,455	80	680	25
Retained earnings	347,249	11,300	289,585	10,439
Other equity	968,725	31,524	1,176,153	42,399
Total equity	1,985,429	64,609	2,133,418	76,908
Total	\$17,124,837	\$557,268	\$14,470,981	\$521,665

Cathay Futures Co., Ltd. Condensed Statement of Comprehensive Income

In Thousands of Dollars, Except Earnings Per Share

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Revenues	\$460,650	\$14,990	\$373,013	\$13,447
Operating expenses	(488,010)	(15,881)	(385,544)	(13,898)
Operating loss	(27,360)	(891)	(12,531)	(451)
Non-operating income and expenses	136,706	4,449	69,146	2,493
Profit before income tax	109,346	3,558	56,615	2,042
Income tax expense	(17,506)	(570)	(7,341)	(265)
Net income	91,840	2,988	49,274	1,777
Other comprehensive (loss) income	(207,428)	(6,750)	563,511	20,314
Total comprehensive (loss) income	(\$115,588)	(\$3,762)	\$612,785	\$22,091
Basic earnings per share	\$1.38	\$0.04	\$0.74	\$0.03

Cathay Securities (Hong Kong) Limited Condensed Balance Sheets

In thousands of Dollars

Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Current assets	\$1,134,276	\$36,911	\$1,079,351	\$38,909
Investments accounted for using the eq	(74,392)	(2,421)	-	-
Property and equipment	919	30	2,472	89
Right-of-use assets	19,862	646	-	-
Intangible assets	1,960	64	1,768	64
Other non-current assets	31,290	1,018	67,398	2,430
Total	\$1,113,915	\$36,248	\$1,150,989	\$41,492
Liabilities				
Current liabilities	\$653,138	\$21,254	\$600,552	\$21,649
Non-current liabilities	6,072	198	17,202	620
Total liabilities	659,210	21,452	617,754	22,269
Equity				
Capital	1,108,244	36,064	1,108,244	39,951
Retained earnings	(616,678)	(20,068)	(484,305)	(17,458)
Other equity	(36,861)	(1,200)	(90,704)	(3,270)
Total equity	454,705	14,796	533,235	19,223
Total	\$1,113,915	\$36,248	\$1,150,989	\$41,492

Cathay Securities (Hong Kong) Limited Condensed Statement of Comprehensive Income

In thousands of Dollars

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Revenues	\$70,005	\$2,278	\$95,696	\$3,450
Service fee expenses	(2,923)	(95)	(3,156)	(114)
Employee benefit expenses	(46,848)	(1,525)	(51,515)	(1,857)
Operating expenses	(74,921)	(2,438)	(85,143)	(3,069)
Non-operating income and expenses	(77,686)	(2,528)	3,383	122
Net loss	(132,373)	(4,308)	(40,735)	(1,468)
Other comprehensive income (loss)	53,843	1,752	(19,892)	(717)
Total comprehensive loss	(\$78,530)	(\$2,556)	(\$60,627)	(\$2,185)
Basic earnings per share	Note	Note	Note	Note

Note: Cathay Securities (Hong Kong) is a limited company, and no information is disclosed accordingly.



Cathay Capital (Asia) Limited Condensed Balance Sheets

In Thousands of Dollars

Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Current assets	\$693,607	\$22,571	\$1,405,235	\$50,657
Other non-current assets	\$3,386	\$110	-	-
Total	\$696,993	\$22,681	\$1,405,235	\$50,657
Liabilities				
Current liabilities	\$771,387	\$25,102	\$1,398,834	\$50,427
Total liabilities	771,387	25,102	1,398,834	50,427
Equity				
Capital	3,875	126	3,875	139
Retained earnings	(76,012)	(2,474)	2,869	103
Other equity	(2,257)	(73)	(343)	(12)
Total equity	(74,394)	(2,421)	6,401	230
Total	\$696,993	\$22,681	\$1,405,235	\$50,657

Cathay Capital (Asia) Limited Condensed Statement of Comprehensive Income

In Thousands of Dollars

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Operating (loss) revenue	(\$36,727)	(\$1,195)	\$24,688	\$890
Operating costs	(24,621)	(801)	(10,712)	(386)
Operating expenses	(17,634)	(574)	(7,644)	(276)
Non-operating income and expenses	101	3	5	-
Net (loss) profit before income tax	(78,881)	(2,567)	6,337	228
Income tax expense	-	-	(3,029)	(109)
Net (loss) income	(78,881)	(2,567)	3,308	119
Other comprehensive loss	(1,914)	(62)	(161)	(6)
Total comprehensive (loss) income	(\$80,795)	(\$2,629)	\$3,147	\$113
Basic earnings per share	Note	Note	Note	Note

Note: Cathay Capital (Asia) is a limited company, and no information is disclosed accordingly.

Cathay Securities Investment Trust Co., Ltd. Condensed Balance Sheets

In thousands of Dollars

Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Current assets	\$4,007,540	\$130,411	\$3,624,088	\$130,645
Financial assets at fair value through other comprehensive income - non-current	\$13,685	445	\$11,749	424
Investments accounted for using the equity method	390,709	12,714	431,922	15,570
Property and equipment	91,173	2,967	49,274	1,776
Right-of-use assets	53,917	1,755	19,547	705
Intangible assets	58,390	1,900	27,613	995
Deferred tax assets	19,782	644	36,873	1,329
Guarantee deposits paid	325,565	10,594	321,700	11,597
Other non-current assets	10,397	338	17,339	625
Total	\$4,971,158	\$161,768	\$4,540,105	\$163,666
Liabilities				
Current liabilities	\$941,549	\$30,639	\$798,127	\$28,772
Non-current liabilities	101,137	3,291	190,010	6,849
Total liabilities	1,042,686	33,930	988,137	35,621
Equity				
Share capital	1,500,000	48,812	1,500,000	54,074
Capital surplus	23,108	752	16,453	593
Retained earnings	2,481,215	80,742	2,162,703	77,963
Other equity	(75,851)	(2,468)	(127,188)	(4,585)
Total equity	3,928,472	127,838	3,551,968	128,045
Total	\$4,971,158	\$161,768	\$4,540,105	\$163,666

Cathay Securities Investment Trust Co., Ltd. Condensed Statement of Comprehensive Income

In Thousands of Dollars, Except Earnings Per Share

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Operating revenue	\$4,008,491	\$130,442	\$3,855,397	\$138,983
Operating expenses	(1,981,724)	(64,488)	(1,977,713)	(71,295)
Operating profit	2,026,767	65,954	1,877,684	67,688
Non-operating income and expenses	(55,989)	(1,822)	(99,113)	(3,573)
Profit before income tax	1,970,778	64,132	1,778,571	64,115
Income tax expense	(409,881)	(13,338)	(376,153)	(13,560)
Net income	1,560,897	50,794	1,402,418	50,555
Other comprehensive income (loss)	51,337	1,671	(20,293)	(732)
Total comprehensive income	\$1,612,234	\$52,465	\$1,382,125	\$49,823
Basic earnings per share	\$10.41	\$0.34	\$9.35	\$0.34

Cathay Private Equity Co., Ltd. Condensed Balance Sheets

In thousands of Dollars



Items	2022.12.31		2021.12.31	
	152	US\$	NT\$	US\$
Assets				
Current assets	\$71,608	\$2,330	\$65,196	\$2,350
Other non-current assets	48,067	1,564	53,142	1,916
Total	\$119,675	\$3,894	\$118,338	\$4,266
Liabilities				
Current liabilities	\$13,700	\$446	\$11,563	\$417
Other non-current liabilities	606	20	2,633	95
Total liabilities	14,306	466	14,196	512
Equity				
Share capital	150,000	4,881	150,000	5,407
Capital surplus	323	10	63	2
Retained earnings	(44,954)	(1,463)	(45,921)	(1,655)
Total equity	105,369	3,428	104,142	3,754
Total	\$119,675	\$3,894	\$118,338	\$4,266

Cathay Private Equity Co., Ltd. Condensed Statement of Comprehensive Income

In Thousands of Dollars, Except Earnings (Loss) Per Share

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Operating revenue	\$53,302	\$1,735	\$17,504	\$631
Operating expenses	(48,117)	(1,566)	(42,448)	(1,530)
Operating profit (loss)	5,185	169	(24,944)	(899)
Non-operating income and expenses	(3,151)	(103)	(3,266)	(118)
Net profit (loss) before income tax	2,034	66	(28,210)	(1,017)
Income tax (expense) benefit	(1,067)	(35)	4,946	178
Net income (loss)	967	31	(23,264)	(839)
Other comprehensive income	-	-	-	-
Total comprehensive income (loss)	\$967	\$31	(\$23,264)	(\$839)
Basic earnings (loss) per share	\$0.06	\$-	(\$2.19)	(\$0.08)

Cathay Venture Inc. Condensed Balance Sheets

In thousands of Dollars

Items	2022.12.31		2021.12.31	
	NT\$	US\$	NT\$	US\$
Assets				
Current assets	\$1,203,116	\$39,151	\$1,300,360	\$46,877
Financial assets at fair value through profit or loss - non-current	5,171,319	168,283	4,788,751	172,630
Financial assets at fair value through other comprehensive income - non	483,483	15,733	-	-
Investments accounted for using the equity method	272,975	8,883	310,568	11,195
Property and equipment	3,545	115	2,766	100
Right-of-use assets	25,029	815	5,371	194
Deferred tax assets	68,454	2,228	68,007	2,451
Other non-current assets	1,944	63	1,267	46
Total	\$7,229,865	\$235,271	\$6,477,090	\$233,493
Liabilities				
Current liabilities	\$1,014,773	\$33,022	\$43,735	\$1,577
Non-current liabilities	25,209	821	8,785	317
Total liabilities	1,039,982	33,843	52,520	1,894
Equity				
Share capital	5,181,730	168,621	5,181,730	186,796
Capital surplus	576,952	18,775	576,667	20,788
Retained earnings	430,638	14,014	665,695	23,998
Other equity	563	18	478	17
Total equity	6,189,883	201,428	6,424,570	231,599
Total	\$7,229,865	\$235,271	\$6,477,090	\$233,493

Cathay Venture Inc. Condensed Statement of Comprehensive Income

In Thousands of Dollars, Except Earnings Per Share

Items	2022.1.1~2022.12.31		2021.1.1~2021.12.31	
	NT\$	US\$	NT\$	US\$
Operating revenue	\$242,736	\$7,899	\$518,051	\$18,675
Operating costs	(43,671)	(1,421)	(35,210)	(1,269)
Operating expenses	(17,149)	(558)	(16,604)	(599)
Non-operating income and expenses	2,776	90	(1,232)	(44)
Profit before income tax	184,692	6,010	465,005	16,763
Income tax expense	(27,677)	(901)	(29,369)	(1,059)
Net income	157,015	5,109	435,636	15,704
Other comprehensive income	85	3	334	12
Total comprehensive income	\$157,100	\$5,112	\$435,970	\$15,716
Basic earnings per share	\$0.30	\$0.01	\$0.84	\$0.03

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