Stock Code:2881

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

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES

Consolidated Financial Statements

With Independent Auditors' Report
For the Six Months Ended June 30, 2026 and
For the Six Months Ended June 30, 2025 (Restated)

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

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Independent Auditors' Report

To the Board of Directors
Fubon Financial Holding Co., Ltd.:

Opinion

We have audited the consolidated financial statements of Fubon Financial Holding Co., Ltd. ("the Company") and its subsidiaries, which comprise the consolidated statements of financial position as of June 30, 2026, December 31, 2025 (restated), June 30, 2025 (restated), and January 1, 2025 (restated), and the consolidated statements of comprehensive income for the three months ended June 30, 2026 and 2025 (restated) and for the six months ended June 30, 2026 and 2025 (restated), as well as the consolidated statements of changes in equity and cash flows for the six months ended June 30, 2026 and 2025 (restated), and notes to the consolidated financial statements, including a summary of significant accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Company and its subsidiaries as of June 30, 2026, December 31, 2025 (restated), June 30, 2025 (restated), and January 1, 2025 (restated), and their consolidated financial performance for the three months ended June 30, 2026 and 2025 (restated) and for the six months ended June 30, 2026 and 2025 (restated), and their consolidated cash flows for the six months ended June 30, 2026 and 2025 (restated), in accordance with the "Regulations Governing the Preparation of Financial Reports by Financial Holding Companies", Letter No. Bao-Ju-Cai-Zi 1140495239, Letter No. Jin-Guan-Bao-Cai-Zi 1140131712, and International Accounting Standard 34 "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Basis for Opinion

We conducted our audit of the consolidated financial statements in accordance with the "Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants", Rule No. 10802731571 issued by the Financial Supervisory Commission, and 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 Company and its subsidiaries in accordance with The Norm of Professional Ethics for Certified Public Accountants 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.

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Emphasis of Matter

As stated in Note 3(a), Fubon Financial Holding Co., Ltd.'s insurance subsidiaries adopted IFRS 17 "Insurance Contracts" on January 1, 2026, and have restated the comparative consolidated financial statements for the six months ended June 30, 2025.

As stated in Note 4(c) and Note 6(e), Fubon Financial Holding Co., Ltd. adopted, on January 1, 2026, the proviso to Article 17 "Foreign Exchange Gains and Losses" of the Regulations Governing the Preparation of Financial Reports by Financial Holding Companies. Its life insurance subsidiary also adopted, on the same date, the proviso to Article 12 "Foreign Exchange Gains and Losses" of the Regulations Governing the Preparation of Financial Reports by Insurance Enterprises and Letter No. Bao-Ju-Cai-Zi 1140495239. For financial assets classified as debt instruments measured at amortized cost, for which the related foreign currency risks have not been designated as hedging items, the unrealized foreign exchange differences arising in each period are amortized on a straight-line basis over the expected remaining duration of the instruments.

As stated in Note 4(d), on January 1, 2026, Fubon Financial Holding Co., Ltd.'s insurance subsidiaries adopted Letter No. Jin-Guan-Bao-Cai-Zi 1140131712 and applied the practical illustrative examples issued by the Taiwan Insurance Institute to assess the contractual cash flow characteristics of New Taiwan dollar-denominated, passively managed, unleveraged overseas bond exchange-traded funds, and accordingly classified these investments as financial assets measured at fair value through other comprehensive income.

Our opinion is not modified in respect of these matters.

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 for the six months ended June 30, 2026. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, we do not provide a separate opinion on these matters.

1. Valuation of Insurance Contract Liabilities

   Please refer to Note 4(e) "Insurance Contracts and Reinsurance Contracts Held" for related accounting policy, Note 5(b) for accounting estimates and judgments, and Note 6(k) " Insurance Contract and Reinsurance Contract" for details of the valuation of insurance contract liabilities.

   (a) Insurance Contract Liabilities – Life Insurance Products

   The life insurance subsidiaries of Fubon Financial Holding Co., Ltd. measure the liability for remaining coverage and the liability for incurred claims in accordance with IFRS 17 " Insurance Contracts" and related administrative interpretations, where the liability for remaining coverage comprises fulfilment cash flows and the contractual service margin. The measurement approaches applied are the General Measurement Model, the Variable Fee Approach and the Premium Allocation Approach. The calculation involves complex actuarial methodologies and cash flow models, as well as significant assumptions requiring professional judgment, including mortality, lapse, morbidity, expense and discount rates used in estimating fulfilment cash flows, and coverage units used in estimating the release of the contractual service margin. As the professional judgments applied during the estimation process affect the recognized amounts of insurance contract liabilities, insurance revenue and insurance service expenses in the financial statements, the valuation of insurance contract liabilities has been identified as a key audit matter in our audit of the consolidated financial statements.

We performed our audit procedures by:

- Understanding and testing the internal control procedures and information system environment related to insurance contract liabilities.
- Involving internal actuarial specialists to perform audit procedures on insurance contract liabilities, which included the following procedures:
  - Analyzing the movements in insurance contract liabilities to assess the reasonableness of the amounts recognized by management;
  - Assessing whether the calculation methodologies and applied parameters for insurance contract liabilities are in accordance with IFRS 17 and related actuarial practice guidelines promulgated by the Actuarial Institute of the Republic of China;
  - Selecting samples and independently applying actuarial models to validate the expected cash flow models adopted by management;
  - Selecting samples to test the reasonableness of coverage units used in calculating the release of the contractual service margin.
- Selecting samples to inspect the completeness of data used in the measurement.
- Assessing whether the presentation and disclosure of insurance contract liabilities comply with relevant regulations and standards.

(b) Insurance Contract Liabilities – Liability for Incurred Claims – Property Insurance Products

When measuring the liability for incurred claims, the property insurance subsidiaries of Fubon Financial Holding Co., Ltd. consider their historical claims experience in estimating future claims development. Significant assumptions include claim development factors and expected loss ratios for each line of insurance. As the professional judgments applied during the estimation process affect the recognized amounts of the liability for incurred claims and insurance service expenses in the financial statements, the valuation of the liability for incurred claims has been identified as a key audit matter in our audit of the consolidated financial statements.

We performed our audit procedures by:

- Understanding and testing the effectiveness of internal control procedures related to the liability for incurred claims.
- Involving internal actuarial specialists to perform audit procedures on the liability for incurred claims, which included the following procedures:
  - Assessing the reasonableness of the actuarial methods applied and the relevant parameters selected by management based on our understanding of the industry and market;
  - Performing independent estimates of the liability for incurred claims for selected groups of contracts and comparing the results with the amounts calculated by the subsidiaries to assess the appropriateness of the related amounts.
- Assessing whether the presentation and disclosure of the liability for incurred claims in the consolidated financial statements comply with relevant regulations and standards.

2. Impairment of discounts and loans

Please refer to Note 4 (q) “Assets impairment” of the consolidated financial statements for the year ended December 31, 2025, for related accounting policy, Note 5 for accounting estimates and judgments, and Note 6(j) “Discounts and loans” and Note 6(ai) “Financial risk management” for details of the impairment of discounts and loans, respectively.

Management assesses the estimates of impairment of discounts and loans in accordance with IFRS 9 and complies with the requirements of the authorities regarding the amounts of allowances for credit losses. The assessment of impairment of the aforementioned assets involves significant judgments made by management, including the use of assumptions and accounting estimates. Therefore, the impairment of discounts and loans has been identified as one of the key audit matters in our audit of the consolidated financial statements.

We performed our audit procedures by:

- Understanding and testing internal control procedures related to the evaluation of loans and allowance for loans.
- Testing whether the calculations of expected credit loss were performed based on an appropriate grouping of loans according to factors such as borrower characteristics and credit risk characteristics; testing whether the parameters used in the calculation of expected credit loss for each loan group, including probability of default, loss given default and exposure at default, appropriately reflected actual conditions; and recalculating the impairment amounts to verify their accuracy.
- Inspecting whether the classification of credit assets and the assessed allowance amounts complied with the relevant regulatory requirements.

3. Valuation of investment properties

Please refer to Note 4 (m) “Investment property” of the consolidated financial statements for the year ended December 31, 2025 for related accounting policy, Note 5 for accounting estimates and judgments, and Note 6(n) “Investment property” for details of the valuation of investment properties.

The Company and its subsidiaries hold several investment properties. The investment property appraisals are performed by appraisers from independent professional valuation agencies using the valuation techniques provided by the “ Regulations on Real Estate Appraisal” and market evidence in accordance with the industry-specific "Regulations Governing the Preparation of Financial Reports" applicable to the respective subsidiaries. The selection of appraising methods involved the exercise of significant professional judgments. Therefore, the valuation of investment properties has been identified as one of the key audit matters in our audit of the consolidated financial statements.

We performed our audit procedures by:

- Inspecting the procedure of investment property appraisals performed by professional evaluation agencies and assessing whether they selected appropriate valuation methods and adopted reasonable significant assumptions.
- Verifying whether the measurement and disclosure of investment property are in accordance with IFRSs and the industry-specific "Regulations Governing the Preparation of Financial Reports" applicable to the respective subsidiaries.

- Evaluating the reasonableness of management's assessment of the fair value of investment property, based on the audit team's understanding of publicly available market information and the review reports issued by the real estate valuation experts engaged by the audit team.

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", Letter No. Bao-Ju-Cai-Zi 1140495239, Letter No. Jin-Guan-Bao-Cai-Zi 1140131712, and the International Accounting Standard 34 "Interim Financial Reporting" 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 Company and its subsidiaries' 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 Company and its subsidiaries or to cease operations, or has no realistic alternative but to do so.

Those charged with governance (including the Audit and Risk Management Committee) are responsible for overseeing the Company and its subsidiaries' 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 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 Company and its subsidiaries' 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 Company and its subsidiaries' 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 Company and its subsidiaries 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 the 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 six months ended June 30, 2026 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 audit resulting in this independent auditors' report are LEE, FENG HUI and SHIH, WEI MING.

KPMG

Taipei, Taiwan (Republic of China)
Aug 20, 2026

Notes to Readers

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

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

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

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES

Consolidated Balance Sheets

June 30, 2026, December 31, June 30, and January 1, 2025

(Expressed in Thousands of New Taiwan Dollars)

	Assets	June 30, 2026 Amount	%	(restated) December 31, 2025 Amount	%	(restated) June 30, 2025 Amount	%	(restated) January 1, 2025 Amount	%
11000	Cash and cash equivalents (note 6(a))	$ 380,279,317	3	417,429,421	3	413,560,838	3	379,050,189	3
11500	Due from the central bank and call loans to banks (note 6(b))	531,251,873	4	504,756,300	4	473,936,284	4	440,314,252	4
12000	Financial assets measured at fair value through profit or loss (note 6(c))	952,516,548	7	1,793,787,041	14	1,837,810,851	16	1,863,630,999	16
12150	Financial assets measured at fair value through other comprehensive income (notes 6(d) and 8)	2,754,434,611	20	1,031,225,888	8	803,234,324	7	733,541,220	6
12200	Debt investments measured at amortized cost (notes 6(e) and 8)	3,452,723,040	25	3,871,063,738	30	3,568,879,449	30	3,856,151,849	32
12300	Financial assets for hedging (note 6(f))	10,141,404	-	8,998,259	-	10,553,135	-	14,986,278	-
12500	Securities purchased under resell agreements (note 6(g))	109,402,843	1	135,285,278	1	99,534,836	1	102,323,717	1
13000	Receivables, net (note 6(h))	545,181,457	4	407,904,150	3	370,213,204	3	395,001,403	3
13200	Current tax assets	2,769,187	-	3,252,724	-	2,927,028	-	3,546,918	-
13300	Assets classified as held for sale, net (notes 6(i) and 8)	3,850,200	-	4,168,387	-	3,831,195	-	3,590,521	-
13500	Discounts and loans, net (note 6(j))	3,696,606,408	27	3,376,946,201	26	3,057,252,947	26	2,973,922,686	25
13800	Insurance contract assets and reinsurance contract assets (note 6(k))	64,507,562	-	66,931,800	1	69,225,280	1	66,612,903	1
15000	Investments accounted for using equity method, net (note 6(l))	65,142,353	1	63,900,871	1	59,975,333	-	60,722,327	-
15500	Other financial assets, net (notes 6(m) and 8)	639,878,963	5	563,285,089	4	534,456,514	5	555,985,515	5
18000	Investment property, net (notes 6(n) and 8)	317,396,161	2	312,265,435	2	301,353,551	3	297,642,364	2
18500	Property and equipment, net (notes 6(o) and 8)	78,207,444	1	77,403,337	1	75,898,701	1	71,840,154	1
18600	Right-of-use assets, net (note 6(p))	14,150,474	-	14,064,488	-	14,382,186	-	13,960,568	-
19000	Intangible assets, net (note 6(q))	34,303,581	-	34,500,404	-	33,250,473	-	33,733,010	-
19300	Deferred tax assets	51,733,743	-	74,033,671	1	46,478,074	-	62,019,829	1
19500	Other assets, net (notes 6(r) and 8)	60,925,720	-	55,032,775	1	52,325,749	-	61,225,543	-
	Total assets	**$ 13,765,402,889**	**100**	**12,816,235,257**	**100**	**11,829,079,952**	**100**	**11,989,802,245**	**100**

	Liabilities and Equity	June 30, 2026 Amount	%	(restated) December 31, 2025 Amount	%	(restated) June 30, 2025 Amount	%	(restated) January 1, 2025 Amount	%
	Liabilities:								
21000	Deposits from the central bank and banks	$ 203,480,734	2	259,008,296	2	160,748,787	1	142,686,385	1
21500	Due to the central bank and banks	186,283	-	256,109	-	71,680	-	1,341,114	-
22000	Financial liabilities measured at fair value through profit or loss (note 6(c))	329,277,988	2	295,021,326	2	292,295,593	3	284,144,074	3
22300	Financial liabilities for hedging (note 6(f))	19,643,554	-	21,028,745	-	18,045,021	-	19,124,183	-
22500	Securities sold under repurchase agreements (note 6(s))	115,546,704	1	72,526,590	1	78,578,533	1	73,045,385	1
22600	Commercial papers issued, net (note 6(t))	146,128,103	1	87,852,587	1	37,483,950	-	88,331,474	1
23000	Payables (note 6(u))	348,766,493	3	261,742,350	2	278,288,609	2	218,148,128	2
23200	Current tax liabilities	25,382,343	-	20,914,621	-	13,529,824	-	11,573,299	-
23300	Liabilities related to assets classified as held for sale (note 6(i))	188,188	-	189,870	-	188,385	-	154,973	-
23500	Deposits and remittances (note 6(v))	5,213,165,681	38	4,843,406,367	38	4,451,526,179	38	4,447,223,581	37
24000	Bonds payable (notes 6(w))	515,759,403	4	478,228,667	4	396,909,387	4	360,530,634	3
24400	Other borrowings (note 6(x) and 8)	36,893,869	-	12,889,821	-	11,673,723	-	9,243,640	-
25600	Insurance contract liabilities and reinsurance contract liabilities (notes 6(k))	4,771,475,607	35	4,825,794,282	38	4,711,423,411	40	4,714,088,060	39
24600	Provisions (note 6(y))	9,610,871	-	9,508,855	-	10,400,539	-	10,781,965	-
25500	Other financial liabilities (note 6(z))	282,290,448	2	255,512,005	2	258,373,527	2	270,243,050	2
26000	Lease liabilities (note 6(p))	21,815,215	-	21,673,552	-	21,812,462	-	21,437,041	-
29300	Deferred tax liabilities	54,428,485	-	60,966,478	-	37,827,907	-	67,099,625	1
29500	Other liabilities (note 6(e) and (aa))	387,259,172	3	314,239,225	2	226,291,635	2	256,821,314	2
	Total liabilities	12,481,299,141	91	11,840,759,746	92	11,005,469,152	93	10,996,017,925	92
	Equity attributable to owners of parent (note 6(ac)):								
	Share capital:								
31101	Common stock	140,073,649	1	140,073,649	1	136,657,219	1	136,657,219	1
31103	Preferred stock	15,999,900	-	15,999,900	-	15,999,900	-	15,999,900	-
31107	Stock dividend to be distributed	-	-	-	-	3,416,430	-	-	-
	Total share capital	156,073,549	1	156,073,549	1	156,073,549	1	152,657,119	1
31500	Capital surplus	154,729,723	1	154,914,555	1	155,004,356	1	159,094,995	1
	Retained earnings:								
32001	Legal reserve	130,031,454	1	117,866,081	1	117,866,081	1	102,304,910	1
32003	Special reserve	142,752,980	1	125,798,461	1	125,798,461	1	133,266,235	1
32011	Undistributed earnings	619,638,873	5	527,688,562	4	355,155,804	3	482,191,819	4
	Total retained earnings	892,423,307	7	771,353,104	6	598,820,346	5	717,762,964	6
32500	Total other equity interest (note 6(c) and (i))	64,423,206	-	(122,247,069)	-	(99,437,236)	-	(49,479,380)	-
	Total equity attributable to owners of parent	1,267,649,785	9	960,094,139	8	810,461,015	7	980,035,698	8
39500	**Non-controlling interests** (note 6(ac))	16,453,963	-	15,381,372	-	13,149,785	-	13,748,622	-
	Total equity	1,284,103,748	9	975,475,511	8	823,610,800	7	993,784,320	8
	Total liabilities and equity	**$ 13,765,402,889**	**100**	**12,816,235,257**	**100**	**11,829,079,952**	**100**	**11,989,802,245**	**100**

See accompanying notes to consolidated financial statements.

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

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Comprehensive Income

For the three months and six months ended June 30, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars, Except for Earnings Per Common Share)

		For the three months ended June 30				For the six months ended June 30			
		2026		(restated) 2025		2026		(restated) 2025	
		Amount	%	Amount	%	Amount	%	Amount	%
41000	Interest revenue (note 6(af))	$ 89,735,263	84	71,718,762	(138)	176,312,654	102	148,923,921	(316)
51000	Less: Interest expenses (note 6(af))	32,776,534	31	30,345,707	(58)	64,235,976	37	62,100,535	(132)
	Net interest revenue	56,958,729	53	41,373,055	(80)	112,076,678	65	86,823,386	(184)
	Net non-interest revenue								
49800	Net service charge and commissions (notes 6(af))	12,330,570	12	4,748,156	(9)	23,691,668	14	11,132,900	(24)
49815	Insurance service result (notes 6(af))	14,077,925	13	11,435,270	(22)	24,976,080	14	19,255,147	(41)
49820	Gains (losses) on financial assets or liabilities measured at fair value through profit or loss	52,808,716	50	133,195,858	(256)	61,322,945	36	71,092,256	(151)
49825	Gains on investment property (notes 6(n))	1,096,564	1	2,688,979	(5)	1,573,524	1	3,177,089	(7)
49835	Realized gains on financial assets measured at fair value through other comprehensive income (note 6(d))	5,414,313	5	2,107,277	(4)	8,780,789	5	3,372,974	(7)
49850	Gains (losses) arising from derecognition of financial assets measured at amortized cost (note 6(e))	(321,360)	-	(195,792)	-	(193,609)	-	(86,873)	-
49870	Foreign exchange gains	105,912	-	(220,735,017)	425	11,914,664	7	(193,703,105)	412
49880	Impairment loss on assets	(117,740)	-	282,863	(1)	(265,500)	-	(5,902)	-
49890	Share of profit of associates and joint ventures accounted for using equity method (note 6(l))	1,460,844	1	1,146,922	(2)	1,745,114	1	2,790,070	(6)
49816	Gains arising from insurance product, separated account (note 6(m))	48,242,758	45	(693,176)	1	53,772,269	31	(454,001)	1
49817	Insurance finance income or expenses (notes 6(af))	(86,545,885)	(81)	(27,794,660)	53	(127,475,440)	(74)	(50,868,761)	108
49818	Finance income or expenses of reinsurance contracts held (notes 6(af))	125,090	-	204,083	-	267,034	-	272,491	(1)
49900	Net other non-interest revenue	638,580	1	240,844	-	282,046	-	142,299	-
	Net revenue	106,275,016	100	(51,995,338)	100	172,468,262	100	(47,060,030)	100
58100	Bad debt expenses and guarantee liability provisions	(2,023,988)	(2)	(1,801,183)	3	(5,446,990)	(3)	(3,998,083)	8
58200	Other insurance service costs (note 6(af))	(7,909,637)	(7)	37,153,647	(71)	(14,832,164)	(9)	30,817,980	(65)
	Operating expenses:								
58501	Employee benefits expenses (note 6(af))	(11,119,034)	(10)	(8,132,855)	16	(21,179,465)	(12)	(16,613,098)	35
58503	Depreciation and amortization expenses (note 6(af))	(1,622,368)	(2)	(1,540,778)	3	(3,238,288)	(2)	(3,090,452)	7
58599	Other general and administrative expenses (note 6(af))	(7,975,994)	(8)	(5,527,429)	10	(13,522,499)	(8)	(10,367,058)	22
	Total operating expenses	(20,717,396)	(20)	(15,201,062)	29	(37,940,252)	(22)	(30,070,608)	64
	Net income (loss) before tax from continuing operations	75,623,995	71	(31,843,936)	61	114,248,856	66	(50,310,741)	107
61003	**Less: Income tax expenses (benefit) (note 6(ab))**	11,405,502	11	(4,472,623)	8	16,468,262	9	6,473,455	(14)
	Net income (loss)	64,218,493	60	(27,371,313)	53	97,780,594	57	(56,784,196)	121
69500	**Other comprehensive income (losses):**								
69560	**Items not to be reclassified to profit or loss**								
69561	Gains (losses) on remeasurements of defined benefit plans	14,827	-	(7,431)	-	12,697	-	(7,554)	-
69562	Revaluation gains on property	(14)	-	(9,689)	-	43,634	-	93,040	-
69563	Share of other comprehensive income of associates and joint ventures accounted for using equity method - components of other comprehensive income that will not be reclassified to profit or loss (note 6(l))	5,540	-	(5,432)	-	6,775	-	(21,990)	-
69565	Change in fair value of financial liability attributable to change in credit risk of liability	-	-	(5)	-	-	-	(65)	-
69567	Unrealized gains (losses) on equity instruments measured at fair value through other comprehensive income	219,138,090	206	1,561,155	(3)	260,435,454	151	(65,911)	-
69569	Income tax related to items not to be reclassified to profit or loss (note 6(ab))	(8,222,207)	(8)	(120,836)	-	(10,686,514)	(6)	(260,929)	1
	Subtotal of items not to be reclassified to profit or loss	210,936,236	198	1,417,762	(3)	249,812,046	145	(263,409)	1
69570	**Items that may be subsequently reclassified to profit or loss**								
69571	Exchange differences on translation of foreign operations	(798,116)	(1)	(21,871,287)	42	106,263	-	(17,598,319)	37
69581	Gains (losses) on financial instruments for hedging	66,765	-	(3,316)	-	47,715	-	12,830	-
69583	Unrealized gains (losses) on debt instruments measured at fair value through other comprehensive income	9,440,055	9	5,835,303	(11)	(18,888,052)	(11)	9,480,678	(20)
69575	Share of other comprehensive income of associates and joint ventures accounted for using equity method - components of other comprehensive income that will be reclassified to profit or loss (note 6(l))	334,722	-	(104,570)	-	450,633	-	(146,785)	-
69577	Insurance finance income or expenses that will be reclassified to profit or loss (note 6(af))	38,323,057	36	(65,845,379)	126	130,410,428	76	(52,013,838)	111
69582	Finance income or expenses of reinsurance contracts held (note 6(af))	(376,295)	-	670,480	(1)	(906,676)	(1)	699,292	(2)
69578	Other components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-	-	-	(2,496)	-
69579	Income tax related to items that may be subsequently reclassified to profit or loss (note 6(ab))	(9,245,660)	(8)	12,700,847	(24)	(23,184,957)	(13)	9,039,514	(19)
	Subtotal of items that may be subsequently reclassified to profit or loss	37,744,528	36	(68,617,922)	132	88,035,354	51	(50,529,124)	107
69500	**Other comprehensive income**	248,680,764	234	(67,200,160)	129	337,847,400	196	(50,792,533)	108
	Total comprehensive income	**$ 312,899,257**	**294**	**(94,571,473)**	**182**	**435,627,994**	**253**	**(107,576,729)**	**229**
	Consolidated net income (loss) attributable to:								
69901	Owners of parent	$ 63,839,675	60	(27,342,722)	53	97,391,130	57	(56,678,925)	121
69903	Non-controlling interests	378,818	-	(28,591)	-	389,464	-	(105,271)	-
		$ 64,218,493	**60**	**(27,371,313)**	**53**	**97,780,594**	**57**	**(56,784,196)**	**121**
	Total comprehensive income attributable to:								
69951	Owners of parent	$ 312,028,869	294	(94,171,380)	181	434,555,403	252	(107,131,926)	228
69953	Non-controlling interests	870,388	-	(400,093)	1	1,072,591	1	(444,803)	1
		$ 312,899,257	**294**	**(94,571,473)**	**182**	**435,627,994**	**253**	**(107,576,729)**	**229**
	Basic earnings (loss) per share (in New Taiwan Dollars) (note 6(ad))	**$**	**4.27**		**(2.22)**		**6.67**		**(4.31)**

See accompanying notes to consolidated financial statements.

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

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Changes in Equity

For the six months ended June 30, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

	Equity attributable to owners of parent																				
	Share capital					Retained earnings				Total other equity interest											
	Common stock	Preferred stock	Stock dividend to be distributed	Total	Capital surplus	Legal reserve	Special reserve	Undistributed earnings	Total	Exchange differences on translation of foreign operations	Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income	Change in fair value of financial liability attributable to change in credit risk of liability	Gains (losses) on financial instruments for hedging	Revaluation surplus	Equity related to assets classified as held for sale	Insurance finance income or expenses recognized in other comprehensive income	Finance income or expenses from reinsurance contracts held recognized in other comprehensive income	Others (Note)	Total	Total equity attributable to owners of parent	Non-controlling interests	Total equity
Balance at January 1, 2025	$ 136,657,219	15,999,900	-	152,657,119	159,094,995	102,304,910	133,266,235	410,018,815	645,589,960	(9,550,468)	(46,248,945)	52	(237,564)	2,799,709	2,657	-	-	47,018,087	(6,216,472)	951,125,602	14,669,153	965,794,755
Effects of retrospective application and retrospective restatement	-	-	-	-	-	-	-	72,173,004	72,173,004	268,753	97,365	-	-	-	-	3,391,425	(2,364)	(47,018,087)	(43,262,908)	28,910,096	(920,531)	27,989,565
Equity at beginning of period after adjustments	136,657,219	15,999,900	-	152,657,119	159,094,995	102,304,910	133,266,235	482,191,819	717,762,964	(9,281,715)	(46,151,580)	52	(237,564)	2,799,709	2,657	3,391,425	(2,364)	-	(49,479,380)	980,035,698	13,748,622	993,784,320
Net loss(restated)	-	-	-	-	-	-	-	(56,678,925)	(56,678,925)	-	-	-	-	-	-	-	-	-	-	(56,678,925)	(105,271)	(56,784,196)
Other comprehensive income(restated)	-	-	-	-	-	-	-	(2,574)	(2,574)	(16,552,706)	7,155,959	(52)	(5,346)	88,715	(2,657)	(41,694,175)	559,835	-	(50,450,427)	(50,453,001)	(339,532)	(50,792,533)
Total comprehensive income(restated)	-	-	-	-	-	-	-	(56,681,499)	(56,681,499)	(16,552,706)	7,155,959	(52)	(5,346)	88,715	(2,657)	(41,694,175)	559,835	-	(50,450,427)	(107,131,926)	(444,803)	(107,576,729)
Appropriation and distribution of retained earnings:																						
Reversal of special reserve	-	-	-	-	-	-	(7,467,774)	7,467,774	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Legal reserve appropriated	-	-	-	-	-	15,561,171	-	(15,561,171)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	-	-	-	(58,079,318)	(58,079,318)	-	-	-	-	-	-	-	-	-	-	(58,079,318)	-	(58,079,318)
Cash dividends of preference share	-	-	-	-	-	-	-	(3,689,230)	(3,689,230)	-	-	-	-	-	-	-	-	-	-	(3,689,230)	-	(3,689,230)
Stock dividends from capital surplus	-	-	3,416,430	3,416,430	(3,416,430)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Changes in equity of associates and joint ventures accounted for using equity method	-	-	-	-	(58,074)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(58,074)	-	(58,074)
Disposal of subsidiaries or investments accounted for using equity method	-	-	-	-	(616,135)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(616,135)	(154,034)	(770,169)
Disposal of investments in equity instruments measured at fair value through other comprehensive income	-	-	-	-	-	-	-	(492,571)	(492,571)	-	492,571	-	-	-	-	-	-	-	492,571	-	-	-
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	(132,576)	132,576	-	-	-	-	-	-	-
Balance at June 30, 2025 (restated)	**$ 136,657,219**	**15,999,900**	**3,416,430**	**156,073,549**	**155,004,356**	**117,866,081**	**125,798,461**	**355,155,804**	**598,820,346**	**(25,834,421)**	**(38,503,050)**	**-**	**(242,910)**	**2,755,848**	**132,576**	**(38,302,750)**	**557,471**	**-**	**(99,437,236)**	**810,461,015**	**13,149,785**	**823,610,800**
Balance at January 1,2026 (restated)	$ 140,073,649	15,999,900	-	156,073,549	154,914,555	117,866,081	125,798,461	527,688,562	771,353,104	(13,303,630)	(31,394,403)	-	(205,338)	3,562,880	132,576	(82,107,701)	1,068,547	-	(122,247,069)	960,094,139	15,381,372	975,475,511
Effects of retrospective application and retrospective restatement	-	-	-	-	-	-	-	(3,910,649)	(3,910,649)	53,440	(67,694,274)	-	-	-	-	8,231,852	138	-	(59,408,844)	(63,319,493)	-	(63,319,493)
Equity at beginning of period after adjustments	140,073,649	15,999,900	-	156,073,549	154,914,555	117,866,081	125,798,461	523,777,913	767,442,455	(13,250,190)	(99,088,677)	-	(205,338)	3,562,880	132,576	(73,875,849)	1,068,685	-	(181,655,913)	896,774,646	15,381,372	912,156,018
Net income	-	-	-	-	-	-	-	97,391,130	97,391,130	-	-	-	-	-	-	-	-	-	-	97,391,130	389,464	97,780,594
Other comprehensive income	-	-	-	-	-	-	-	17,232	17,232	635,145	234,367,165	-	133,254	35,205	-	102,702,314	(726,042)	-	337,147,041	337,164,273	683,127	337,847,400
Total comprehensive income	-	-	-	-	-	-	-	97,408,362	97,408,362	635,145	234,367,165	-	133,254	35,205	-	102,702,314	(726,042)	-	337,147,041	434,555,403	1,072,591	435,627,994
Appropriation and distribution of retained earnings:																						
Legal reserve appropriated	-	-	-	-	-	12,165,373	-	(12,165,373)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Special reserve appropriated	-	-	-	-	-	-	16,954,519	(16,954,519)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	-	-	-	(59,531,301)	(59,531,301)	-	-	-	-	-	-	-	-	-	-	(59,531,301)	-	(59,531,301)
Cash dividends of preference share	-	-	-	-	-	-	-	(3,964,131)	(3,964,131)	-	-	-	-	-	-	-	-	-	-	(3,964,131)	-	(3,964,131)
Changes in equity of associates and joint ventures accounted for using equity method	-	-	-	-	(184,832)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(184,832)	-	(184,832)
Disposal of investments in equity instruments measured at fair value through other comprehensive income	-	-	-	-	-	-	-	91,067,922	91,067,922	-	(91,067,922)	-	-	-	-	-	-	-	(91,067,922)	-	-	-
Balance at June 30, 2026	**$ 140,073,649**	**15,999,900**	**-**	**156,073,549**	**154,729,723**	**130,031,454**	**142,752,980**	**619,638,873**	**892,423,307**	**(12,615,045)**	**44,210,566**	**-**	**(72,084)**	**3,598,085**	**132,576**	**28,826,465**	**342,643**	**-**	**64,423,206**	**1,267,649,785**	**16,453,963**	**1,284,103,748**

Note: Represents other comprehensive income reclassified by applying overlay approach.

See accompanying notes to consolidated financial statements.

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

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the six months ended June 30, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

	For the six months ended June 30	
	2026	(restated) 2025
Cash flows from (used in) operating activities:		
Income (loss) before income tax	$ 114,248,856	(50,310,741)
Adjustments:		
Adjustments to reconcile profit or loss:		
Depreciation expenses	3,226,396	2,987,360
Amortization expenses	1,224,753	1,152,739
Allowance on bad debts	5,383,234	4,013,060
Net (gain) loss on financial assets or liabilities at fair value through profit or loss	(37,917,502)	50,337,027
Interest expenses	64,235,976	62,100,535
Interest income	(176,312,654)	(148,923,921)
Dividend income	(9,336,822)	(23,505,617)
Net change in reserve for foreign exchange valuation	11,552,634	22,094,209
Net change in special provisions and other provisions	3,278,597	(52,938,758)
Net change in provisions for guarantee liabilities	69,522	4,433
Net change in other provisions	(4,069)	(1,913)
Share of profit of associates and joint ventures accounted for using equity method	(1,745,114)	(1,105,676)
Gain on disposal of investment properties	(4,324)	(10,704)
Gain on disposal of assets classified as held for sale	(3,739)	(1,579,537)
Gain on disposal of investments	(64,088,090)	(76,823,922)
Gain on disposal of investments accounted for using equity method	-	(104,857)
Impairment loss on financial assets	271,266	6,280
Reversal of impairment loss on non-financial assets	(5,766)	(378)
Unrealized foreign exchange (gain) loss	(9,042,099)	188,325,758
Loss (gain) on fair value adjustment of investment property	979,022	(7,116)
Other adjustments	8,004	(4,138)
Subtotal of adjustments to reconcile profit or loss	(208,230,775)	26,014,864
Changes in operating assets and liabilities:		
Changes in operating assets:		
Decrease (increase) in due from the central bank and call loans to banks	27,733,106	(71,840,500)
Decrease (increase) in financial assets for hedging and measured at fair value through profit or loss	(19,433,762)	11,497,974
Increase in financial assets measured at fair value through other comprehensive income	(77,587,598)	(86,768,498)
Decrease (increase) in investments in debt instruments measured at amortized cost	(14,554,034)	40,740,086
Increase in securities purchased under agreements to resell	(97,586)	(27,659)
Decrease (increase) in receivables	(129,499,073)	21,479,810
Increase in discounts and loans	(308,590,499)	(137,199,853)
Decrease (increase) in insurance contract assets and reinsurance contract assets	1,205,437	(2,177,608)
Decrease (increase) in other financial assets	(85,077,599)	22,427,386
Decrease (increase) in other assets	(8,847,640)	4,757,889
Subtotal of changes in operating assets	(614,749,248)	(197,110,973)
Changes in operating liabilities:		
Increase (decrease) in deposits from the central bank and banks	(56,449,098)	20,381,159
Increase in financial liabilities for hedging and measured at fair value through profit or loss	4,811,106	31,044,842
Increase in securities sold under repurchase agreement	42,720,902	6,756,354
Increase in payables	17,249,217	460,607
Increase in deposits and remittances	342,386,650	96,110,525
Increase (decrease) in provisions	55,150	(374,959)
Increase (decrease) in other financial liabilities	41,571,081	(12,142,111)
Increase in insurance contract liabilities and reinsurance contract liabilities	75,322,202	15,677,860
Increase in other liabilities	30,964,354	836,316
Subtotal of changes in operating liabilities	498,631,564	158,750,593
Subtotal of all adjustments	(324,348,459)	(12,345,516)
Cash outflow generated from operations	(210,099,603)	(62,656,257)
Interest received	165,507,456	145,410,750
Dividends received	7,770,650	20,647,436
Interest paid	(59,862,716)	(56,661,013)
Income taxes paid	(12,785,584)	(8,841,105)
Net cash flows (used in) from operating activities	(109,469,797)	37,899,811

See accompanying notes to consolidated financial statements.

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

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES

Consolidated Statements of Cash Flows (CONT'D)

For the six months ended June 30, 2026 and 2025

(Expressed in Thousands of New Taiwan Dollars)

	For the six months ended June 30	
	2026	(restated) 2025
Cash flows from (used in) investing activities:		
Acquisition of investments accounted for using equity method	(542,312)	(1,755,000)
Net cash flow from acquisition of subsidiaries	-	(707,311)
Proceeds from capital reduction of investments accounted for using equity method	205,362	-
Proceeds from disposal of assets classified as held for sale	313,652	1,058,278
Acquisition of property and equipment	(2,668,432)	(3,590,876)
Proceeds from disposal of property and equipment	812	2,695
Acquisition of intangible assets	(316,848)	(591,983)
Acquisition of investment properties	(6,248,422)	(4,354,773)
Proceeds from disposal of investment properties	47,882	62,762
Other investing activities	(20)	(7)
Net cash flows used in investing activities	(9,208,326)	(9,876,215)
Cash flows from (used in) financing activities:		
Increase (decrease) in due to the central bank and banks	(79,218)	1,806,697
Increase (decrease) in commercial papers payable	58,275,517	(50,847,616)
Proceeds from issuing bonds	33,986,139	29,886,534
Repayments of bonds	(3,457,090)	(336,345)
Proceeds from issuing bank financial debentures	15,990,000	12,979,927
Repayments of bank financial debentures	(10,226,984)	(5,389,927)
Increase in other borrowings	24,004,048	137,323
Repayments of lease liabilities	(1,620,327)	(1,559,862)
Net cash flows from (used in) financing activities	116,872,085	(13,323,269)
Effect of exchange rate changes on cash and cash equivalents	(8,407,217)	(14,172,892)
Net increase (decrease) in cash and cash equivalents	(10,213,255)	527,435
Cash and cash equivalents at beginning of period	664,534,630	625,596,925
Cash and cash equivalents at end of period	$ 654,321,375	626,124,360
Composition of cash and cash equivalents:		
Cash and cash equivalents reported in the statement of financial position	$ 380,279,317	413,560,838
Due from the central bank and call loans to banks qualifying for cash and cash equivalents under the definition of IAS 7	166,102,449	114,772,306
Securities purchased under resell agreements qualifying for cash and cash equivalents under the definition of IAS 7	107,939,609	97,791,216
Cash and cash equivalents at end of period	$ 654,321,375	626,124,360

See accompanying notes to consolidated financial statements.

(1) Company history

(a) Fubon Financial Holding Co., Ltd.

Fubon Financial Holding Co., Ltd. (the Company) was established in December 2001 pursuant to the Financial Holding Company Act in Taiwan.

In connection with the formation of the Company, substantially all of the assets and liabilities and related operations of Fubon Insurance Co., Ltd. (Fubon Insurance) were transferred to a new wholly owned subsidiary named Fubon Insurance. The name of the "former" Fubon Insurance Co., Ltd. was changed to Fubon Financial Holding Co., Ltd. Furthermore, shares of Fubon Securities Co., Ltd. (Fubon Securities), Fubon Commercial Bank Co., Ltd. (Fubon Bank), and Fubon Life Assurance Co., Ltd. (Fubon Life Assurance) were exchanged for shares in the Company on December 19, 2001.

On August 28, 2002, shares of Fubon Asset Management Co., Ltd. (Fubon Asset Management) were exchanged for shares in the Company. Starting from March 11, 2011, due to the Company' s corporate restructuring, Fubon Asset Management became a wholly owned subsidiary of Fubon Securities. Starting from December 30, 2019, due to the Company's corporate restructuring, Fubon Asset Management became a wholly owned subsidiary of the Company.

On December 23, 2002, shares of Taipei Bank Co., Ltd. (Taipei Bank) were exchanged for shares in the Company.

In September 2003, shares of Fubon Marketing Co., Ltd. (Fubon Marketing) were acquired in cash by the Company. The dissolution and liquidation of Fubon Marketing was approved by the Board of Directors on June 6, 2023. On December 15, 2023, the distribution date and issuance date, a portion of the remaining property was distributed to the Company. Since that day, the company directly held 100% of the equity interest in Fubon Insurance Agency Co., Ltd. (Fubon Insurance Agency).

In October 2003, shares of Fubon Financial Holding Venture Capital Co., Ltd. (Fubon Financial Holding Venture Capital) were acquired in cash by the Company.

In March 2004, 75% of the shares of Common Stock of International Bank of Asia, Limited, renamed Fubon Bank Hong Kong Limited (Fubon Bank (Hong Kong)), were acquired in cash by the Company. On June 13, 2011, 25% of the remaining outstanding shares of Common Stock of Fubon Bank (Hong Kong) were acquired in cash by the Company. On August 16, 2012, Fubon Bank (Hong Kong) redeemed the preferred shares of stock of $4,004,057 thousand held by the Company. On the same date, the Company subscribed in cash of $4,004,057 thousand for the ordinary shares of stock of Fubon Bank (Hong Kong).

In August 2004, shares of Fubon Asset Management Service Co., Ltd. (Fubon AMC) and Fubon Investment Management Consulting Co., Ltd. (Fubon IMC) were acquired in cash by the Company. On November 7, 2011, the procedures for the liquidation of Fubon IMC were completed.

In March 2008, shares of Taiwan Sport Lottery Co., Ltd. (Taiwan Sport Lottery) were acquired in cash by the Company. In September 2008, the Company owned 51% of the shares of Taiwan Sport Lottery. On July 20, 2011, Taiwan Sport Lottery became wholly owned subsidiary of the Company. The dissolution and liquidation of Taiwan Sport Lottery Co., Ltd. was approved by the Board of Directors in August 2021, and the completed liquidation was declared to the court in February 2022.

On February 11, 2009, all of the equity shares of ING Life Insurance Co., Ltd. (ING Life Insurance) were exchanged for shares in the Company. On June 1, 2009, ING Life Insurance merged with Fubon Life Assurance Co., Ltd., which was renamed Fubon Life Insurance Co., Ltd.

On January 7, 2014, 80% of the shares of First Sino Bank, Limited, which was renamed as Fubon Bank (China) Co., Ltd. from April 2014, were acquired in cash by the Company and Taipei Fubon Bank. On October 20, 2016, 20% of the remaining outstanding shares of Fubon Bank (China) were acquired by the Company. Fubon Bank (China) became a wholly owned subsidiary of the Company.

On March 23, 2021, 53.84% of the shares of JihSun Financial Holding Co., Ltd. (JihSun Financial Holding) were acquired by the Company through the public tender offer. On March 30, 2021, the payments and the settlement were completed. JihSun Financial Holding became a subsidiary of the Company, and the Company continued to increase the shareholding to 100%. The merger was completed on November 11, 2022, and JihSun Financial Holding was the extinguished company. Since that date, the Company has directly held 100% of the equity interest in JihSun International Commercial Bank Co., Ltd. (JihSun Bank), JihSun Securities Co., Ltd. (JihSun Securities), and JihSun International Property Insurance Agency Co., Ltd. (JihSun Property Insurance Agency).

On April 1 and May 16, 2023, due to the Company' s corporate restructuring, JihSun Bank and JihSun Property Insurance Agency completed their respective mergers with Taipei Fubon Bank. After the mergers, JihSun Bank and JihSun Property Insurance Agency became the extinguished companies. On April 9, 2023, due to the Company' s corporate restructuring, JihSun Securities completed its merger with Fubon Securities. After the merger, JihSun Securities became the extinguished company. On July 1, 2023, Fubon Insurance Agency issued new shares to merge Fubon Insurance Agency Co,. Ltd. (Fubon Insurance Agency), with Fubon Insurance Agency as the surviving company and Fubon Insurance Agency as the extinguished company.

On April 1, 2025, Fubon Asset Management completed mergers with JihSun Securities Investment Trust Co., Ltd. (JihSun SITC). After the mergers, Fubon Asset Management is the surviving company and JihSun SITC is the extinguished company.

The Company is engaged in the financial businesses including banking, financial bills, credit cards, trust, insurance, securities, futures, ventures, investments in foreign financial institutions approved by the government authorities, investments relevant to other financial services approved by the government authorities and investments, which is excluding the participation in the operation, in the services that are outside the scope of Article 36, Paragraph 2 of Financial Holding Company Act, and approved by the government authorities.

(b) Business of consolidated subsidiaries:

(i) Fubon Insurance was incorporated on December 19, 2001 and assumed all rights and liabilities of the former Fubon Insurance Co., Ltd., which was incorporated in 1961. It is engaged in the business of property and casualty insurance.

(ii) Fubon Securities was incorporated on July 11, 1988, as a company with an integrated securities firm license. Fubon Securities is engaged in brokerage, margin lending, securities financing and refinancing, securities trading, securities transfer services, securities underwriting, and futures.

(iii) Taipei Bank started as a financial institution of the Taipei City Government (TCG) in 1969. On July 1, 1984, it was reorganized into a limited liability corporation and it was renamed as City Bank of Taipei Co., Ltd. On January 1, 1993, the bank's name was subsequently changed to Taipei Bank Co., Ltd. On August 1, 1991, Fubon Bank was authorized to operate as a commercial bank and commenced its commercial operations on April 20, 1992.

On January 1, 2005, Taipei Bank merged with Fubon Bank to improve operational efficiency and reduce costs. Taipei Bank was the surviving entity from this merger. However, the name Taipei Bank was changed to Taipei Fubon Bank on the same day.

Taipei Fubon Bank is engaged in authorized operations of commercial banks.

(iv) Fubon Bank (Hong Kong) was founded in 1982. It is engaged in the following operations:

1) Retail and consumer banking;

2) Corporate banking;

3) Investment banking;

4) Investment and financial management services; and

5) Properties management and other services.

(v) Fubon Life Insurance was incorporated on June 3, 1993, under the laws of the Republic of China (ROC). It is engaged in the business of life insurance underwriting.

Fubon Life Insurance merged with ING Life Insurance (Taiwan) effective June 1, 2009, with ING Life Insurance (Taiwan) was the surviving entity and then changed its name to Fubon Life Insurance Co., Ltd. Fubon Life Insurance is engaged in life insurance, accident insurance, health insurance, and any business related to life insurance.

(vi) Fubon Bank (China) is engaged in foreign currency services and CNY service to customers, in accordance with the "Regulations Governing Foreign Financial Institutions in the People's Republic of China".

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

The consolidated financial statements for the six months ended June 30, 2026 and 2025 were authorized for issuance by the Board of Directors on August 20, 2026.

(3) New standards, amendments and interpretations adopted:

(a) The impact of the IFRS Accounting Standards endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted.

The details of impact on the Group's adoption of the new amendments beginning January 1, 2026 are as follows:

(i) IFRS 17 “Insurance Contracts”

1) Recognition, Measurement, Presentation and Disclosure of Insurance Contracts

IFRS 17 replaces the previous IFRS 4 with an entirely new measurement model and establishes principles for the recognition, measurement and disclosure of insurance contracts, reinsurance contracts held, and investment contracts with discretionary participation features. Under the standard, insurance contracts are aggregated into portfolios for measurement. Each insurance contract portfolio comprises contracts subject to similar risks and managed together. Each portfolio is further divided into annual cohorts (i.e., grouped by the year the contracts are issued), and each annual cohort is further subdivided based on the profitability of individual contracts. Portfolios of reinsurance contracts held and portfolios of issued insurance contracts are assessed for aggregation separately.

Under the standard, a group of insurance contracts is measured at initial recognition as the sum of the following:

- Fulfilment cash flows: comprising the best estimate of the present value of future cash flows expected to arise within the boundary of the contracts, adjusted for the risk adjustment for non-financial risk; and

- Contractual service margin (CSM): representing the amount of the unearned profit at initial recognition that is deferred.

Losses recognized at initial recognition, any subsequent losses on onerous contracts, and any reversals of such losses for each group of insurance contracts are recognized directly in profit or loss for the period. For portfolios of reinsurance contracts held, any net gain or net loss at initial recognition is recognized as the contractual service margin; however, where the net cost of purchasing reinsurance coverage relates to events that occurred before the acquisition of the group of reinsurance contracts held, such net cost shall be recognized immediately in profit or loss.

Groups of insurance contracts are measured using the General Measurement Model (GMM), the Variable Fee Approach (VFA), or the Premium Allocation Approach (PAA). The Group applies the PAA to short-term contracts with coverage periods of one year or less, as well as to groups of insurance contracts for which the measurement of the liability for remaining coverage is reasonably expected not to differ materially from that under the GMM. The VFA is applied to groups of insurance contracts with direct participation features (e.g., participating policies), and the GMM is applied to all other groups. For groups of reinsurance contracts held, except for those with coverage periods of one year or less and those reasonably expected to have no material measurement difference compared with the GMM, which are measured under the PAA, the GMM is applied.

Contract fulfilment cash flows are updated at each financial reporting date using current discount rates to reflect current conditions. For insurance contracts without direct participation features measured under the GMM, the interest accreted on the contractual service margin is determined using the discount rate established at the date of initial recognition of the group. For further details on the subsequent measurement of the contractual service margin, please refer to Note 4(e).

Unless impracticable, IFRS 17 is applied retrospectively upon initial adoption. The cumulative effect of retrospective application is adjusted to equity items as of January 1, 2025 (the transition date), and a balance sheet as of the transition date is prepared. The transition methods applied by the Group are described in section (2) below.

In addition, following the adoption of IFRS 17, certain line items in the Group' s statement of financial position have been replaced by new items. For example, the statement of financial position now presents insurance contract assets and reinsurance contract assets, insurance contract liabilities and reinsurance contract liabilities.

As for the Statements of Comprehensive Income, items such as net gains or losses of insurance operations are no longer presented. In accordance with the new standard, these items have been replaced by insurance service result, insurance finance income or expenses, and finance income or expenses from reinsurance contracts held.

2) Transition

The transition date refers to the beginning of the earliest comparative reporting period presented upon initial application of IFRS 17. Future cash flows and the risk adjustment for non-financial risk are measured using current assumptions, consistent with the approach used for subsequent measurement. Accordingly, the determination of the contractual service margin is the key element in the transition to the new standard.

The Group applies IFRS 17 retrospectively (full retrospective approach) in accordance with the requirements of the standard, except where impracticable. Where the full retrospective approach is impracticable, the Group may elect to apply either the modified retrospective approach or the fair value approach; however, where the Group determines that it is unable to obtain reasonable and supportable information required for the modified retrospective approach, the fair value approach is applied.

Full Retrospective Approach

Under the full retrospective approach, the Group identifies, recognizes and measures each group of insurance contracts as at January 1, 2025 (the transition date) as if IFRS 17 had always applied, derecognizes any existing balances that would not exist if IFRS 17 had always applied, and recognizes any resulting net difference in equity. Accordingly, the contractual service margin for each group of insurance contracts is calculated based on the facts and circumstances at the date of initial recognition of that group and is subsequently rolled forward to the transition date in accordance with the requirements of the standard.

Modified Retrospective Approach

The Group has applied the modified retrospective approach to certain groups of insurance contracts existing prior to the transition date, on the basis that although complete historical information required for the full retrospective approach is unavailable, past information can be reasonably approximated.

Under the modified retrospective approach, the Group identifies, recognizes and measures each group of insurance contracts at the transition date, reconstructing the measurement at initial recognition based on past facts and circumstances to the greatest extent possible, while permitting the use of reasonable approximations where complete data is unavailable.

Fair Value Approach

Having assessed that it is no longer practicable to obtain the appropriate historical information necessary to apply either the full retrospective approach or the modified retrospective approach for certain groups of insurance contracts, the Group applies the fair value approach to measure the carrying amount of those groups of insurance contracts as at the transition date. Under the fair value approach, the contractual service margin as at the transition date is equal to the difference between the fair value of the group of insurance contracts measured in accordance with IFRS 13 "Fair Value Measurement" as at that date and the fulfilment cash flows measured as at that date.

IFRS 13 defines fair value as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Accordingly, the fair value of a group of insurance contracts is regarded as the compensation that market participants would require for assuming the obligations under the relevant insurance contracts.

Fair value is determined using the cost of capital approach, with reference to the amount of capital required to fulfil the contracts and the required return on that capital. Expected cash flows and required locked in capital are projected over the duration of the group of contracts and discounted at the required rate of return.

3) Redesignation of Financial Assets

The Company's insurance subsidiaries, in accordance with IFRS 17, and having already applied IFRS 9 prior to the date of initial application, may reassess qualifying financial assets based on the facts and circumstances that existed at the date of initial application. Where the conditions under IFRS 9 are met, those financial assets may be redesignated. Such designation and classification shall be applied retrospectively, while prior periods need not be restated.

4) Financial Impact of the Group's Adoption of IFRS 17 from January 1, 2026

a) Reconciliation of Changes in the Group's Balance Sheet as at the Transition Date:

	December 31, 2024	Impact of the adoption of IFRS 17		January 1, 2025
	Carrying amount (IFRS 4)	Reclassification	Remeasurements	Carrying amount (IFRS 17)
Receivables, net	$ 403,483,429	(8,487,050)	5,024	395,001,403
Discounts and loans, net	3,063,157,625	(89,234,939)	-	2,973,922,686
Insurance contract assets and reinsurance contract assets	38,420,772	(6,146,139)	34,338,270	66,612,903
Investments accounted for using equity method, net	60,641,958	-	80,369	60,722,327
Other financial assets, net	565,223,802	(10,458,430)	1,220,143	555,985,515
Deferred tax assets	59,484,052	-	2,535,777	62,019,829
Other assets, net	62,587,530	(1,361,987)	-	61,225,543
Impact on Total assets		**(115,688,545)**	**38,179,583**	

		December 31, 2024	Impact of the adoption of IFRS 17		January 1, 2025
		Carrying amount (IFRS 4)	Reclassification	Remeasurements	Carrying amount (IFRS 17)
Financial liabilities measured at fair value through profit or loss	$	105,790,101	178,353,973	-	284,144,074
Securities sold under repurchase agreements		64,379,975	8,665,410	-	73,045,385
Payables		231,041,142	(17,553,061)	4,660,047	218,148,128
Insurance contract liabilities and reinsurance contract liabilities		-	4,712,072,819	2,015,241	4,714,088,060
Provisions		4,826,219,473	(4,815,437,508)	-	10,781,965
Other financial liabilities		609,592,672	(339,349,622)	-	270,243,050
Deferred tax liabilities		63,177,508	-	3,922,117	67,099,625
Other liabilities		99,669,257	157,559,444	(407,387)	256,821,314
Impact on Total liabilities			**(115,688,545)**	**10,190,018**	
Retained earnings	$	645,589,960	-	72,173,004	717,762,964
Other equity interest		(6,216,472)	-	(43,262,908)	(49,479,380)
Non-controlling interests		14,669,153	-	(920,531)	13,748,622
Impact on Total equity			**-**	**27,989,565**	

i) Reclassification changes presented in the table above mainly comprise:

- Receivables, other assets, accounts payable and provisions: Under IFRS 17, all future fulfilment cash flows must be taken into account when measuring groups of insurance contracts. Accordingly, balances of receivables, prepayments and payables related to insurance contracts and reinsurance contracts held under IFRS 4— such as interest receivable on insurance contract loans and claims payable— are included in insurance and reinsurance contract assets or liabilities upon adoption of IFRS 17.

- Discounts and loans: As noted above, upon adoption of IFRS 17, the cash flows related to insurance contract loans and premium loans are included in the fulfilment cash flows of the relevant groups of insurance contracts.

- Reserve for insurance with nature of financial instrument and Liabilities on insurance products, separated account: Investment type products, traditional products and retirement pension that are investment contracts are classified as financial liabilities measured at fair value through profit or loss and financial liabilities measured at amortized cost under IFRS 9; investment type products that are insurance contracts are recognized as insurance contract liabilities under IFRS 17. In addition, financial liabilities used as hedging instruments for retirement pension and securities sold under repurchase agreements are reclassified to assets on insurance products separate account and short-term liabilities.

- Other: Reserve for foreign exchange valuation and regulatory liabilities are reclassified to other liabilities in accordance with the Regulations Governing the Preparation of Financial Reports by Financial Holding Companies.

i) Remeasurement changes presented in the table above mainly comprise:

- Investments accounted for using equity method: The impact of the application of IFRS 17 by associates.
- Insurance and reinsurance contract assets and liabilities: Under IFRS 4, the Company and its subsidiaries measured insurance and reinsurance contract liabilities using statutory reserve methods prescribed by the relevant insurance regulations of the jurisdictions in which they operate.
- Accounts payable: IFRS 17 requires measurement on an accrual basis; accordingly, commissions payable must be estimated for policies for which premiums are due but have not yet been paid.
- Deferred tax assets and liabilities: The estimated income tax effects of adjustments to retained earnings and other equity components.
- Retained earnings and other equity interest: As a result of applying IFRS 17, the Group remeasures insurance contracts as at the transition date and ceases to apply the overlay approach under IFRS 4 to present the profit or loss on designated financial assets; this affects the amounts of insurance finance income or expenses recognized in retained earnings and other equity components, as well as the amount of other comprehensive income reclassified using the overlay approach.

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b) Reconciliation of Changes in the Group's financial assets as at the date of initial application of IFRS 17

	December 31, 2025 Carrying amount	Reclassification	Remeasurements	January 1, 2026 Carrying amount	Retained earnings	Other equity
Financial assets measured at fair value through profit or loss (FVTPL)	$ 1,793,787,041			1,793,787,041		
Subtractions:						
To FVOCI	-	(988,288,216)	-	(988,288,216)	-	-
Financial assets measured at fair value through profit or loss (FVTPL)	**$ 1,793,787,041**	**(988,288,216)**	**-**	**805,498,825**	**-**	**-**
Financial assets measured at fair value through other comprehensive income (FVOCI)	$ 1,031,225,888			1,031,225,888		
Additions：						
From FVTPL	-	988,288,216	-	988,288,216	8,136,957	(8,136,957)
From AC	-	558,340,576	(77,022,476)	481,318,100	-	(63,436,403)
Subtractions:						
To AC	-	(80,239,137)	-	(80,239,137)	-	-
Financial assets measured at fair value through other comprehensive income (FVOCI)	**$ 1,031,225,888**	**1,466,389,655**	**(77,022,476)**	**2,420,593,067**	**8,136,957**	**(71,573,360)**

(Continued)

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	December 31, 2025 Carrying amount	Reclassification	Remeasurements	January 1, 2026 Carrying amount	Retained earnings	Other equity
Financial assets measured at amortized cost (AC)	$ 3,871,063,738			3,871,063,738		
Additions：						
From FVOCI	-	80,239,137	4,848,859	85,087,996	-	3,879,086
Subtractions:						
To FVOCI	-	(558,340,576)	-	(558,340,576)	-	-
Financial assets measured at amortized cost (AC)	**$ 3,871,063,738**	**(478,101,439)**	**4,848,859**	**3,397,811,158**	**-**	**3,879,086**

Note :Insurance contract groups measured under the Variable Fee Approach will, in conjunction with the re designation of financial assets effective January 1, 2026, reallocate the insurance finance income or expenses transferred to retained earnings and the insurance finance income or expenses recognized in other comprehensive income. The impacts on retained earnings and other equity interest, respectively, amounted to $(7,991,680) thousand and $7,991,680 thousand.

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(ii) Other amendments

The following amendments, which are effective on January 1, 2026, are not expected to have a significant impact on the Group's consolidated financial statements:

- Amendments to IFRS 9 and IFRS 7 "Amendments to the Classification and Measurement of Financial Instruments"
- Annual Improvements to IFRS Accounting Standards
- Amendments to IFRS 9 and IFRS 7 "Contracts Referencing Nature-dependent Electricity"

(b) The impact of IFRS Accounting Standards endorsed by the FSC but not yet effective

The Group's anticipated adoption of the new amendments beginning on January 1, 2027 and 2028, are expected to have the following impacts:

Standards or Interpretations	Content of amendment	Effective date per IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities. ● A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ' operating profit' subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company' s main business activities.	January 1, 2027 note: On September 25, 2025, the FSC issued a press release announcing that Taiwan will adopt IFRS 18 beginning in 2028. Entities that need to adopt the new standard earlier may do so with the endorsement of the FSC.

Standards or Interpretations	Content of amendment	Effective date per IASB
IFRS 18 "Presentation and Disclosure in Financial Statements"	● Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards. ● Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes. IAS 7, Statement of Cash Flows, has been amended to align with the new standard. Entities are required to use the newly defined operating profit subtotal as the starting point when presenting cash flows from operating activities under the indirect method. As a result, certain reconciling items will change. In addition, the consequential amendments provide specific guidance on the classification of cash receipts and payments related to interest and dividends.	January 1, 2027 note: On September 25, 2025, the FSC issued a press release announcing that Taiwan will adopt IFRS 18 beginning in 2028. Entities that need to adopt the new standard earlier may do so with the endorsement of the FSC.

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Standards or Interpretations	Content of amendment	Effective date per IASB
IFRS 19 "Subsidiaries without Public Accountability: Disclosures"	The new standard allows eligible subsidiaries to apply the reduced disclosure requirements in the new standard while applying the requirements in other IFRS Accounting Standards except for the disclosure requirements. Eligible subsidiaries may voluntarily choose to apply the new standard in its financial statements provided that, at the reporting date: ● it does not have public accountability; and ● its ultimate or intermediate parent produces consolidated financial statements under IFRS Accounting Standards. A subsidiary applying the new standard is required to clearly state that the new standard has been adopted.	January 1, 2027
Amendments to IFRS 19 "Subsidiaries without Public Accountability: Disclosures"	Due to the timing of IFRS 19's publication in May 2024, disclosure requirements in new or amended IFRS Accounting Standards issued between 28 February 2021 and May 2024 were included in IFRS 19 without reductions. The IASB subsequently issued amendments to IFRS 19 in August 2025, which reduced the disclosure requirements for the relevant standards issued in that period.	January 1, 2027

Standards or Interpretations	Content of amendment	Effective date per IASB
Amendments to IAS 21 "Translation to a Hyperinflationary Presentation Currency"	IAS 21 "The Effects of Changes in Foreign Exchange Rates" currently does not provide specific guidance for translating a company's financial statements from a non-hyperinflationary functional currency into a hyperinflationary presentation currency. To reduce diversity in practice, the amendments clarify: ● a company with a non-hyperinflationary functional currency uses the closing rate at the latest reporting date when translating all the financial statement amounts (including comparatives) into its presentation currency; and ● a company uses the closing rate at the latest reporting date when translating all amounts (except comparatives) of a foreign operation with a non-hyperinflationary functional currency and applies the general price index to restate the comparatives.	January 1, 2027
Amendments to IAS 28 "The Fair Value Option for Investments in Associates and Joint Ventures"	IAS 28 " Investments in Associates and Joint Ventures" currently states when an investment in an associate or a joint venture is held by, or is held indirectly through, an entity that is a venture capital organization, or a mutual fund, unit trust or similar entity funds, the entity may elect to measure that investment at fair value through profit or loss in accordance with IFRS 9. The amendments clarify that " similar entities" include "entities that have a main business activity of investing in particular types of assets", which is aligned with the definition under IFRS 18 "Presentation and Disclosure in Financial Statements".	An entity shall apply these amendments in accordance with paragraph C7 of IFRS 18 when it applies IFRS 18.

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

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

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

Standards or Interpretations	Content of amendment	Effective date per IASB
Amendments to IFRS 10 and IAS 28 "Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture"	The amendments address an acknowledged inconsistency between the requirements in IFRS 10 and those in IAS 28 (2011) in dealing with the sale or contribution of assets between an investor and its associate or joint venture. The main consequence of the amendments is that a full gain or loss is recognized when a transaction involves a business (whether it is housed in a subsidiary or not). A partial gain or loss is recognized when a transaction involves assets that do not constitute a business, even if these assets are housed in a subsidiary.	Effective date to be determined by IASB
IFRS 20 "Regulatory Assets and Regulatory Liabilities"	The new standard replaces IFRS 14 " Regulatory Deferral Accounts" . A company applies it if: ● the company and a regulator are parties to an agreement which prescribes the regulated rate the company can charge customers; and ● part of the total allowed compensation for goods or services delivered in one period is charged to customers in a different period i.e. the agreement creates timing differences. Under the new accounting model, a company recognizes regulatory assets and regulatory liabilities, thereby enabling the total income recognized in a period under IFRS Accounting Standards to align with the total allowed compensation the company is entitled to earn for regulatory goods or services supplied in the period.	January 1, 2029

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

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(4) Summary of material accounting policies:

(a) Statement of compliance

The consolidated financial statements have been prepared in accordance with the " Regulations Governing the Preparation of Financial Reports by Financial Holding Companies", Letter No. Bao-Ju-Cai-Zi No.1140495239, Jin-Guan-Bao-Cai-Zi No.1140131712, Jin-Guan-Bao-Cai-Zi No.11504111391 and with the International Accounting Standards ("IASs") 34, "Interim Financial Reporting" endorsed and issued into effect by the FSC.

The consolidated financial statements have not contained all the necessary information that should be disclosed which the consolidated financial statements have been prepared in accordance with the IFRS, IAS and interpretations endorsed and issued into effect by the FSC (TIFRS Accounting Standards).

Except the following accounting policies mentioned below, the significant accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statements for the year ended December 31, 2025. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2025.

(b) Principles of consolidation

The following entities have been included in the consolidated financial statements:

			Percentage of Ownership (%)		
Name of Investor	Subsidiary	Main Activities	June 30, 2026	December 31, 2025	June 30, 2025
The Company	Fubon Insurance	Property and casualty insurance	100.00 %	100.00 %	100.00 %
The Company	Taipei Fubon Bank	Banking	100.00 %	100.00 %	100.00 %
The Company	Fubon Life Insurance	Life insurance	100.00 %	100.00 %	100.00 %
The Company	Fubon Securities	Securities business	100.00 %	100.00 %	100.00 %
The Company, Fubon Life Insurance, Fubon Insurance and Fubon Securities	Fubon Financial Holding Venture Capital	Venture Capital	100.00 %	100.00 %	100.00 %
The Company	Fubon Bank (Hong Kong)	Banking	100.00 %	100.00 %	100.00 %
The Company	Fubon AMC	Creditor's rights management	100.00 %	100.00 %	100.00 %
The Company	Fubon Asset Management	Investment trust	100.00 %	100.00 %	100.00 %
The Company	Fubon Insurance Agency (Note 5)	Life, property and casualty insurance agent	100.00 %	100.00 %	100.00 %
The Company and Taipei Fubon Bank	Fubon Bank (China)	Banking	100.00 %	100.00 %	100.00 %
Taipei Fubon Bank	TFB Capital	Venture Capital	100.00 %	100.00 %	100.00 %
Fubon Securities	Fubon Futures	Futures	100.00 %	100.00 %	100.00 %
Fubon Securities	Fubon Investment Service	Investment Service	100.00 %	100.00 %	100.00 %

(Continued)

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Name of Investor	Subsidiary	Main Activities	Percentage of Ownership (%)		
			June 30, 2026	December 31, 2025	June 30, 2025
Fubon Securities	Fubon Securities Venture Capital	Venture Capital	100.00 %	100.00 %	100.00 %
Fubon Securities	Fubon Mintou Venture Capital	Venture Capital	67.00 %	67.00 %	67.00 %
Fubon Securities	Fubon Securities (Hong Kong)	Securities business	100.00 %	100.00 %	100.00 %
Fubon Securities	JS CRESVALE Securities International	Securities business	100.00 %	100.00 %	100.00 %
JS CRESVALE Securities International	JS CRESVALE Capital	Stock and futures brokerage, sales of mutual funds	100.00 %	100.00 %	100.00 %
Fubon Asset Management	Fubon Private Equity	Investment and investment service management	100.00 %	100.00 %	100.00 %
Fubon Asset Management	Fubon Fund Management (Hong Kong)	Asset Management	100.00 %	100.00 %	100.00 %
Fubon Private Equity	Fubon Digital Music Asset Management	Venture Capital	51.00 %	51.00 %	51.00 %
Fubon Digital Music Asset Management	Fubon Digital Music GP Limited	General Partner of Private Equity	100.00 %	100.00 %	100.00 %
Fubon Insurance	Fubon Insurance (Vietnam)	Insurance business	100.00 %	100.00 %	100.00 %
Fubon Insurance	Fubon Insurance Broker (Thailand) (Note 1)	Insurance broker	48.97 %	48.97 %	48.97 %
Fubon Insurance	Fubon Insurance Broker (Philippines)	Insurance broker	99.99 %	99.99 %	99.99 %
Fubon Insurance	Fubon Reinsurance Labuan Co. Ltd.	Reinsurance business	100.00 %	100.00 %	100.00 %
Fubon Insurance and Fubon Life Insurance	Fubon Property & Casualty Insurance (Xiamen)	Insurance business	80.00 %	80.00 %	80.00 %
Fubon Life Insurance	Fubon Life Insurance (Vietnam)	Insurance business	100.00 %	100.00 %	100.00 %
Fubon Life Insurance	Fubon Life Insurance (Hong Kong)	Insurance business	100.00 %	100.00 %	100.00 %
Fubon Life Insurance	Fubon Hyundai Life Insurance (Note 4)	Insurance business	88.50 %	88.50 %	83.22 %
Fubon Life Insurance	Carter Lane (Guernsey)	Real estate investment and management	100.00 %	100.00 %	100.00 %
Fubon Life Insurance	Bow Bells House (Jersey)	Real estate investment and management	100.00 %	100.00 %	100.00 %
Fubon Life Insurance	Fubon MTL Property (Jersey)	Real estate investment and management	100.00 %	100.00 %	100.00 %
Fubon Life Insurance	Fubon Ellipse (Belgium)	Real estate investment and management	100.00 %	100.00 %	100.00 %
Fubon Life Insurance	Fubon Eurotower (Luxembourg)	Real estate investment and management	100.00 %	100.00 %	100.00 %
Fubon Life Insurance	Fubon Green Power	Energy technical services	74.98 %	74.98 %	74.98 %
Fubon Life Insurance	Fubon Life Singapore Pte. Ltd. (Note 3)	Financing business	100.00 %	100.00 %	- %

(Continued)

Name of Investor	Subsidiary	Main Activities	Percentage of Ownership (%) June 30, 2026	December 31, 2025	June 30, 2025
Fubon Green Power	Li Tong Management Consultant Co., LTD	Energy technical services	100.00 %	100.00 %	100.00 %
Fubon Green Power	Sumray Power Company	Energy technical services	100.00 %	100.00 %	100.00 %
Fubon Financial Holding Venture Capital	Fubon Sports & Entertainment	Sports service business	100.00 %	100.00 %	100.00 %
Fubon Financial Holding Venture Capital	Fubon Stadium	Stadium management	100.00 %	100.00 %	100.00 %
Fubon Bank (Hong Kong)	Fubon Nominees (Hong Kong) (Note 2)	Financial sector business	100.00 %	100.00 %	100.00 %
Fubon Bank (Hong Kong)	Fubon Credit (Hong Kong) (Note 2)	Financial sector business	100.00 %	100.00 %	100.00 %
Fubon Bank (Hong Kong)	FB Securities (Hong Kong) (Note 2)	Securities brokerage	100.00 %	100.00 %	100.00 %
Fubon Bank (Hong Kong)	Fubon Insurance Brokers (Note 2)	Insurance broker	100.00 %	100.00 %	100.00 %

Note 1: Fubon Insurance Broker (Thailand) is set up by a joint venture between Fubon Insurance and Futai Holding Co., Ltd. etc. Since Fubon Insurance has subscribed for the shares of Fubon Insurance Broker (Thailand) on November 5, 2013 and has control over operating activities, Fubon Insurance Broker (Thailand) is regarded as a subsidiary.

Note 2: These entities are the major subsidiaries of Fubon Bank (Hong Kong).

Note 3: On July 7, 2025, this company became a subsidiary of Fubon Life Insurance.

Note 4: On December 11, 2025, Fubon Life Insurance completed a cash capital injection into Fubon Hyundai Life Insurance, resulting in an increase in its shareholding to 88.50%.

Note 5: On May 5, 2026, Fubon Insurance Agency Co., Ltd. changed its Chinese name from "富邦綜合保險代理人" to "富邦科技保險代理人".

(c) Foreign currency

Transactions in foreign currencies are translated into the respective functional currencies of the Company and its subsidiaries at the exchange rates at the dates of the transactions. At the end of each subsequent reporting period, monetary items denominated in foreign currencies are translated into the functional currencies using the exchange rate at that date. Non-monetary items denominated in foreign currencies that are measured at fair value are translated into the functional currencies using the exchange rate at the date that the fair value was determined. Non-monetary items denominated in foreign currencies that are measured based on historical cost are translated using the exchange rate at the date of the transaction.

Exchange differences are generally recognized in profit or loss, except for those differences relating to the following, which are recognized in other comprehensive income:

1) an investment in equity securities designated as at fair value through other comprehensive income;

2) a financial liability designated as a hedge of the net investment in a foreign operation to the extent that the hedge is effective; or

3) qualifying cash flow hedges to the extent that the hedges are effective.

(Continued)

For financial assets directly held by Fubon Life Insurance that are classified as debt instruments measured at amortized cost and for which the foreign currency risk component has not been designated in a hedging relationship, effective from 1 January 2026, the unrealized exchange differences arising in each period are amortized on a straight line basis, on a bond by bond basis, over the expected remaining life of the debt instrument investment and recognized in exchange gains or losses. The unamortized cumulative net unrealized exchange differences are presented under "Other assets" or "Other liabilities". Upon derecognition of a debt instrument, any unamortized portion is fully recognized in exchange gains or losses for the current period. For the related financial impacts, please refer to Note 6(e)(vii).

(d) Financial instruments

(i) Financial assets

Financial assets measured at fair value through other comprehensive income (FVOCI)

A debt investment is measured at FVOCI if it meets both of the following conditions and is not designated as at FVTPL:

- it is held within a business model whose objective is achieved by both collecting contractual cash flows and selling financial assets; and
- its contractual terms give rise on specified dates to cash flows that are solely payments of principal and interest on the principal amount outstanding.

Effective from 1 January 2026, the Company's insurance subsidiaries assess the contractual cash flow characteristics of passive, unleveraged, New Taiwan Dollar denominated overseas bond ETFs by applying the "Practical Illustrative Example for the Insurance Industry on the Classification as FVOCI of Passive Unleveraged NT Dollar Denominated Overseas Bond ETFs" issued by the Taiwan Insurance Institute, in accordance with the requirements in Jin-Guan-Bao-Cai-Zi No.1140131712 dated 12 March 2025.

(ii) Financial liabilities

Financial liabilities are classified as measured at amortized cost or FVTPL.

1) Financial liabilities measured at FVTPL.

Financial liabilities are classified as measured at amortized cost or FVTPL. A financial liability is classified as at FVTPL if it is classified as held-for-trading, it is a derivative or it is designated as such on initial recognition. Financial liabilities at FVTPL are measured at fair value and net gains and losses, including any interest expense, are recognized in profit or loss.

For financial liabilities designated as measured at fair value through profit or loss, the amount of fair value changes attributable to changes in credit risk is recognized in other comprehensive income and is not subsequently reclassified to profit or loss. It is only reclassified to retained earnings upon derecognition of the related financial liability. The remaining amount of fair value changes (including any dividends or interest paid on the financial liability) is recognized in profit or loss. However, if recognizing the fair value changes attributable to credit risk in other comprehensive income would create or enlarge an accounting mismatch, the entire fair value change of the liability is presented in profit or loss.

Investment contracts measured at fair value through profit or loss refer to insurance contracts issued by insurers that are investment contracts without discretionary participation features. In accordance with the Regulations Governing the Setting Aside of Various Reserves by Insurance Enterprises and IFRS 9, such contracts shall be recognized as financial liabilities measured at fair value through profit or loss.

Other financial liabilities are subsequently measured at amortized cost using the effective interest method. Interest expense and foreign exchange gains and losses are recognized in profit or loss. Any gain or loss on derecognition is also recognized in profit or loss.

2) Financial liabilities classified as measured at amortized cost.

Financial liabilities arising from investment contracts measured at amortized cost refer to contracts issued by insurance enterprises that are investment contracts without discretionary participation features and that, in accordance with the Regulations Governing the Setting Aside of Various Reserves by Insurance Enterprises and IFRS 9, are required to be recognized as financial liabilities measured at amortized cost.

(e) Insurance Contracts and Reinsurance Contracts Held

(i) Measurement approach

The Group applies the premium allocation approach (PAA) to groups of insurance contracts with coverage periods of one year or less, as well as to groups of insurance contracts for which the measurement of the liability for remaining coverage is reasonably expected not to differ materially from that under the general measurement model (GMM). The Group applies the variable fee approach (VFA) to groups of insurance contracts with direct participation features; and applies the GMM to all other groups of insurance contracts.

(ii) Definitions and classification

1) Insurance contracts issued (including reinsurance contracts)

An insurance contract is a contract under which one party (the insurer) accepts significant insurance risk from another party (the policyholder) by agreeing to compensate the policyholder if a specified uncertain future event (the insured event) adversely affects the policyholder. The Group considers insurance risk to be significant if, and only if, an insured event could cause the insurer to pay significant additional amounts in any single scenario, excluding scenarios that lack commercial substance (i.e., that have no discernible effect on the economics of the transaction).

The Group considers all of its substantive rights and obligations (whether arising from contract, law or regulation) on a contract by contract basis in assessing whether significant insurance risk has been transferred.

Certain insurance contracts issued by the Group are insurance contracts with direct participation features, which primarily provide investment related services under which the policyholder can share in the returns on the underlying items. Underlying items are the clearly identified pool of assets that the Group uses to determine the amounts payable to policyholders.

Insurance contracts with direct participation features are those for which, at inception:

- the contractual terms specify that the policyholder participates in a share of a clearly identified pool of underlying items;
- the Group expects to pay the policyholder an amount equal to a substantial share of the fair value returns on the underlying items; and
- the Group expects a substantial proportion of any change in the amounts to be paid to the policyholder to vary with the change in the fair value of the underlying items.

The Group assesses, on a contract by contract basis, whether these criteria are met based on expectations at inception of the contract, and does not reassess those conditions subsequently unless the contract is modified. The variability of cash flows is assessed over the entire expected duration of the contract, with the duration determined by reference to all cash flows within the contract boundary.

The Group uses judgement in assessing whether the amounts expected to be paid to policyholders represent a substantial share of the fair value returns on the underlying items.

2) Investment contracts with discretionary participation features issued

Certain investment contracts issued by the Group contain discretionary participation features that provide the investor with a contractual right to receive, as a supplement to an amount not subject to the Group's discretion, additional amounts that are based on the returns of a specified pool of assets, the amount and timing of which are at the discretion of the Group and which are expected to be a significant portion of the total contractual benefits. The Group accounts for such contracts in accordance with IFRS 17.

3) Reinsurance contracts held

The Group uses reinsurance to reduce its risk exposure. A reinsurance contract held transfers substantially all insurance risk relating to the reinsured portion of the underlying insurance contracts to the reinsurer. Even if the reinsurance contract held does not expose the issuer to the possibility of a significant loss, the reinsurance contract held is still considered to transfer significant insurance risk.

(iii) Separation of components from insurance contracts

The Group assesses, in accordance with IFRS 17, whether an insurance contract contains components that are required to be separated. The Group has no insurance contracts that require further separation.

(iv) Level of aggregation of contracts

1) Insurance contracts

The Group manages insurance contracts issued by product line, and contracts within each product line share similar risks. Accordingly, all insurance contracts within the same product line are treated as a portfolio of insurance contracts. A group of insurance contracts is determined from the contracts in a portfolio that are issued within a period of no more than one year and, at initial recognition, is divided into:

- a group of contracts that are onerous;
- a group of contracts that, at initial recognition, have no significant possibility of becoming onerous subsequently; and
- a group of the remaining contracts in the portfolio.

The level of aggregation is determined at initial recognition and is not reassessed thereafter.

For insurance contracts measured under the premium allocation approach, the Group assumes that no contracts in a portfolio are onerous at initial recognition, unless facts and circumstances indicate otherwise. Where facts and circumstances indicate that certain contracts are onerous, the Group performs additional assessments to distinguish the onerous contracts from the non onerous contracts.

2) Reinsurance contracts held

The level of aggregation for portfolios of reinsurance contracts held is determined separately from the portfolios of direct insurance contracts issued. For the purpose of applying the aggregation requirements, the reinsurance contracts held that are issued within a period of no more than one year are, at initial recognition, divided into:

- a group of contracts for which there is a net gain at initial recognition;
- a group of contracts for which, at initial recognition, there is no significant possibility of a net gain arising subsequently; and
- a group of the remaining contracts in the portfolio.

The level of aggregation for reinsurance contracts held is assessed at the individual contract level, and the Group tracks internal management information to reflect the historical performance of such contracts.

(v) Timing of initial recognition of contracts

1) Insurance contracts

A group of insurance contracts issued is recognized from the earliest of the following:

- the beginning of the coverage period of the group of contracts;
- the date when the first payment from a policyholder in the group becomes due; and
- for a group of onerous contracts, when the group becomes onerous.

Investment contracts with discretionary participation features are recognized from the date on which the Group becomes a party to the contract.

Insurance contracts acquired in a transfer of insurance contracts that do not form a business, or in a business combination within the scope of IFRS 3, are recognized on the date of acquisition or transfer.

2) Reinsurance contracts held

The Group recognizes a group of reinsurance contracts held from the earliest of the following:

- the beginning of the coverage period of the group of reinsurance contracts held; and
- the date on which the Group recognizes an onerous group of underlying insurance contracts, if the Group entered into the related reinsurance contracts held in the group of reinsurance contracts held at or before that date.

The Group delays recognition of a group of reinsurance contracts held that provides proportionate coverage until the date of initial recognition of any underlying insurance contract, if that date is later than the beginning of the coverage period of the group of reinsurance contracts held.

3) Only contracts that individually meet the recognition criteria before the end of the reporting period are included in a group of contracts. If a contract meets the criteria for inclusion in a group only after the end of the reporting period, it is included in the group in the reporting period in which it meets the criteria, subject to the annual cohort restriction.

(vi) Measurement of insurance contracts and reinsurance contracts held

1) Initial recognition – groups of contracts not measured under the premium allocation approach

At initial recognition, the Group measures a group of insurance contracts as the sum of the fulfilment cash flows and the contractual service margin.

a) Fulfilment cash flows

i) The Group's current estimates of future cash flows that are expected to be collected from premiums and paid out for claims, benefits and expenses within the contract boundary of a group of contracts, adjusted to reflect the timing and uncertainty of those amounts, comprise:

1. estimates of future cash flows;

2. an adjustment to reflect the time value of money and financial risks related to the future cash flows (to the extent that the financial risks are not included in the estimates of the future cash flows); and

3. a risk adjustment for non-financial risk.

The discount rates applied to the estimates of future cash flows reflect the timing, currency and liquidity characteristics of the cash flows of the insurance contracts.

The Group uses consistent assumptions to measure the estimates of the present value of future cash flows for a group of reinsurance contracts held and the estimates of the present value of future cash flows for the groups of underlying insurance contracts.

ii) Contract boundary

The Group uses the concept of contract boundary to determine the cash flows that should be included in the measurement of a group of insurance contracts. Cash flows outside the contract boundary that relate to future insurance contracts are recognized by the Group when those contracts meet the recognition criteria.

For investment contracts with discretionary participation features issued, cash flows are within the contract boundary if they arise from a substantive obligation of the Group to deliver cash at a present or future date.

For groups of reinsurance contracts held, cash flows are within the contract boundary if they arise from rights and obligations that exist during the reporting period.

iii) Insurance acquisition cash flows

Cash flows arising from costs of selling, underwriting and initiating a group of insurance contracts (issued or expected to be issued) that are directly attributable to the portfolio of insurance contracts to which that group belongs.

The Group uses a systematic and rational method to allocate insurance acquisition cash flows to:

1. insurance acquisition cash flows that are directly attributable to a group of insurance contracts, and to allocate those to that group and to the groups that will include the insurance contracts expected to arise from renewals of the insurance contracts in that group; and

2. insurance acquisition cash flows that are not directly attributable to a group of insurance contracts but are attributable to a portfolio of insurance contracts, and to allocate those to the existing and expected groups of insurance contracts in the portfolio.

iv) Risk adjustment for non-financial risk

The Group adjusts the estimates of the present value of future cash flows to reflect the compensation it requires for bearing the uncertainty in the amount and timing of cash flows arising from non-financial risk.

For reinsurance contracts held, the risk adjustment for non-financial risk represents the amount of risk being transferred by the Group to the issuer of the reinsurance contracts.

b) Contractual service margin

i) Insurance contracts

The Group recognizes the unearned profit relating to the future provision of insurance contract services as the contractual service margin, which is a component of the asset or liability of a group of insurance contracts and which will be recognized as profit as insurance contract services are provided by the contracts in the group.

If the total calculated results in a net outflow, the group of insurance contracts is onerous at initial recognition. The Group immediately recognizes the net outflow amount as a loss in profit or loss, so that the carrying amount of the liability for the group equals the fulfilment cash flows, the contractual service margin of the group is zero, and a loss component is established at the amount of the loss recognized.

ii) Reinsurance contracts held

Any net cost or net gain on a group of reinsurance contracts held is recognized as a contractual service margin at initial recognition, unless the net cost of purchasing reinsurance coverage relates to events that occurred before the purchase of the group of reinsurance contracts held, in which case the Group recognizes such cost immediately in profit or loss as an expense.

Where an onerous group of insurance contracts includes onerous insurance contracts that are covered by a group of reinsurance contracts held as well as onerous insurance contracts that are not so covered, the Group applies a systematic and rational method of allocation to determine the portion of the loss on the group of insurance contracts that relates to insurance contracts covered by the group of reinsurance contracts held.

2) Subsequent measurement – groups of contracts not measured under the premium allocation approach

a) Changes in fulfilment cash flows

i) At the end of each reporting period, the Group updates the estimates of fulfilment cash flows using current assumptions and discount rates. Changes in the estimates of fulfilment cash flows are treated as follows:

1. changes that relate to current or past service are recognized in profit or loss; and

2. changes that relate to future service are recognized by adjusting the contractual service margin or the loss component.

ii) For insurance contracts measured under the general measurement model, changes in fulfilment cash flows that relate to future service adjust the contractual service margin of a group of insurance contracts, including:

1. experience adjustments arising from premiums received in the period that relate to future service and related cash flows;

2. changes in the estimates of the present value of future cash flows of the liability for remaining coverage;

3. differences between any investment component expected to become payable in the period and the actual investment component that becomes payable in the period;

4. differences between any loan to the policyholder expected to become repayable in the period and the actual loan to the policyholder that becomes repayable in the period; and

5. changes in the risk adjustment for non-financial risk that relate to future service.

iii) For insurance contracts measured under the general measurement model, the following changes in fulfilment cash flows do not adjust the contractual service margin of a group of insurance contracts, because they do not relate to future service:

1. the effects of the time value of money and changes therein, and the effects of financial risk and changes therein on the fulfilment cash flows;

2. changes in the estimates of the fulfilment cash flows of the liability for incurred claims;

3. premiums received in the period that do not relate to future service and related cash flows; and

4. experience adjustments relating to insurance service expenses (other than insurance acquisition cash flows).

iv) For investment contracts with discretionary participation features measured under the general measurement model, the Group has discretion over the amounts and timing of payments to policyholders. Changes in discretionary cash flows are regarded as relating to future service and accordingly adjust the contractual service margin. At initial recognition, the Group specifies its commitment to the policyholder as the declared crediting rate, which is determined based on the investment returns of the segregated assets less a related spread. The effect of discretionary changes on that commitment adjusts the contractual service margin, while the effect of changes in assumptions related to financial risk on that commitment does not adjust the contractual service margin and is recognized in insurance finance income or expenses.

If, at inception of the contract, the Group has not specified what it regards as its commitment and what it regards as discretionary, the Group recognizes the effect of all changes in assumptions related to financial risk on that commitment in insurance finance income or expenses.

v) For insurance contracts measured under the variable fee approach, changes in fulfilment cash flows that relate to future service adjust the contractual service margin of a group of insurance contracts, including:

1. changes in the amount of the Group’ s share of the fair value of the underlying items; and

2. changes in fulfilment cash flows that do not vary based on returns on the underlying items:

   a. changes in the time value of money and financial risks, including the effect of financial guarantees;

b. experience adjustments arising from premiums received in the period that relate to future service and related cash flows;

c. changes in the estimates of the present value of future cash flows of the liability for remaining coverage;

d. differences between any investment component expected to become payable in the period and the actual investment component that becomes payable in the period;

e. differences between any loan to the policyholder expected to become repayable in the period and the actual loan to the policyholder that becomes repayable in the period; and

f. changes in the risk adjustment for non-financial risk that relate to future service.

All of the adjustments above, except for changes in the time value of money and financial risks, are measured using current discount rates.

vi) For insurance contracts measured under the variable fee approach, the following changes in fulfilment cash flows do not adjust the contractual service margin of a group of insurance contracts:

1. changes in the obligation to pay the policyholder an amount equal to the fair value of the underlying items; and

2. changes in fulfilment cash flows that do not vary based on returns on the underlying items:

a. changes in the estimates of fulfilment cash flows of the liability for incurred claims;

b. premiums received in the period that do not relate to future service and related cash flows; and

c. experience adjustments relating to insurance service expenses (other than insurance acquisition cash flows).

b) The Group includes within the liability for remaining coverage those liabilities in respect of claims already incurred that continue to carry insurance risk.

c) The Group does not have any products containing complex guarantees and does not use derivatives to hedge financial risks.

d) Adjustments to the contractual service margin

i) For a group of insurance contracts issued, the carrying amount at the end of each reporting period equals the carrying amount at the beginning of the reporting period, adjusted for:

1. the effect of any new contracts added to the group;

2. interest accreted on the carrying amount of the contractual service margin during the reporting period, measured at the discount rates determined at initial recognition;

3. changes in fulfilment cash flows that relate to future service, recognized by adjusting the contractual service margin, subject to the limit that the adjustment cannot exceed the carrying amount of the contractual service margin. Where the increase in fulfilment cash flows exceeds the carrying amount of the contractual service margin, the contractual service margin is reduced to zero, any excess is recognized as insurance service expenses, and a loss component is simultaneously established within the liability for remaining coverage. Where the contractual service margin is already zero, further changes in fulfilment cash flows are recognized in insurance service expenses and adjust the loss component. If the fulfilment cash flows subsequently decrease by more than the loss component, the loss component is reduced to zero and the contractual service margin is re-established for the excess amount;

4. the effect of any foreign exchange differences on the contractual service margin; and

5. the amount recognized as insurance revenue because of the transfer of services in the period.

ii) For a group of reinsurance contracts held, the carrying amount at the end of each reporting period equals the carrying amount at the beginning of the reporting period, adjusted for:

1. the effect of any new contracts added to the group;

2. interest accreted on the carrying amount of the contractual service margin during the reporting period, measured at the discount rates determined at initial recognition;

3. at initial recognition of an onerous group of underlying insurance contracts, or on the addition of onerous underlying insurance contracts to a group, recognizing a loss, the contractual service margin of the group of reinsurance contracts held is adjusted and income is recognized, and a loss recovery component of the asset for remaining coverage is established (or adjusted) for that amount;

4. reversals of the loss recovery component recognized, to the extent that those reversals are not changes in the fulfilment cash flows of the group of reinsurance contracts held;

5. changes in fulfilment cash flows that relate to future service, unless the change results from a change in the fulfilment cash flows allocated to a group of underlying insurance contracts that does not adjust the contractual service margin of that group of underlying insurance contracts;

6. the effect of any foreign exchange differences on the contractual service margin; and

7. the amount recognized in profit or loss because of the services received in the period, determined after completing all the adjustments above.

iii) Discount rate used for accreting interest on the contractual service margin

For insurance contracts without direct participation features, interest is accreted using the discount rate determined at the date of initial recognition of the group of contracts that is applied to nominal cash flows that do not vary based on returns on any underlying items. In subsequent reporting periods, if further contracts are added to an existing group, the Group revises this discount rate using the weighted average discount rate over the period during which the contracts in the group are issued, which cannot exceed one year. The weighted average discount rate is determined by multiplying the ratio of the contractual service margin of each newly added contract to the contractual service margin of the group as a whole by the corresponding discount rate applicable to the newly added contract.

The Group uses the discount rate described above to adjust the contractual service margin for changes in fulfilment cash flows that relate to future service.

iv) Release of the contractual service margin to profit or loss

The amount recognized as insurance revenue because of the transfer of services in the period is determined by allocating the contractual service margin remaining at the end of the reporting period on the basis of coverage units over the current and remaining coverage period.

The coverage period is the period during which the Group provides insurance contract services. Insurance contract services comprise coverage for insured events, investment return service to policyholders, and investment related service in managing underlying items on behalf of policyholders. The period during which investment return service or investment related service is provided ends on or before the date on which all amounts payable to current policyholders relating to such services have been paid. The Group provides an investment return service for insurance contracts without direct participation features if, and only if, an investment component exists, or the policyholder has a right to withdraw an amount, and the Group expects the investment component or the amount the policyholder has a right to withdraw to include an investment return and expects to perform investment activities to generate that return.

The Group determines coverage units by taking into account the benefit amounts of each contract over its expected coverage period. For insurance coverage, the Group uses the amount of benefit the policyholder is able to validly claim in each period upon the occurrence of an insured event. For investment return service and investment related service, the Group uses the policyholder's investment component as the benefit amount provided.

The total number of coverage units of a group of contracts is the total quantity of coverage provided by all the contracts in the group over their expected coverage period. At the end of each reporting period, the Group determines coverage units prospectively, taking into account:

1. the quantity of benefits provided by the contracts in the group;

2. the expected coverage period of the contracts in the group; and

3. the likelihood of the occurrence of an insured event, to the extent that it affects the expected coverage period of the contracts in the group.

v) Onerous contracts – loss component

When the increase in fulfilment cash flows exceeds the carrying amount of the contractual service margin, the group of contracts becomes onerous and the excess is recognized in insurance service expenses, with a loss component established under the liability for remaining coverage.

Following recognition of a loss on an onerous group of insurance contracts, the Group allocates the following between the loss component and the liability for remaining coverage excluding the loss component, on the basis of the ratio of the loss component to the expected future cash outflows within the fulfilment cash flows:

1. the estimates of the present value of future cash flows for claims and expenses released from the liability for remaining coverage because of insurance service expenses incurred;

2. changes in the risk adjustment for non-financial risk; and

3. insurance finance income or expenses.

The allocations in 1. and 2. above reduce the components of insurance revenue and insurance service expenses, respectively.

In subsequent periods, a decrease in fulfilment cash flows reduces the remaining loss component, and after the loss component has been reduced to zero, the contractual service margin is re-established; an increase in fulfilment cash flows increases the loss component.

The Group establishes or adjusts a loss recovery component on a group of reinsurance contracts held to reflect changes in the loss component of the onerous group of underlying insurance contracts. The carrying amount of the loss recovery component cannot exceed the portion of the loss component of the onerous group of underlying insurance contracts that the Group expects to recover from the group of reinsurance contracts held.

The loss recovery component determines the amount presented in profit or loss as a reversal of recoveries of losses from the group of reinsurance contracts held and, accordingly, excluded from the allocation of premiums paid to the reinsurer.

3) Initial recognition and subsequent measurement – groups of contracts measured under the premium allocation approach

a) Insurance contracts

The Group applies the premium allocation approach (PAA) to groups of insurance contracts with coverage periods of one year or less, as well as to groups of insurance contracts for which the measurement of the liability for remaining coverage is reasonably expected not to differ materially from that under the general measurement model (GMM).

Life Insurance Subsidiary

For insurance contracts issued, the Subsidiary recognizes insurance acquisition cash flows allocated to a group of contracts as expenses when they are incurred.

For insurance contracts issued, at initial recognition, the Subsidiary measures the liability for remaining coverage as the premiums received, plus or minus any asset derecognized upon derecognition of insurance acquisition cash flows and any other asset or liability previously recognized for cash flows related to the group before initial recognition.

For insurance contracts issued, at the end of each subsequent reporting period, the carrying amount of the liability for remaining coverage is the carrying amount at the beginning of the reporting period:

i) plus the premiums received in the period; and

ii) minus the amount recognized as an allocation of premiums paid for the coverage provided in the period.

Non-Life Insurance Subsidiary

For insurance contracts issued, the Subsidiary defers insurance acquisition cash flows allocated to a group of contracts to which the premium allocation approach is applied over the coverage period of the group of contracts.

For insurance contracts issued, at initial recognition, the Subsidiary measures the liability for remaining coverage as the premiums received, minus any insurance acquisition cash flows at that date, plus or minus any asset derecognized upon derecognition of insurance acquisition cash flows and any other asset or liability previously recognized for cash flows related to the group before initial recognition.

For insurance contracts issued, at the end of each subsequent reporting period, the carrying amount of the liability for remaining coverage is the carrying amount at the beginning of the reporting period:

i) plus the premiums received in the period;

ii) minus insurance acquisition cash flows;

iii) minus the amount recognized as insurance revenue for the coverage provided in the period; and

iv) plus any amounts relating to the amortization of insurance acquisition cash flows recognized as expenses in the reporting period.

b) Reinsurance contracts held

The life insurance subsidiary excess-of-loss reinsurance contracts held provide coverage for catastrophe losses occurring within a single accident year and for group insurance contracts, and are therefore measured under the premium allocation approach.

Reinsurance contracts held by the non-life insurance subsidiary are measured under the premium allocation approach if the coverage period is one year or less, or if the coverage period exceeds one year but the measurement of the liability for remaining coverage does not differ materially from that which would be produced by applying the general measurement model.

For reinsurance contracts held, at initial recognition, the Group measures the asset for remaining coverage as the reinsurance premiums paid, plus or minus any other amount arising from the derecognition of any cash flows previously recognized before initial recognition.

For reinsurance contracts held, at the end of each subsequent reporting period, the amount of the asset for remaining coverage is the carrying amount at the beginning of the reporting period:

i) plus the reinsurance premiums paid in the period; and

ii) minus the amount recognized as reinsurance premiums for services expected to be received in the period.

The Group adjusts the carrying amount of the asset for remaining coverage of groups of reinsurance contracts held to reflect the effect of the reinsurer' s non-performance risk.

c) If the premiums of the contracts are due within the coverage period and within one year, the Group elects not to adjust the liability for remaining coverage of insurance contracts issued for the time value of money. If the coverage period of the contracts exceeds one year, the Group adjusts the liability for remaining coverage for the effect of the time value of money.

For contracts measured under the premium allocation approach, the asset or liability for incurred claims is measured in a manner similar to the measurement of the liability for incurred claims for contracts measured under the general measurement model. Future cash flows are adjusted for the time value of money, as the claims settlement period for the related products is expected to exceed one year.

d) If, at any time during the coverage period, facts and circumstances indicate that a group of insurance contracts is onerous, the Group recognizes a loss in profit or loss and increases the liability for remaining coverage by the amount by which the fulfilment cash flows measured under the general measurement model exceed the carrying amount of the liability for remaining coverage, and establishes a loss component. In each subsequent financial reporting period, the loss component is remeasured by calculating the difference between the fulfilment cash flows for the related future service measured under the general measurement model and the liability for remaining coverage. Changes in the loss component are reflected in insurance service expenses.

e) When a loss is recognized on initial recognition of an onerous group of underlying insurance contracts or on the addition of onerous underlying insurance contracts to a group, the Group adjusts the asset for remaining coverage for the group of reinsurance contracts held measured under the premium allocation approach, recognizes income, and establishes or adjusts a loss recovery component of the asset for remaining coverage for the group of reinsurance contracts held. The income recognized is determined by multiplying the loss recognized on the underlying insurance contracts by the percentage of claims on the underlying insurance contracts that the Group expects to recover from the group of reinsurance contracts held, provided that the reinsurance contracts held have been entered into at or before the time the onerous underlying insurance contracts are recognized.

An onerous group of insurance contracts may include both onerous insurance contracts covered by a group of reinsurance contracts held and onerous insurance contracts that are not so covered. The Group applies a systematic and rational method of allocation to determine the portion of the loss recognized on the group of insurance contracts that relates to insurance contracts covered by the group of reinsurance contracts held.

(vii) Contract modification and derecognition

If the terms of an insurance contract are modified—for example, where the Group reaches a consensus with the other party to the contract, or where the contract is modified due to regulation—the Group treats the resulting changes in cash flows as changes in estimates of fulfilment cash flows, unless the original contract meets the conditions for derecognition.

The Group derecognizes an insurance contract when, and only when:

1) the insurance contract is extinguished, that is, when the obligations specified in the insurance contract expire or are discharged or cancelled; or

2) any of the following conditions for contract modification is met, in which case the Group derecognizes the original contract and recognizes the modified contract as a new contract:

a) if the modified terms had been included at contract inception, and the Group concludes that the modified contract falls within one of the following situations:

i) the modified contract would have been outside the scope of IFRS 17;

ii) the modification would have separated different components from the host insurance contract, resulting in different insurance contracts to which IFRS 17 would have applied;

iii) the modified contract would have had a substantially different contract boundary; or

iv) the modified contract would have been included in a different group of contracts;

b) the original contract met the definition of an insurance contract with direct participation features but the modified contract no longer meets that definition (or vice versa); or

c) the original contract was measured under the premium allocation approach, but such modifications mean that the contract no longer meets the eligibility criteria for the premium allocation approach.

(viii) Insurance service result – insurance contracts issued

1) Insurance revenue

As the Group provides insurance contract services in the reporting period, it reduces the liability for remaining coverage for the services provided and recognizes insurance revenue.

For insurance contracts not measured under the premium allocation approach, insurance revenue includes the following:

a) Amounts arising from changes in the liability for remaining coverage:

i) the insurance service expenses incurred in the period, measured at the amounts expected at the beginning of the period, excluding:

1. amounts allocated to the loss component of the liability for remaining coverage;

2. repayments of investment components;

3. amounts relating to transaction-based taxes collected on behalf of third parties;

4. insurance acquisition expenses; and

5. amounts relating to the risk adjustment for non-financial risk;

ii) the change in the risk adjustment for non-financial risk, excluding:

1. changes included in insurance finance income or expenses;

2. changes that relate to future service; and

3. amounts allocated to the loss component of the liability for remaining coverage;

iii) the amount of the contractual service margin recognized in profit or loss in the period; and

iv) other amounts, including experience adjustments arising from premiums received that do not relate to future service.

b) Recovery of insurance acquisition cash flows: insurance revenue related to insurance acquisition cash flows is determined by allocating the portion of premiums relating to the recovery of those cash flows to each reporting period on a passage-of-time basis.

For insurance contracts measured under the premium allocation approach, the Group recognizes insurance revenue on the basis of the passage of time over the coverage period of the group of contracts.

2) Insurance service expenses

Insurance service expenses include the following:

a) incurred claims (excluding investment components) and other incurred insurance service expenses;

b) amortization of insurance acquisition cash flows. For the life insurance subsidiary, insurance acquisition cash flows allocated to a group of contracts measured under the premium allocation approach are recognized directly as insurance service expenses when incurred. For the non-life insurance subsidiary, insurance acquisition cash flows relating to insurance contracts measured under the premium allocation approach are amortized on a time basis;

c) changes relating to past service, i.e. changes in fulfilment cash flows relating to the liability for incurred claims; and

d) changes relating to future service, i.e. losses on groups of onerous contracts and reversals of such losses.

e) impairment of asset for insurance acquisition cash flows.

For insurance contracts not measured under the premium allocation approach, the amortization of insurance acquisition cash flows is reflected in insurance service expenses and equals the amount of the recovery of insurance acquisition cash flows reflected in insurance revenue.

Cash flows relating to costs that cannot be directly attributed to the portfolio of insurance contracts in which the contracts are included are recognized, when incurred, under other operating expenses in the statement of comprehensive income.

(ix) Insurance service result – reinsurance contracts held

The Group presents income or expenses from a group of reinsurance contracts held as a single amount, which comprises the following:

1) For reinsurance contracts held not measured under the premium allocation approach, the allocation of reinsurance premiums paid includes the following amounts arising from changes in the remaining coverage:

a) the recoveries of incurred claims and other directly attributable expenses in the period, measured at the amounts expected at the beginning of the period, excluding:

i) amounts allocated to the loss recovery component of the liability for remaining coverage;

ii) repayments of investment components; and

iii) amounts relating to the risk adjustment for non-financial risk.

b) the change in the risk adjustment for non-financial risk, excluding:

i) changes included in the finance income or expenses from reinsurance contracts held;

ii) changes that relate to future service; and

iii) amounts allocated to the loss recovery component.

c) the amount of the contractual service margin recognized in profit or loss because of services received in the period; and

d) experience adjustments arising from reinsurance premiums paid that do not relate to future service.

2) For reinsurance contracts held measured under the premium allocation approach, the Group recognizes the reinsurance expense on the basis of the passage of time over the coverage period of the group of contracts.

3) Amounts recovered from the reinsurer:

a) incurred reinsurance claim recoveries and benefits (excluding investment components and net of the allocation of the loss recovery component);

b) other incurred reinsurance related expenses;

c) changes relating to past service, i.e. changes in fulfilment cash flows relating to the asset for incurred claims; and

d) loss recoveries and reversals of onerous underlying insurance contracts

4) Changes in the risk of non performance by the reinsurer.

(x) Insurance finance income or expenses

1) Insurance finance income or expenses comprise changes in the carrying amount of the group of insurance contracts arising from:

a) the effects of the time value of money and changes in the time value of money; and

b) the effects of financial risk and changes in financial risk.

2) For contracts measured under the general measurement model, insurance finance income or expenses mainly comprise:

   a) the accretion of interest on fulfilment cash flows and on the contractual service margin; and

   b) the effects of changes in interest rates and other financial assumptions;

   c) the effects of foreign exchange rates.

3) For contracts measured under the variable fee approach, insurance finance income or expenses include changes in the value of the underlying items, other than additions and withdrawals.

4) For contracts measured under the premium allocation approach, insurance finance income or expenses mainly comprise:

   a) the accretion of interest on the liability for incurred claims; and

   b) the effects of changes in interest rates and other financial assumptions.

5) The Group does not disaggregate changes in the risk adjustment for non-financial risk between the insurance service result and insurance finance income or expenses.

6) For contracts measured under the general measurement model, the life insurance subsidiary chooses to disaggregate insurance finance income or expenses for the period, including an amount in profit or loss and the remaining amount in other comprehensive income. The amount included in profit or loss is determined by a systematic allocation of the total expected insurance finance income or expenses over the duration of the group of contracts. The non-life insurance subsidiary chooses to recognize insurance finance income or expenses for the period in profit or loss.

7) For contracts measured under the variable fee approach, except for investment linked product portfolios for which the Group elects to include insurance finance income or expenses for the period in profit or loss, the Group chooses to disaggregate insurance finance income or expenses for the period, including an amount in profit or loss that eliminates the accounting mismatch with income or expenses recognized in profit or loss on the underlying items held, and the remaining amount in other comprehensive income.

8) For contracts measured under the premium allocation approach, the life insurance subsidiary adjusts the fulfilment cash flows relating to incurred claims for the time value of money and, analogously to the treatment of contracts under the general measurement model, chooses to disaggregate insurance finance income or expenses for the period, including an amount in profit or loss and the remaining amount in other comprehensive income, with the amount included in profit or loss determined by a systematic allocation of the total expected insurance finance income or expenses over the duration of the group of contracts. The non-life insurance subsidiary chooses to recognize insurance finance income or expenses for the period in profit or loss.

9) To a group of insurance contracts that generates foreign currency cash flows, the Group treats the group of contracts (including the contractual service margin) as a monetary item.

(xi) Interim financial reporting

The Group applies IAS 34 "Interim Financial Reporting" in preparing its interim financial statements. The Group elects, in applying IFRS 17 in subsequent interim financial statements or in the annual reporting period, to change the treatment of accounting estimates made in previous interim financial statements.

(f) Investment contracts without discretionary participation features

The Group conducts insurance business involving investment contracts without discretionary participation features. Such contracts mainly comprise separate account insurance products and do not involve the transfer of significant insurance risk. These contracts are separated into two components: an investment contract and an investment management service contract. Ongoing fees depend on whether investment management services are provided and are attributed to the investment management service component. To the extent that the amounts received from the customer exceed the fair value of the investment contract issued, the excess is attributed to the investment service component as a front end fee.

(i) Investment contracts

When the Group becomes a party to the contractual provisions of the contract, a financial liability is recognized, representing the Group's contractual obligation to transfer the returns on the underlying investments, after deducting investment management fees, to the counterparty. The financial liability is derecognized when the obligation specified in the contract expires, is discharged or is cancelled. Amounts received and paid relating to the financial instrument component are adjusted against the financial liability.

Financial liabilities arising from investment contracts are designated as at fair value through profit or loss at initial recognition. This is because such liabilities, together with the related assets, are managed and their performance is evaluated on a fair value basis. Their fair value represents the amount payable on demand, as the holder may cancel the contract at any time after inception.

(ii) Investment management service contracts

Ongoing fees are calculated on a daily basis and recognized as revenue. Non refundable front end fees give rise to a material right to future investment management services and are recognized as a contract asset or contract liability, and recognized as revenue over the period during which the customer is expected to continue receiving the investment management services.

Incremental costs incurred by the Group to obtain investment contracts are recognized as assets unless the Group does not expect to recover such costs. These costs are amortized on a straight-line basis over the estimated term of the contract and are regularly reviewed for impairment. Such costs are presented under "Other assets" in the balance sheet, and their amortization and any impairment losses are presented under " Net service charge and commissions" in the statement of comprehensive income.

(g) Reserve for foreign exchange valuation

Commencing in February 2026, the life insurance subsidiary sets aside a volatility reserve and a fixed reserve under liabilities in respect of its foreign investments, in accordance with the "Regulations Governing the Setting Aside of Various Reserves by Insurance Enterprises" and the "Guidelines for the Reserve for Foreign Exchange Valuation for Life Insurance Enterprises".

Where the subsidiary has after tax earnings for the year, it shall appropriate ten percent (10%) of such amount as a special reserve – foreign exchange risk fixed reserve. The after tax amount of the fixed reserve appropriated in the current year may be applied as a deduction from the amount required to be appropriated to the special reserve – foreign exchange risk fixed reserve. When the balance of the special reserve – foreign exchange risk fixed reserve reaches twice the after tax amount of the accumulated cap of the fixed reserve, no further appropriation is required for that year. The aforementioned special reserve shall not be reversed for any other use, except with the approval of the competent authority. In addition, the subsidiary shall annually appropriate a special reserve – foreign exchange risk enhancement reserve. The after tax amount of the fixed reserve appropriated in the current year, after being applied as a deduction from the special reserve – foreign exchange risk fixed reserve, and with any remaining balance, may be applied as a deduction from the special reserve – foreign exchange risk enhancement reserve. Where the unappropriated earnings for the current year are insufficient to cover the transfer, the shortfall shall be made up in subsequent years. The aforementioned special reserve may only be reversed for the purpose of capitalization of earnings and may not be used for the distribution of cash dividends, except with the approval of the competent authority.

(h) Other liabilities

(i) Strengthening Catastrophe Reserves for Property Insurance Industry

At the date of initial application of IFRS 17 on January 1, 2026, the increase in retained earnings recognized by the non-life insurance subsidiary is used to determine the transferable amount in accordance with the " Guidelines for Strengthening Catastrophe Reserves for Property Insurance Industry" under Jin-Guan-Bao-Cai-Zi No.1150411139, and such increase is transferred to special provisions for major incidents and risk variation under liabilities.

(ii) Reserve for interest margin and mortality margin

Starting from 2003, for effective insurance contracts of the life insurance subsidiary which adopt the dividend calculation formula prescribed under Jin-Guan-Bao-Cai-Zi No.11004931041, a reserve is recognized under other liabilities for the amount of dividends reduced in the current year as a result of the offset between mortality margin and interest margin.

(iii) Other

In accordance with Jin-Guan-Bao-Cai-Zi No.11404924811, the life insurance subsidiary adjusted the calculation basis for the provision of policy reserves while simultaneously releasing the excess amount of policy reserves obtained by the difference between prior to the adjustment and the recalculated amount. The recalculated policy reserves reflect the adjustments made to the reserve basis for certain effective insurance contracts that met the conditions set forth in the directive. These adjustments include raising the policy reserve interest rate within a range of 25 basis points, or a revision of mortality assumptions based on the Sixth Mortality Table of Taiwan's life insurance industry as promulgated under Jin-Guan-Bao-Cai-Zi No.11004909551, or a concurrent application of both adjustments. The related amounts were recognized under “Other liabilities” at the transition date on first time application of IFRS 17, and the amount released in June 2025 is disclosed in Note 6(AA).

(i) Employee benefits

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

(j) Income tax

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

Income tax expenses for the period are measured by multiplying together the pre-tax income for the interim reporting period and the management’s best estimate of effective annual tax rate. This should be recognized fully as tax expense for the current period.

The income tax expenses recognized directly in equity or other comprehensive income arise due to temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases, which is measured at tax rates when it is expected to be realized.

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

The preparation of the consolidated financial statements in conformity with the Regulations and IFRS Accounting Standards (in accordance with IAS 34 “Interim Financial Reporting” and endorsed by the FSC) requires management to make judgments and estimates about the future, including climate-related risks and opportunities, that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

Estimates and underlying assumptions are reviewed on an ongoing basis and are consistent with the Group's risk management. Revisions to estimates are recognized prospectively in the period of the change and future periods.

Information about judgments made in applying accounting policies that have the most significant effects on the amounts recognized in the consolidated financial statements is as follows:

(a) Fair value of financial instruments

The fair value of non-active market or non-quoted financial instruments is determined using valuation techniques. In this case, the fair value is based on observable data of similar financial instruments or valuation model. If there are no observable market parameters, the fair value of financial instruments is evaluated based on appropriate assumptions. When the fair value is determined by the valuation model, the model shall be calibrated to ensure that all output data and the results reflect the actual market price. The models use only observable data as possible.

Information on major assumptions for determining the fair value of financial instruments and the sensitivity analysis of those assumption, please refer to note 6 (ag).

(b) Insurance contract and reinsurance contract held

In measuring insurance contracts, reinsurance contracts held and investment contracts, the Group is required to make the following significant judgements:

(i) Contract classification: assessing whether a contract transfers significant insurance risk, and whether it contains direct participation features, in order to determine the classification between insurance contracts and investment contracts.

(ii) Level of aggregation and initial recognition of insurance contracts and reinsurance contracts

For insurance contracts of the Group that are not measured under the premium allocation approach, the assessment, at initial recognition, of whether a contract is onerous, or whether there is no significant possibility of it becoming onerous subsequently, is based on:

- the likelihood of changes in assumptions that, were they to occur, would cause the contracts to become onerous; and

- information derived from estimates of the profitability of the group of contracts.

(iii) Measurement of insurance contracts and reinsurance contracts not measured under the premium allocation approach

A group of insurance contracts is measured as the sum of the fulfilment cash flows of the contracts and the contractual service margin (CSM), recognized as an asset or a liability. Fulfilment cash flows represent the present value of expected future cash outflows less the present value of expected future cash inflows, together with a risk adjustment for non-financial risk. In estimating the fulfilment cash flows and the risk adjustment for non-financial risk, the assumptions and techniques applied are based on the terms of the contracts and the Group's actual experience. Significant judgement is required by the Group in assessing the appropriate assumptions and techniques.

In addition, the contractual service margin represents the unearned profit that the Group will recognize as it provides services under the insurance contracts. The amount of the contractual service margin recognized in profit or loss is determined based on the coverage units of the group of contracts; that is, the contractual service margin at the end of the period is allocated equally to services provided in the current period and services expected to be provided in the future. Coverage units represent the quantity of services to be provided by the contracts within a group, and the Group determines the number of coverage units for each group of insurance contracts by considering the quantity of services provided by each contract and its expected coverage period.

Except for certain modifications required by IFRS 17 in the measurement of reinsurance contracts held, the Group applies accounting policies consistent with those applied to insurance contracts without direct participation features when measuring reinsurance contracts held. Such modifications include, for example: when measuring reinsurance contracts held, the Group uses assumptions consistent with those used for the underlying insurance contracts to measure the estimates of the present value of future cash flows for a group of reinsurance contracts held, and incorporates the effect of any risk of non performance by the issuer of the reinsurance contracts. The risk adjustment for non-financial risk is determined to represent the amount of risk being transferred by the holder of the reinsurance contracts to the issuer of those contracts. The contractual service margin at initial recognition reflects the net cost or net gain of purchasing the reinsurance.

Judgements and estimates made by the Group in measuring insurance contracts and reinsurance contracts affect the amounts recognized in the financial statements for insurance contract and reinsurance contract assets or liabilities, insurance revenue, and income or expenses from reinsurance contracts held.

The Group reassesses and updates, at each reporting date, the assumptions used to estimate insurance contracts and reinsurance contracts, including fulfilment cash flows, estimates of future cash flows, mortality assumptions, lapse assumptions, expense assumptions, the approach to determining discretion for contracts without direct participation features, morbidity assumptions, the measurement approach applied for the risk adjustment for non-financial risk, discount rates, investment returns, the contractual service margin, coverage units, and investment components.

(iv) Transition: determining whether reasonable and supportable information is available to apply the full retrospective approach, the modified retrospective approach or the fair value approach.

(c) Debt investments and loans classified as financial assets measured at amortized cost or fair value through other comprehensive income, and expected credit loss of its receivables

The Company and its subsidiaries determine whether loss allowances are measured at 12-month ECLs or lifetime ECLs based on whether the credit risk has increased significantly since initial recognition. Lifetime ECL measurement applies for those financial assets that have suffered a significant increase in credit risk since initial recognition and 12-month ECL measurement for those have not. To measure expected credit losses, the Company and its subsidiaries consider the probability of default (PD) of the financial asset, issuer or counterparty, together with the loss given default (LGD). The expected credit loss is measured by multiplying PD, LGD and exposure at default (EAD). The Company and its subsidiaries consider the impact of the time value of money and estimate 12-month and lifetime expected credit losses, respectively. The Company and its subsidiaries have considered historical experience, current economic conditions and forward-looking information at the reporting date to determine the assumptions and the selected inputs to be used in calculating the impairments.

(d) Fair value of investment property

The fair value of investment property is derived from valuation techniques. Assumptions which are used in applying valuation techniques, such as income approach, comparison approach or cost approach, will have impacts on the fair value of investment property.

(e) Income taxes and deferred tax assets and liabilities

The Company and its subsidiaries calculate the income tax in accordance with the local ordinances. The possible difference in tax base and calculation between the Company and its subsidiaries and the tax authorities leads to the uncertainty of income tax. The Company and its subsidiaries recognize related income tax and deferred income tax by assessing possible additional income tax pursuant to the transactions and calculations for the tax. If the final tax determined by the authorities differs from the initial recognized amount, the difference will affect the income tax and deferred income tax accounts.

The assessment of the recoverable of deferred tax assets is based on future profitability estimation. If the estimated assumption of profitability has been changed, the Company and its subsidiaries may adjust the recognized amount of deferred tax assets.

(6) Explanation of significant accounts

(a) Cash and Cash Equivalents

	June 30, 2026	December 31, 2025	June 30, 2025
Cash on hand and petty cash	$ 8,348,239	8,444,335	8,475,308
Bank deposits	289,104,187	292,913,234	291,571,651
Cash equivalents	49,718,446	44,437,134	62,592,872
Notes and checks for clearing	1,363,502	1,536,557	1,402,484
Due from banks	32,923,789	70,178,258	49,588,914
Less: Guarantee deposits	1,178,846	80,097	70,391
Total	**$ 380,279,317**	**417,429,421**	**413,560,838**

For consolidated statements of cash flows, cash and cash equivalents include accounts as of June 30, 2026 and 2025, listed below:

	June 30, 2026	June 30, 2025
Cash and cash equivalents in consolidated balance sheets	$ 380,279,317	413,560,838
Due from the central bank and call loans to banks qualifying for cash and cash equivalents under the definition of IAS 7	166,102,449	114,772,306
Securities purchased under resell agreements qualifying for cash and cash equivalents under the definition of IAS 7	107,939,609	97,791,216
Cash and cash equivalents in consolidated statements of cash flows	**$ 654,321,375**	**626,124,360**

The amounts of loss allowance were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Loss allowance	**$ 2,738**	**2,839**	**2,522**

For credit risk, the assessment of impairment and the change of loss allowance, please refer to note 6 (ai) for details.

(b) Due from the Central Bank and Call Loans to Banks

	June 30, 2026	December 31, 2025	June 30, 2025
Call loans to banks	$ 307,230,516	299,427,213	292,378,022
Deposit reserves	202,676,453	180,204,462	170,093,326
Due from the central bank－others	21,344,904	25,124,625	11,464,936
Total	**$ 531,251,873**	**504,756,300**	**473,936,284**

Under a directive issued by the Central Bank of the Republic of China, New Taiwan dollar (TWD)-denominated deposit reserves are determined by applying a prescribed percentage to the average monthly balances of customers' TWD-denominated deposits.

Details of the deposit reserves from Taipei Fubon Bank were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Deposit reserves for checking account	**$ 73,356,414**	**69,531,758**	**68,381,941**
Required deposit reserves	**$ 96,715,161**	**82,374,053**	**78,158,531**

The deposit reserves for checking account are not interest bearing and may be withdrawn anytime. The required deposit reserves are subject to withdrawal restrictions. In addition, foreign-currency deposit reserves are determined by applying a prescribed percentage to the balances of foreign-currency deposits. These reserves may be withdrawn anytime but bear no interests.

Fubon Bank (China) uses the ending balance of deposits at the end of the month or certain balances reached at the average of 10-day periods as basis for making provisions, as required under the regulations of the People's Bank of China.

The amounts of loss allowance were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Loss allowance	**$ 33,580**	**101,108**	**48,286**

For credit risk, the assessment of impairment and the change of loss allowance, please refer to note 6 (ai) for details.

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(c) Financial Instruments Measured at Fair Value through Profit or Loss

	June 30, 2026	December 31, 2025	June 30, 2025
Financial assets mandatorily measured at fair value through profit or loss:			
Non-hedge derivative instruments			
Interest rate contracts	$ 17,671,344	14,953,753	13,417,447
Currency rate contracts	31,032,783	33,122,749	83,294,577
Options contracts	2,801,192	1,708,577	2,129,428
Cross currency swap contracts	622,919	693,139	729,467
Others	6,971,329	3,038,006	2,189,930
Subtotal	59,099,567	53,516,224	101,760,849
Non-derivative financial assets			
Government bonds	17,882,340	8,389,288	20,353,369
Corporate bonds	13,620,820	13,400,000	17,819,157
Financial bonds	54,218,912	49,024,873	45,274,383
Stocks	187,759,292	633,708,961	566,727,700
Beneficiary certificates	313,680,251	729,551,889	788,918,326
Commercial papers	155,718,091	121,926,332	131,371,607
Treasury bills	35,920,294	15,237,092	16,962,959
Beneficiary securities	3,773,674	62,735,908	53,992,570
Convertible corporate bonds	56,882,764	43,995,087	37,706,281
Structured products	51,343,924	59,997,708	50,486,379
Negotiable certificates of deposit	1,075,293	1,075,487	2,942,057
Others	1,541,326	1,228,192	2,519,448
Subtotal	893,416,981	1,740,270,817	1,735,074,236
Financial assets designated as at fair value through profit or loss:			
Government bonds	-	-	975,766
Subtotal	-	-	975,766
Total	**$ 952,516,548**	**1,793,787,041**	**1,837,810,851**

(Continued)

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		June 30, 2026	December 31, 2025	June 30, 2025
Financial liabilities designated as at fair value through profit or loss:				
Non-hedge derivative instruments				
Structured products	$	3,498,392	1,669,372	2,490,242
Non-derivative financial liabilities				
Exchange traded notes		1,041,289	168,549	78,857
Subtotal		4,539,681	1,837,921	2,569,099
Held-for-trading financial liabilities:				
Non-hedge derivative instruments				
Interest rate contracts		14,760,301	13,139,622	13,558,740
Currency rate contracts		32,952,738	46,409,291	64,185,159
Options contracts		27,385,388	17,577,594	13,907,348
Others		5,229,332	1,793,876	1,419,448
Subtotal		80,327,759	78,920,383	93,070,695
Non-derivative financial liabilities				
Stock borrowing and short selling		16,408,901	11,178,232	14,813,950
Bonds borrowing and short selling		10,345,810	10,148,733	9,017,125
Subtotal		26,754,711	21,326,965	23,831,075
Financial liabilities from investment contracts measured at fair value through profit or loss		217,655,837	192,936,057	172,824,724
Total	**$**	**329,277,988**	**295,021,326**	**292,295,593**

(i) The Bank subsidiaries are engaged in derivative transactions mainly to accommodate customers' needs, to manage their exposure positions, and to accommodate their fund needs in different currencies.

(ii) The financial instruments at fair value through profit or loss are hybrid financial instruments or are designated for eliminating inconsistencies in accounting recognition.

(iii) On October 7, 2024, Taipei Fubon Bank issued unsecured senior bank debentures amounting to US$1,150 thousand with a 6-month maturity and combination of fixed interest rate and combined interest rate (interval interest-bearing type). Taipei Fubon Bank may either redeem the bonds in full at the face value on the interest payment date or make bond repayments on the maturity date.

(Continued)

The change in fair value attributable to changes in credit risk recognized as other comprehensive income was calculated as the difference between the total change in fair value of bank debentures and the change in fair value due to the change in market risk factors. The amount of fair value change attributable to market risk factor was calculated using benchmark interest yield curves as at the end of the reporting period holding the credit risk margin constant and the debtor's cost of funds with a maturity date, and discounted by estimated future cash flows.

Information on financial liabilities designated as at fair value through profit or loss by Taipei Fubon Bank, were as follows:

	Changes in the fair value attributable to changes in the credit risk of financial liabilities
Amount changed in current period	
―For the six months ended June 30, 2026	$ -
―For the six months ended June 30, 2025	$ 65
Cumulative amount changed	
―As of June 30, 2026	$ -
―As of December 31, 2025	$ -
―As of June 30, 2025	$ -

(iv) The above assets held under repurchase agreement were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Carrying amount	$ 18,286,550	9,766,214	21,447,088

(v) Refer to Note 3(A) for details of the redesignation of financial assets by the Company’ s insurance subsidiaries upon initial adoption of IFRS 17 on January 1, 2026.

(d) Financial Assets Measured at Fair Value through Other Comprehensive Income

	June 30, 2026	December 31, 2025	June 30, 2025
Debt investments measured at fair value through other comprehensive income:			
Government bonds	$ 395,743,082	375,787,978	336,071,483
Corporate bonds	685,666,817	318,926,802	189,907,027
Financial bonds	246,428,413	150,428,105	117,691,288
Beneficiary certificates	488,756,005	-	-
Negotiable certificates of deposits	-	10,543,687	6,227,711
Beneficiary securities	27,235,774	14,071,373	13,264,058
Asset-backed security	2,547,829	2,917,868	3,124,568
Discount notes and loans	39,698,423	39,450,153	53,749,807
Treasury bills	17,428,226	27,618,175	11,300,547
Less: Guarantee deposits	10,144,760	10,200,356	10,120,453
Subtotal	1,893,359,809	929,543,785	721,216,036
Equity investments measured at fair value through other comprehensive income:			
Stocks	785,820,913	92,398,036	73,315,250
Beneficiary securities	75,253,889	9,284,067	8,703,038
Subtotal	861,074,802	101,682,103	82,018,288
Total	**$ 2,754,434,611**	**1,031,225,888**	**803,234,324**

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

Some of the equity instruments held by the Company and its subsidiaries are not for the purpose of trading; therefore, they have been classified as investment in equity instruments designated at fair value through other comprehensive income.

Dividend income from abovementioned financial assets measured at fair value through other comprehensive income was as follows:

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Derecognized during the period	$ 327,656	389,815	464,179	448,013
Held at the end of the period	4,487,646	1,084,537	7,139,053	1,355,164
	$ 4,815,302	**1,474,352**	**7,603,232**	**1,803,177**

(Continued)

The Company and its subsidiaries have sold the stocks designated as at fair value through other comprehensive income for the consideration of assets allocation, management and reconciliation of the portfolios.

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Fair value	$ 372,587,875	9,404,569	705,071,352	14,344,699
Accumulated gains (losses) on disposal (after tax)	$ 58,274,157	(406,381)	91,067,922	(492,571)

The net income attributable to owners of the parent, plus the cumulative gains (losses) on disposal of investments in equity instruments measured at FVOCI that were reclassified to retained earnings, for the six months ended June 30, 2026 and 2025, amounted to $188,459,052 thousand and $(57,171,496) thousand, respectively. This disclosure is intended to assist users of the financial statements in understanding the impact of such disposal transactions on the Group's financial performance.

(ii) Information on credit risk (including the impairment assessment of debt investments and the change of the loss allowance) and market risk, please refer to note 6 (ai) for details.

(iii) The guarantee of the financial assets measured at fair value through other comprehensive income provided as pledged assets, please refer to note 8 for details.

(iv) The above assets held under repurchase agreement were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Carrying amount	$ 33,243,975	24,635,782	22,241,665

(v) Refer to Note 3(A) for details of the redesignation of financial assets by the Company' s insurance subsidiaries upon initial adoption of IFRS 17 on January 1, 2026.

(e) Debt Investments Measured at Amortized Cost

	June 30, 2026	December 31, 2025	June 30, 2025
Government bonds	$ 444,209,467	492,798,652	448,351,805
Corporate bonds	1,413,822,589	1,721,351,582	1,606,037,677
Financial bonds	1,144,687,113	1,202,554,229	1,103,077,568
Negotiable certificates of deposits	241,513,607	277,868,707	247,238,755
Beneficiary securities	145,746,597	116,233,211	108,509,461
Structured products	57,784,955	57,854,072	57,870,669
Others	16,780,496	13,407,576	8,667,318
Less: Guarantee deposits	7,582,302	7,580,883	7,579,448
Subtotal	3,456,962,522	3,874,487,146	3,572,173,805
Less: Loss allowance	4,239,482	3,423,408	3,294,356
Total	$ 3,452,723,040	3,871,063,738	3,568,879,449

(Continued)

(i) The current gains or losses on sale of financial assets measured at amortized cost and the carrying amount of derecognition were as follows:

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Carrying amount of derecognition	$ 1,584,393	6,031,174	12,600,954	17,735,883
Current gains (losses) recognized	$ (321,360)	(55,047)	(181,348)	51,990

(ii) The reasons for the Company and its subsidiaries to sell the above-mentioned financial assets:

The Company and its subsidiaries sold partial financial assets measured at amortized costs, primarily because other sales are infrequent (even if significant in value) or insignificant in value whether individually or in aggregate (even if frequent).

(iii) For credit risk, the assessment of impairment and the change of loss allowance, please refer to note 6 (ai) for details.

(iv) The guarantee of the debt investments measured at amortized cost provided as pledged assets, please refer to note 8 for details.

(v) The above assets held under repurchase agreement were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Carrying amount	$ 69,698,325	31,745,115	35,202,413

(vi) Refer to Note 3(A) for details of the redesignation of financial assets by the Company' s insurance subsidiaries upon initial adoption of IFRS 17 on January 1, 2026.

(vii) Foreign exchange gain (loss) amortization method

Given the nature of the domestic life insurance industry, life insurance contracts are predominantly long-term in duration, and asset allocation is primarily concentrated in long-term fixed-income instruments. Due to persistently low domestic bond yields and the fact that the scale of the local bond market is significantly smaller than the total asset base of the insurance industry, life insurers have therefore sought sufficient and stable yields through overseas investments. In addition, for purposes of asset liability management, funds are allocated based on liability characteristics to investment instruments that can match the long-term insurance liabilities. The majority of such investments are held to fulfill policyholder obligations and are intended to generate stable returns. Accordingly, there is neither the necessity nor the likelihood of converting such foreign currency denominated fixed income assets back into New Taiwan Dollars in the short term. These circumstances are consistent with the special circumstances described in Letter No. Bao-Ju-Cai-Zi No.1140495239. Currently, foreign currency assets are measured using the closing exchange rate (i.e., the spot exchange rate at the end of the reporting period), and foreign exchange gains and losses are recognized in the income statement. This results in significant volatility in profits and losses. However, these amounts are not actually realized gains or losses and do not align with the actual operating performance of life insurance companies, potentially causing the financial statements to fail to present a fair view of operating results.

(Continued)

Accordingly, effective January 1, 2026, pursuant to the proviso to Article 17, " Foreign Exchange Gains and Losses," of the Regulations Governing the Preparation of Financial Reports by Financial Holding Companies, and, from the same date, pursuant to the proviso to Article 12, " Foreign Exchange Gains and Losses," of the Regulations Governing the Preparation of Financial Reports by Insurance Enterprises as applied by its life insurance subsidiary, with respect to those debt instruments measured at amortized cost for which no hedge accounting has been designated for the foreign currency risk component, the Company applies the aforementioned proviso in accounting for foreign exchange gains and losses, so as to fairly present the financial position, financial performance, and cash flows of the Company and its life insurance subsidiary.

The related financial impacts are presented in the table below:

	For the six months ended June 30, 2026				
	Without amortization method amount	With amortization method amount	Impact		
			Assets	Liability	Net profit
Other liability unamortized accumulated unrealized net exchange gain or loss for AC	$ -	22,427,582	-	22,427,582	-
unamortized accumulated unrealized net exchange gain or loss for AC					
closing exchange rate basis	6,088,497	6,088,497	-	-	-
amortized basis	22,804,134	376,552	-	-	22,427,582
Total			**$ -**	**22,427,582**	**22,427,582**

(f) Financial Instruments for Hedging

	June 30, 2026	December 31, 2025	June 30, 2025
Financial assets for hedging:			
Interest rate swap contracts	$ 10,067,160	8,386,818	9,764,106
Foreign exchange swap contracts	74,244	556,809	622,032
Forward exchange contracts	-	-	2,636
Cross currency swap contracts	-	54,632	164,361
Total	**$ 10,141,404**	**8,998,259**	**10,553,135**
Financial liabilities for hedging:			
Interest rate swap contracts	$ 5,557,703	6,653,635	5,947,897
Foreign exchange swap contracts	3,535,791	1,793,393	1,069,773
Forward exchange contracts	-	-	94
Cross currency swap contracts	2,359,196	1,134,531	307,981
Call loans from banks	8,190,864	11,447,186	10,719,276
Total	**$ 19,643,554**	**21,028,745**	**18,045,021**

(i) Fubon Life Insurance and its subsidiaries

1) Fair value hedges

Fubon Life Insurance and its subsidiaries hold foreign currency assets. This exposes Fubon Life Insurance and its subsidiaries to the risk that future fair value will fluctuate due to the change in the exchange rate. As Fubon Life Insurance and its subsidiaries assessed that the potential risks could be significant in the future, foreign exchange swap contracts and forward exchange contracts were contracted for hedging purposes.

2) Cash flow hedges

The assets of Fubon Life Insurance and its subsidiaries bear floating interest rate and fixed interest rate. This exposes Fubon Life Insurance and its subsidiaries to the risk that the future outflow of those assets will fluctuate due to the change in market's interest rate and exchange rate. As Fubon Life Insurance and its subsidiaries assessed that the potential risks could be significant in the future, foreign exchange swap contracts and cross currency swaps were contracted for hedging purposes.

3) Hedges of a net investment in a foreign operation

There are foreign exchange differences arising from the difference between Fubon Life Insurance and its subsidiaries' own functional currency and that of their foreign operation, which may create a risk exposure. As Fubon Life Insurance and its subsidiaries assessed that the potential risks could be significant, forward exchange contracts were contracted for hedging purposes.

The amount of future cash flow, timing, and uncertainty:

	Maturity				
	Less than one month	Between one and three months	Between three months and one year	Between one and five years	More than five years
June 30, 2026					
Fair value hedges					
Foreign exchange swap					
Nominal amount	$ 14,155,700	19,716,780	13,335,407	-	-
Average exchange rate (KRW/USD)	1,397.14	1,466.73	1,468.87	-	-
Nominal amount	$ 12,350,429	4,751,704	443,036	-	-
Average exchange rate (TWD/USD)	31.69	31.59	31.78	-	-
Cash flow hedges					
Foreign exchange swap					
Nominal amount	$ 2,515,082	4,549,017	4,621,090	-	-
Average exchange rate (KRW/USD)	1,444.92	1,452.40	1,431.49	-	-
Cross currency swap					
Nominal amount	$ -	6,613,900	2,943,027	15,094,881	-
Average interest rate	-	(1.44)%	(1.50)%	(0.98)%	-
Average exchange rate (KRW/USD)	-	1,348.14	1,419.21	1,447.37	-

(Continued)

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	Maturity				
	Less than one month	Between one and three months	Between three months and one year	Between one and five years	More than five years
December 31, 2025					
Fair value hedges					
Foreign exchange swap					
Nominal amount	$ 7,765,360	9,188,567	25,535,164	1,703,915	-
Average exchange rate (KRW/USD)	1,377.64	1,435.70	1,372.69	1,384.75	-
Nominal amount	$ 2,605,618	4,369,194	1,248,798	-	-
Average exchange rate (TWD/USD)	30.31	30.26	30.86	-	-
Cash flow hedges					
Foreign exchange swap					
Nominal amount	$ 2,707,345	735,437	6,642,090	1,591,654	-
Average exchange rate (KRW/USD)	1,386.55	1,406.43	1,439.45	1,365.30	-
Cross currency swap					
Nominal amount	$ 2,377,124	1,251,118	7,882,044	8,100,989	-
Average interest rate	2.64 %	3.02 %	(0.46)%	(1.38)%	-
Average exchange rate (KRW/USD)	1,323.21	1,327.06	1,351.37	1,417.73	-

	Maturity				
	Less than one month	Between one and three months	Between three months and one year	Between one and five years	More than five years
June 30, 2025					
Fair value hedges					
Forward exchange					
Nominal amount	$ 161,785	308,590	-	-	-
Average exchange rate (KRW/USD)	1,354.05	1,365.43	-	-	-
Foreign exchange swap					
Nominal amount	$ 6,407,396	21,086,104	18,408,899	3,598,620	-
Average exchange rate (KRW/USD)	1,382.89	1,346.36	1,321.16	1,225.58	-
Nominal amount	$ -	2,037,291	599,203	-	-
Average exchange rate (TWD/USD)	-	29.05	28.42	-	-
Cash flow hedges					
Foreign exchange swap					
Nominal amount	$ 1,273,946	1,714,584	515,193	-	-
Average exchange rate (KRW/USD)	1,429.55	1,371.36	1,363.13	-	-
Cross currency swap					
Nominal amount	$ -	4,254,343	7,370,200	8,898,169	-
Average interest rate	-	(1.72)%	(1.65)%	(1.48)%	-
Average exchange rate (KRW/USD)	-	1,333.13	1,325.68	1,365.13	-

(Continued)

The hedging instruments used in hedging strategies were as follows:

	Nominal amount of hedging instruments	Carrying amount of hedging instruments		The line item of hedging instruments in Balance Sheet	Fair value changes used to calculate the hedge ineffectiveness for second quarter of 2026
		Assets	Liabilities		
June 30, 2026					
Fair value hedges					
—Forward exchange contracts	$ -	-	-	Not applicable	2,293
—Foreign exchange swap contracts	64,753,056	74,153	2,825,552	Financial assets / liabilities for hedging	(3,647,802)
Cash flow hedges					
—Foreign exchange swap contracts	$ 11,685,189	946	710,239	Financial liabilities for hedging	(930,447)
—Cross currency swap contracts	24,651,808	-	2,359,197	Financial liabilities for hedging	(1,963,196)

	Nominal amount of hedging instruments	Carrying amount of hedging instruments		The line item of hedging instruments in Balance Sheet	Fair value changes used to calculate the hedge ineffectiveness for 2025
		Assets	Liabilities		
December 31, 2025					
Fair value hedges					
—Forward exchange contracts	$ -	-	-	Not applicable	6,089
—Foreign exchange swap contracts	52,416,616	548,996	1,613,485	Financial assets / liabilities for hedging	473,556
Cash flow hedges					
—Foreign exchange swap contracts	$ 11,676,526	90,691	179,908	Financial assets / liabilities for hedging	(173,504)
—Cross currency swap contracts	19,611,275	54,632	1,134,531	Financial assets / liabilities for hedging	244,476

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	Nominal amount of hedging instruments	Carrying amount of hedging instruments		The line item of hedging instruments in Balance Sheet	Fair value changes used to calculate the hedge ineffectiveness for second quarter of 2025
		Assets	Liabilities		
June 30, 2025					
Fair value hedges					
－Forward exchange contracts	$ 470,375	2,636	94	Financial assets / liabilities for hedging	6,925
－Foreign exchange swap contracts	52,137,513	513,386	1,061,972	Financial assets / liabilities for hedging	3,664,072
Cash flow hedges					
－Foreign exchange swap contracts	$ 3,503,723	108,647	7,801	Financial assets / liabilities for hedging	222,362
－Cross currency swap contracts	20,522,712	164,361	307,981	Financial assets / liabilities for hedging	1,833,181

The information on designated hedged items was as follows:

Fair value hedges

	Carrying amount of items designated as hedged		Accumulated adjustment of fair value		The line item of hedging instruments	Fair value changes used to calculate the hedge ineffectiveness for second quarter of	Items designated as hedged which stop adjusting profit or loss, but still classified as accumulated adjustment of fair value on	Ineffective hedges recognized in profit or	The line item of hedge ineffective-ness included in profit or
	Assets	Liabilities	Assets	Liabilities	in Balance Sheet	2026	balance sheet	loss	loss
June 30, 2026									
Items designated as hedged									
Stocks	$ 15,025,960	-	507,163	-	Financial assets measured at fair value through profit or loss	778,813	None	(141,195)	Gains (losses) on financial assets or liabilities measured at fair value through profit or loss
Bonds	18,847,945	-	887,902	-	Financial assets measured at fair value through other comprehensive income	919,269	None	(83,234)	Gains (losses) on financial assets or liabilities measured at fair value through profit or loss
Bonds and deposits	50,547,416	-	1,522,420	-	Financial assets measured at amortized cost	1,579,501	None	(143,497)	Gains (losses) on financial assets or liabilities measured at fair value through profit or loss

(Continued)

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	Carrying amount of items designated as hedged		Accumulated adjustment of fair value		The line item of hedging instruments	Fair value changes used to calculate the hedge ineffectiveness	Items designated as hedged which stop adjusting profit or loss, but still classified as accumulated adjustment of fair value on	Ineffective hedges recognized in profit or	The line item of hedge ineffective-ness included in profit or
	Assets	Liabilities	Assets	Liabilities	in Balance Sheet	for 2025	balance sheet	loss	loss
December 31, 2025									
Items designated as hedged									
Stocks	$ 6,811,786	-	(51,757)	-	Financial assets measured at fair value through profit or loss	(393,426)	None	(189,986)	Gains (losses) on financial assets or liabilities measured at fair value through profit or loss
Bonds	18,810,197	-	(260,624)	-	Financial assets measured at fair value through other comprehensive income	(272,242)	None	(199,105)	Gains (losses) on financial assets or liabilities measured at fair value through profit or loss
Bonds and deposits	50,084,495	-	(355,377)	-	Financial assets measured at amortized cost	(355,108)	None	(152,040)	Gains (losses) on financial assets or liabilities measured at fair value through profit or loss

	Carrying amount of items designated as hedged		Accumulated adjustment of fair value		The line item of hedging instruments	Fair value changes used to calculate the hedge ineffectiveness for second quarter of	Items designated as hedged which stop adjusting profit or loss, but still classified as accumulated adjustment of fair value on	Ineffective hedges recognized in profit or	The line item of hedge ineffective-ness included in profit or
	Assets	Liabilities	Assets	Liabilities	in Balance Sheet	2025	balance sheet	loss	loss
June 30, 2025									
Items designated as hedged									
Stocks	$ 8,194,508	-	(412,728)	-	Financial assets measured at fair value through profit or loss	(861,221)	None	(256,509)	Gains (losses) on financial assets or liabilities measured at fair value through profit or loss
Bonds	17,955,751	-	(1,512,584)	-	Financial assets measured at fair value through other comprehensive income	(1,554,084)	None	(521,686)	Gains (losses) on financial assets or liabilities measured at fair value through profit or loss
Bonds and deposits	48,082,828	-	(3,537,757)	-	Financial assets measured at amortized cost	(3,591,232)	None	(1,557,345)	Gains (losses) on financial assets or liabilities measured at fair value through profit or loss

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Cash flow hedges

	Fair value changes used to calculate the hedge ineffectiveness for second quarter of 2026	Provisions for cash flow hedge	The residual amount of provisions for cash flow that hedge no longer applies the hedging relation of hedging accounting	Changes in the value of the hedging instruments recognized in other comprehen-sive income	Ineffective hedges recognized in profit or loss	The line item of hedge ineffective-ness included in profit or loss	The amount be reclassified from provision for cash flow hedge to profit or loss	The line item affected by reclassifi-cation in profit or loss
June 30, 2026								
Items designated as hedged								
Fixed interest rate bonds	$ 3,578,234	(130,095)	Not applicable	(3,103,063)	-	Not applicable	3,150,778	Gains (losses) on financial assets or liabilities measured at fair value through profit or loss

	Fair value changes used to calculate the hedge ineffectiveness for 2025	Provisions for cash flow hedge	The residual amount of provisions for cash flow that hedge no longer applies the hedging relation of hedging accounting	Changes in the value of the hedging instruments recognized in other comprehen-sive income	Ineffective hedges recognized in profit or loss	The line item of hedge ineffective-ness included in profit or loss	The amount be reclassified from provision for cash flow hedge to profit or loss	The line item affected by reclassifi-cation in profit or loss
December 31, 2025								
Items designated as hedged								
Fixed interest rate bonds	$ (1,122,731)	(177,810)	Not applicable	(57,152)	-	Not applicable	(155,642)	Gains (losses) on financial assets or liabilities measured at fair value through profit or loss

	Fair value changes used to calculate the hedge ineffectiveness for second quarter of 2025	Provisions for cash flow hedge	The residual amount of provisions for cash flow that hedge no longer applies the hedging relation of hedging accounting	Changes in the value of the hedging instruments recognized in other comprehen-sive income	Ineffective hedges recognized in profit or loss	The line item of hedge ineffective-ness included in profit or loss	The amount be reclassified from provision for cash flow hedge to profit or loss	The line item affected by reclassifi-cation in profit or loss
June 30, 2025								
Items designated as hedged								
Fixed interest rate bonds	$ (724,029)	32,634	Not applicable	2,124,868	-	Not applicable	(2,127,218)	Gains (losses) on financial assets or liabilities measured at fair value through profit or loss

(Continued)

The reconciliation of each component of equity applying hedging accounting and an analysis of other comprehensive income of Fubon Life Insurance and its subsidiaries were as follows:

	Provisions for cash flow hedges		Foreign currency translation reserve from net investment in foreign operation	
	For the six months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Beginning balance	$ (177,810)	19,804	(19,503)	(19,503)
Total amount recognized in other comprehensive income:				
Cash flow hedges				
Changes in the value of the hedging instruments recognized in other comprehensive income	(3,103,063)	2,160,527	-	-
The amount be reclassified from provisions for cash flow hedges to profit or loss	3,150,778	(2,147,697)	-	-
Ending balance	**$ (130,095)**	**32,634**	**(19,503)**	**(19,503)**

Note: The sheet is prepared on the basis of overall changes of Fubon Life Insurance and its subsidiaries (including non-controlling interests) during the reporting period.

(ii) Taipei Fubon Bank and its subsidiaries

Fair value hedges

Taipei Fubon Bank and its subsidiaries are exposed to the risk of adverse fair value fluctuations due to changes in interest rates for debt securities held and bank debentures issued. Since the risk is considered material, Taipei Fubon Bank and its subsidiaries enter into interest rate swap contracts to hedge against this risk.

The foreign currency-denominated stocks and REITs held by Taipei Fubon Bank and its subsidiaries which are exposed to the risk of fair value fluctuations, due to changes in exchange rates when foreign currencies are converted into functional currencies. Taipei Fubon Bank and its subsidiaries assess that there would be significant risks, therefore, they use call loans from other banks in the same currency for hedging.

The information on fair value hedge was as follows:

	Nominal amount of hedging instruments	Carrying amount of hedging instruments		The line item of hedging instruments in Balance Sheets	Fair value changes used to calculate the hedge ineffectiveness for second quarter of 2026
		Assets	Liabilities		
June 30, 2026					
Fair value hedges					
－Interest rate swap contracts	$ 227,021,212	4,539,512	5,462,893	Financial assets / liabilities for hedging	1,350,386
－Call loans from banks	8,190,864	-	8,190,864	Financial liabilities for hedging	181,918

	Nominal amount of hedging instruments	Carrying amount of hedging instruments		The line item of hedging instruments in Balance Sheets	Fair value changes used to calculate the hedge ineffectiveness for 2025
		Assets	Liabilities		
December 31, 2025					
Fair value hedges					
－Interest rate swap contracts	$ 217,304,804	3,885,376	6,141,923	Financial assets / liabilities for hedging	(3,127,861)
－Call loans from banks	11,447,186	-	11,447,186	Financial liabilities for hedging	(209,260)

	Nominal amount of hedging instruments	Carrying amount of hedging instruments		The line item of hedging instruments in Balance Sheets	Fair value changes used to calculate the hedge ineffectiveness for second quarter of 2025
		Assets	Liabilities		
June 30, 2025					
Fair value hedges					
－Interest rate swap contracts	$ 212,404,188	4,768,934	5,465,105	Financial assets / liabilities for hedging	(1,633,484)
－Call loans from banks	10,719,276	-	10,719,276	Financial liabilities for hedging	67,821

(Continued)

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	Carrying amount		Accumulated adjustment of fair value		Fair value changes used to calculate the hedge ineffectiveness for second quarter of 2026
	Assets	Liabilities	Assets	Liabilities	
June 30, 2026					
Hedged items					
Interest rate risk					
Financial bonds payable	$ -	85,887,661	-	(4,558,229)	(244,061)
Financial assets measured at fair value through other comprehensive income－ government bonds	6,112,394	-	(576,813)	-	(25,690)
Financial assets measured at fair value through other comprehensive income－corporate bonds	2,185,501	-	(44,076)	-	2,454
Financial assets measured at fair value through other comprehensive income－ financial bonds	3,821,544	-	(17,260)	-	(28,022)
Financial assets measured at amortized cost－ government bonds	20,025,155	-	(397,327)	-	(217,945)
Financial assets measured at amortized cost－ corporate bonds	70,223,844	-	(1,785,450)	-	(533,679)
Financial assets measured at amortized cost－ financial bonds	31,207,479	-	(801,419)	-	(315,126)
Financial assets measured at amortized cost－ negotiable certificate of deposit issued by the CBC	1,595,612	-	(4,388)	-	2,606
Exchange rate risk					
Financial assets measured at fair value through other comprehensive income－stocks	6,833,212	-	(37,998)	-	(92,046)
Financial assets measured at fair value through other comprehensive income－REITs	2,994,880	-	(12,384)	-	(89,872)

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
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	Carrying amount		Accumulated adjustment of fair value		Fair value changes used to calculate the hedge ineffectiveness for 2025
	Assets	Liabilities	Assets	Liabilities	
December 31, 2025					
Hedged items					
Interest rate risk					
Financial bonds payable	$ -	71,128,073	-	(4,764,740)	(378,938)
Financial assets measured at fair value through other comprehensive income－government bonds	5,803,038	-	(545,076)	-	(16,781)
Financial assets measured at fair value through other comprehensive income－corporate bonds	2,394,276	-	(46,278)	-	(17,232)
Financial assets measured at fair value through other comprehensive income－financial bonds	4,416,597	-	10,772	-	86,987
Financial assets measured at amortized cost－government bonds	21,163,654	-	(178,480)	-	391,318
Financial assets measured at amortized cost－corporate bonds	74,886,220	-	(1,239,884)	-	2,278,375
Financial assets measured at amortized cost－financial bonds	31,210,453	-	(485,151)	-	797,105
Financial assets measured at amortized cost－negotiable certificate of deposit issued by the CBC	1,592,609	-	(6,993)	-	(6,993)
Exchange rate risk					
Financial assets measured at fair value through other comprehensive income－stocks	6,157,904	-	54,049	-	64,623
Financial assets measured at fair value through other comprehensive income－REITs	6,745,712	-	77,488	-	144,637

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
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	Carrying amount		Accumulated adjustment of fair value		Fair value changes used to calculate the hedge ineffectiveness for second quarter of 2025
	Assets	Liabilities	Assets	Liabilities	
June 30, 2025					
Hedged items					
Interest rate risk					
Financial bonds payable	$ -	67,657,008	-	(3,643,045)	(1,333,483)
Financial assets measured at fair value through other comprehensive income－government bonds	5,454,773	-	(433,882)	-	67,025
Financial assets measured at fair value through other comprehensive income－corporate bonds	1,923,205	-	(25,559)	-	2,397
Financial assets measured at fair value through other comprehensive income－financial bonds	5,319,272	-	(5,544)	-	71,082
Financial assets measured at amortized cost－government bonds	22,198,983	-	(144,708)	-	421,874
Financial assets measured at amortized cost－corporate bonds	75,258,534	-	(1,656,886)	-	1,799,501
Financial assets measured at amortized cost－financial bonds	28,690,143	-	(670,311)	-	604,520
Financial assets measured at amortized cost－negotiable certificate of deposit issued by the CBC	1,597,408	-	(2,195)	-	(2,195)
Exchange rate risk					
Financial assets measured at fair value through other comprehensive income－stocks	4,795,324	-	(25,067)	-	(14,493)
Financial assets measured at fair value through other comprehensive income－REITs	6,116,157	-	(120,478)	-	(53,328)

(Continued)

Impact of profit or loss	Gains (losses) on ineffective hedges recognized in profit or loss				The line item in the Statements of Comprehensive Income for ineffective portion
	For the three months ended June 30		For the six months ended June 30		
	2026	2025	2026	2025	
Fair value hedges					
Interest rate risk					
Financial bonds payable	$ 206	312	(9,077)	(2,763)	Gains (losses) on financial assets or liabilities measured at fair value through profit or loss

(iii) Fubon Bank (Hong Kong) and its subsidiaries

Fair value hedges

Financial assets bearing fixed interest rate may be exposed to the risk of fluctuation in fair value because of the changes in interest rates. Therefore, Fubon Bank (Hong Kong) and its subsidiaries entered into interest rate swap contracts to hedge such interest rate risks.

The amount of future cash flow, timing, and uncertainty:

	Maturity				
	Less than one month	Between one and three months	Between three months and one year	Between one and five years	More than five years
June 30, 2026					
Fair value hedges					
Interest rate swap					
Nominal amount	$ 4,387,516	2,238,810	12,767,736	114,155,941	27,250,740
Average fixed interest rate	2.64 %	2.43 %	3.23 %	3.85 %	4.28 %
December 31, 2025					
Fair value hedges					
Interest rate swap					
Nominal amount	$ 2,091,397	912,038	15,387,665	97,948,724	24,548,941
Average fixed interest rate	2.73 %	1.58 %	2.70 %	3.83 %	3.90 %
June 30, 2025					
Fair value hedges					
Interest rate swap					
Nominal amount	$ 627,814	2,003,027	10,876,138	87,464,362	28,399,434
Average fixed interest rate	3.90 %	2.63 %	2.91 %	3.76 %	3.62 %

The hedging instruments used in hedging strategies were as follows:

	Nominal amount of hedging instruments	Carrying amount of hedging instruments		The line item of hedging instruments in Balance Sheets	Fair value changes used to calculate the hedge ineffectiveness for second quarter of 2026
		Assets	Liabilities		
June 30, 2026					
Fair value hedges					
Interest rate risk					
—Interest rate swap contracts	$ 160,800,743	5,527,649	94,810	Financial assets/ liabilities for hedging	-

	Nominal amount of hedging instruments	Carrying amount of hedging instruments		The line item of hedging instruments in Balance Sheets	Fair value changes used to calculate the hedge ineffectiveness for 2025
		Assets	Liabilities		
December 31, 2025					
Fair value hedges					
Interest rate risk					
—Interest rate swap contracts	$ 140,888,765	4,501,442	511,712	Financial assets/ liabilities for hedging	-

	Nominal amount of hedging instruments	Carrying amount of hedging instruments		The line item of hedging instruments in Balance Sheets	Fair value changes used to calculate the hedge ineffectiveness for second quarter of 2025
		Assets	Liabilities		
June 30, 2025					
Fair value hedges					
Interest rate risk					
—Interest rate swap contracts	$ 129,370,775	4,995,172	482,791	Financial assets/ liabilities for hedging	-

(Continued)

The information on designated hedged items was as follows:

	Carrying amount		Accumulated adjustment of fair value		Fair value changes used to calculate the hedge ineffectiveness for second quarter of 2026
	Assets	Liabilities	Assets	Liabilities	
June 30, 2026					
Hedged items					
Financial assets measured at amortized cost－financial bonds	$ 104,109,897	-	(2,517,760)	-	-

	Carrying amount		Accumulated adjustment of fair value		Fair value changes used to calculate the hedge ineffectiveness for 2025
	Assets	Liabilities	Assets	Liabilities	
December 31, 2025					
Hedged items					
Financial assets measured at amortized cost－financial bonds	$ 108,538,591	-	(1,582,470)	-	-

	Carrying amount		Accumulated adjustment of fair value		Fair value changes used to calculate the hedge ineffectiveness for second quarter of 2025
	Assets	Liabilities	Assets	Liabilities	
June 30, 2025					
Hedged items					
Financial assets measured at amortized cost－financial bonds	$ 104,239,428	-	(2,054,366)	-	-

(Continued)

(g) Securities Purchased Under Resell Agreements

	June 30, 2026	December 31, 2025	June 30, 2025
Securities purchased under resell agreements	**$ 109,402,843**	**135,285,278**	**99,534,836**

The maturity of above-mentioned securities purchased under resell agreements was all within one year.

(h) Receivables

	June 30, 2026	December 31, 2025	June 30, 2025
Accounts receivable — credit card	$ 114,500,451	100,696,849	96,838,955
Accounts receivable — forfeiting	668,596	184,397	636,122
Notes receivable, accounts receivable and acceptance	47,120,044	40,179,900	36,539,008
Accounts receivable — factoring	16,220,680	18,846,607	22,478,439
Interest receivable	66,908,975	62,001,804	54,411,576
Revenues receivable	6,419,071	5,595,154	5,504,433
Margin loans receivable	79,956,046	46,585,705	29,294,499
Accounts receivable — settlement	153,505,416	87,812,084	78,451,912
Others	62,804,439	48,700,647	48,572,374
Subtotal	548,103,718	410,603,147	372,727,318
Less: Allowance for doubtful accounts	2,922,261	2,698,997	2,514,114
Total	**$ 545,181,457**	**407,904,150**	**370,213,204**

For credit risk, the assessment of impairment and the change of loss allowance, please refer to note 6 (ai) for details.

(Continued)

(i) Assets Classified as Held for Sale

On May 22, 2024, the Board of Directors of Fubon Insurance agreed to dispose of three investment properties located in Taipei and Kaohsiung through public tender processes. The Zhonghua Building in Kaohsiung has been sold with ownership transfer completed on December 12, 2024. The remaining properties will continue to be sold according to the plan. On March 12, 2025, the Board of Directors of Fubon Insurance resolved to dispose of seven real estate properties located in Taipei City, New Taipei City, Yunlin county and Tainan City through public tender processes.

On December 3, 2024, the shareholders' meeting of the subsidiary, Fubon Property and Casualty Insurance Co. Ltd., approved to dispose all shares of Teng Fu Bo Investment Limited. On December 3, 2024, the shareholders' meeting of the subsidiary, TFB Capital Co., Ltd, approved to dispose all shares of Teng Fu Bo Investment Limited. On November 22, 2024, the Board of Director of the subsidiary, Fubon Financial Holding Venture Capital approved to dispose all share of Teng Fu Bo Investment Limited. The transfer of shares was approved by the local authorities and completed on January 20, 2025, reducing the shareholding ratio of the Company from 15.04% to 0%.

In light of weakening demand in the real estate market and the resulting risk of rising vacancy rates, the subsidiary, Fubon Hyundai Life Insurance, approved by its board of directors on December 19, 2025, to dispose of certain real estate properties. Accordingly, these assets have been classified as held for sale. The aforementioned real estate disposal transaction was completed upon registration of the transfer of ownership on June 10, 2026.

The details of assets classified as held for sale, and liabilities and equity related to assets classified as held for sale are as follows:

		June 30, 2026	December 31, 2025	June 30, 2025
Assets classified as held for sale				
Investment property	$	3,847,209	4,149,726	3,828,204
Owner-occupied property		2,991	18,661	2,991
	$	**3,850,200**	**4,168,387**	**3,831,195**
Liability related to assets classified as held for sale:				
Deferred tax liabilities - reserve for land value increment tax	$	124,028	125,403	127,042
Deferred tax liabilities - effect of investment property		63,860	64,167	61,043
Deferred tax liabilities - revaluation gains on property		300	300	300
	$	**188,188**	**189,870**	**188,385**

	June 30, 2026	December 31, 2025	June 30, 2025
Equity related to assets classified as held for sale:			
Revaluation gains on property	$ 132,576	132,576	132,576
	$ 132,576	**132,576**	**132,576**

Certain assets classified as held for sale were pledged as collateral, please refer to note 8 for details.

(j) Discounts and Loans

	June 30, 2026	December 31, 2025	June 30, 2025
Discounts and overdrafts	$ 7,701,730	3,658,145	2,925,629
Accounts receivable — financing	3,744,420	2,623,440	1,406,105
Short-term loans	420,416,007	443,504,060	404,634,050
Short-term secured loans	283,359,673	255,899,664	226,046,602
Medium-term loans	673,429,097	560,392,156	487,675,342
Medium-term secured loans	377,126,037	348,015,045	326,302,298
Long-term loans	298,252,260	251,682,223	179,044,858
Long-term secured loans	1,655,120,119	1,529,451,102	1,445,061,582
Insurance policy loans	6,853,222	5,240,372	4,354,191
Import and export bill negotiation	9,195,590	12,836,904	11,242,605
Nonperforming loans	8,756,475	7,762,562	9,470,097
Subtotal	3,743,954,630	3,421,065,673	3,098,163,359
Less: Allowance for doubtful accounts	45,044,909	41,957,649	39,233,786
Adjustments of premium and discount	2,303,313	2,161,823	1,676,626
Total	**$ 3,696,606,408**	**3,376,946,201**	**3,057,252,947**

(i) For credit risk, the assessment of impairment and the change of loss allowance, please refer to note 6 (ai) for details.

(Continued)

(ii) The movements of the allowance for doubtful accounts of loans and receivables were as follows:

	For the six months ended June 30, 2026			
	Receivables	Discounts and loans	Other financial assets	Total
Beginning balance	$ 2,698,997	41,957,649	3,865,794	48,522,440
Effects of retrospective application	57	-	-	57
Allowance for doubtful accounts	237,654	4,228,980	984,224	5,450,858
Write-off	(95,516)	(1,854,740)	(684,707)	(2,634,963)
Recovery from write-off	69,232	459,405	308,021	836,658
Effects of exchange rate changes and others	11,837	253,615	15,608	281,060
Ending balance	**$ 2,922,261**	**45,044,909**	**4,488,940**	**52,456,110**

	For the six months ended June 30, 2025			
	Receivables	Discounts and loans	Other financial assets	Total
Beginning balance	$ 2,958,072	39,204,426	4,079,151	46,241,649
Effects of retrospective application	(6,238)	(87)	(1,228,712)	(1,235,037)
Allowance for doubtful accounts	(272,472)	3,466,298	794,613	3,988,439
Write-off	(140,908)	(2,909,492)	(657,271)	(3,707,671)
Recovery from write-off	15,008	349,647	218,013	582,668
Effects of exchange rate changes and others	(39,348)	(877,006)	(13,012)	(929,366)
Ending balance	**$ 2,514,114**	**39,233,786**	**3,192,782**	**44,940,682**

(Continued)

(k) Insurance Contract and Reinsurance Contract

(i) Insurance contract assets and reinsurance contract assets

		June 30, 2026	December 31, 2025	June 30, 2025
Insurance contract assets				
Assets for remaining coverage	$	267,072	79,872	57,737
Assets for incurred claims		(65,604)	(27,194)	(16,887)
Subtotal		201,468	52,678	40,850
Reinsurance contract assets				
Assets for remaining coverage		40,211,600	41,321,782	39,877,780
Assets for incurred claims		24,094,494	25,557,340	29,306,650
Subtotal		64,306,094	66,879,122	69,184,430
Total	**$**	**64,507,562**	**66,931,800**	**69,225,280**

(ii) Insurance contract liabilities and reinsurance contract liabilities

		June 30, 2026	December 31, 2025	June 30, 2025
Insurance contract liabilities				
Liabilities for remaining coverage	$	4,699,024,735	4,752,359,190	4,640,037,076
Liabilities for incurred claims		68,476,610	69,389,736	67,458,486
Subtotal		4,767,501,345	4,821,748,926	4,707,495,562
Reinsurance contract liabilities				
Liabilities for remaining coverage		4,784,069	4,789,395	4,314,888
Liabilities for incurred claims		(809,807)	(744,039)	(387,039)
Subtotal		3,974,262	4,045,356	3,927,849
Total	**$**	**4,771,475,607**	**4,825,794,282**	**4,711,423,411**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
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(l) Investments Accounted for Using Equity Method

The financial information on the individually immaterial associates accounted for using the equity method was summarized below. The financial information was included in the consolidated financial statements of the Company and its subsidiaries.

	June 30, 2026	December 31, 2025	June 30, 2025
Xiamen Bank Co., Ltd.	$ 23,595,660	21,775,991	19,741,981
Fubon Real Estate Management Co., Ltd.	112,526	120,121	118,167
LINE Pay Taiwan Limited	3,977,419	3,941,805	3,881,365
Fubon Health Management Co., Ltd.	11,035	11,385	11,915
Founder Fubon Fund Management Ltd.	312,989	312,627	303,916
CITIC Capital Holdings Ltd.	8,187,693	8,393,457	7,890,700
Xinyuanfutong Financial Leasing Corporation Ltd.	-	-	-
Star River Energy Corporation	53,201	204,369	192,877
Bravelog Sport Technology Co., Ltd.	-	-	-
Star Shining Energy Corporation	-	-	3,064,388
Wholex Max Green Power Co., Ltd.	665,915	676,443	505,472
Zhong An Life Insurance Ltd.	-	-	343,846
Line Bank Co., Ltd.	4,692,313	4,653,110	4,669,583
Hsin Ting Yi Hao Energy Corporation	301,847	298,733	303,755
Sichuan VipFubon Consumer Finance Ltd.	1,375,987	1,288,235	1,134,445
Hyundai Card Co., Ltd.	17,065,558	17,701,243	16,889,848
Aquastar Energy Corporation	1,077,454	1,078,740	923,075
Star Shining 2 Energy Corporation	611,429	281,316	-
Star Shining Energy Holdings Corporation	2,896,035	3,163,296	-
Leaders Asset Advisors Co., Ltd.	205,292	-	-
	$ 65,142,353	**63,900,871**	**59,975,333**

(Continued)

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Attributable to the Company and its subsidiaries:				
Net income	$ 1,460,844	1,067,223	1,745,114	1,105,676
Other comprehensive income	340,262	(110,002)	457,408	(168,775)
Total comprehensive income	**$ 1,801,106**	**957,221**	**2,202,522**	**936,901**

(i) On May 6, 2025, the subsidiary, Fubon Life Insurance (Hong Kong) Company Limited, resolved by the Board of Directors to dispose of its entire shareholding in ZA Life Limited. The equity transfer was completed on October 31, 2025.

(ii) LINE Bank Taiwan Limited (LINE Bank) conducted a cash capital increase of $5 billion, with the record date set on June 17, 2025. Taipei Fubon Bank subscribed to 175,500 thousand shares for a total consideration of $1,755,000 thousand. Following the capital increase, Taipei Fubon Bank held 583,250 thousand shares of LINE Bank, and its ownership interest increased to 29.16%.

(iii) In 2025, the Group participated in the establishment of Star Shining Energy Holdings Corporation (“Star Shining Energy Holdings”) through a share exchange of Star Shining Energy Co., Ltd. (“Star Shining Energy”). On December 1, 2025, the Group exchanged 296,000 thousand shares of Star Shining Energy for 29,600 thousand shares of Star Shining Energy Holdings, and the Group’s ownership interest remained at 37.00% after the exchange.

(iv) The Board of Directors of the subsidiary, Fubon Hyundai Life Insurance, passed a resolution on May 26, 2026, to acquire the equity interest in Leaders Asset Advisors Co., Ltd. for KRW 10 billion.

(v) The share of profit and ending balance of associates accounted for using equity method whose financial statements were not audited by independent auditors were as follows:

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
The share of profit of associates accounted for using equity method	**$ 436,551**	**348,990**	**1,269,864**	**1,084,935**

	June 30, 2026	December 31, 2025	June 30, 2025
Investments accounted for using equity method	**$ 30,588,563**	**22,086,109**	**26,221,754**

(Continued)

(vi) The Company and its subsidiaries discontinued to recognize their shares of further losses in Xinyuanfutong Financial Leasing Corporation Ltd. and Bravelog Sport Technology Co., Ltd. since they have not incurred any obligations to bear additional loss. The unrecognized loss and accumulated unrecognized loss were as follows.

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Unrecognized loss (gain)	$ 31,632	(98,888)	77,229	(37,751)

	June 30, 2026	December 31, 2025	June 30, 2025
Accumulated unrecognized loss	$ 1,394,279	1,317,050	1,144,355

(vii) The Company and its subsidiaries did not provide any investments accounted for using the equity method as collateral.

(m) Other Financial Assets, Net

	June 30, 2026	December 31, 2025	June 30, 2025
Assets on insurance product－separate account	$ 521,611,679	493,946,070	458,663,856
Margin deposits paid for borrowed securities	5,349,651	5,614,229	8,042,029
Collateral for borrowed securities	7,430	11,110	10,576
Overdue receivables	4,871,970	4,237,242	3,443,816
Customer margin deposit	81,053,442	44,442,255	44,475,427
Purchased nonperforming loan	94,178	95,033	95,046
Deposits not qualifying as cash equivalents	33,764,905	21,171,071	25,220,362
Prepayments for investments	96,000	1,407	-
Others	9,670	10,898	11,900
Subtotal	646,858,925	569,529,315	539,963,012
Less: Guarantee deposits－others	2,491,022	2,378,432	2,313,716
Allowance for doubtful accounts	4,488,940	3,865,794	3,192,782
Total	$ 639,878,963	563,285,089	534,456,514

(i) For credit risk, the assessment of impairment and the change of allowance for loss, please refer to note 6 (ai) for details.

(ii) The guarantee of the other financial assets provided as pledged assets, please refer to note 8 for details.

(Continued)

(iii) Assets on insurance products－separate account

1) Assets on insurance products－separate account

	June 30, 2026	December 31, 2025	June 30, 2025
Cash in bank	$ 13,751,097	16,628,746	17,712,808
Financial assets measured at fair value through profit or loss	392,018,811	347,548,446	311,007,752
Financial assets measured at fair value through other comprehensive income	90,570,813	95,670,742	100,620,170
Financial assets for hedging	-	-	162,777
Loans	20,356,375	22,767,898	22,180,769
Interests receivable	1,047,682	1,065,425	1,041,650
Other accounts receivable	6,236,113	11,249,550	5,937,930
Financial liabilities for hedging, net	(2,369,212)	(984,737)	-
Total	**$ 521,611,679**	**493,946,070**	**458,663,856**

The subsidiary, Fubon Hyundai Life Insurance Co., Ltd., provides government bonds and corporate bonds as collateral of trades of financial assets and repurchase agreements which is classified as financial assets measured at fair value through other comprehensive income. As of June 30, 2026, December 31 and June 30, 2025, the carrying amount of the collateral were $3,344,741 thousand, $12,433,323 thousand and $4,881,603 thousand.

2) Net income (losses) on assets on insurance products in separate accounts

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Interest income	$ 6,552,196	1,964,741	12,878,408	4,217,286
Gains on financial assets and liabilities measured at fair value through profit or loss	40,718,133	3,632,250	35,579,909	1,183,478
Gains arising from derecognition of financial assets measured at AC	646	1,316	979	589
Realized gains on financial assets measured at FVOCI	-	(32,078)	-	(58,463)
Reversal of impairment losses on investments	(10,199)	1,974	11,149	94,254
Foreign exchange gains	978,935	(6,263,892)	5,295,305	(5,895,733)
Other income	3,047	2,513	6,519	4,588
Total	**$ 48,242,758**	**(693,176)**	**53,772,269**	**(454,001)**

(Continued)

3) Reconciliation of the assets on insurance products－separate account (Financial assets measured at fair value through profit or loss)

	For the six months ended June 30, 2026		
	Insurance contract	Investment contract	Total
Beginning balance	$ 146,283,369	201,265,077	347,548,446
Increase of FVTPL in Assets on insurance products	12,267,784	62,888,512	75,156,296
Sales of FVTPL in Assets on insurance products	(18,966,518)	(50,204,115)	(69,170,633)
Expenses	(1,634,648)	(123,113)	(1,757,761)
Recognized in profit or loss	32,155,753	8,731,021	40,886,774
Foreign exchange losses	(23,566)	(620,745)	(644,311)
Ending balance	**$ 170,082,174**	**221,936,637**	**392,018,811**

	For the six months ended June 30, 2025		
	Insurance contract	Investment contract	Total
Beginning balance	$ 133,882,487	188,020,396	321,902,883
Increase of FVTPL in Assets on insurance products	7,981,421	42,707,033	50,688,454
Sales of FVTPL in Assets on insurance products	(8,830,926)	(32,550,038)	(41,380,964)
Expenses	(1,575,718)	(138,718)	(1,714,436)
Recognized in profit or loss	(3,177,027)	(15,234,503)	(18,411,530)
Foreign exchange losses	(1,956)	(74,699)	(76,655)
Ending balance	**$ 128,278,281**	**182,729,471**	**311,007,752**

(Continued)

(n) Investment Property

	Land and improvements	Buildings	Investment property under construction	Prepayment for investment property	Right-of-use assets	Total
Balance as of January 1, 2026	$ 199,793,682	56,725,957	18,291,968	62,720	37,391,108	312,265,435
Additions	-	82,361	6,133,670	32,391	-	6,248,422
Disposals	(34,672)	(8,886)	-	-	-	(43,558)
Reclassification	31,187	(52,530)	78,871	(13,433)	(170,332)	(126,237)
Gains (losses) generated from fair value adjustments	(92,307)	(242,129)	-	-	(644,589)	(979,025)
Reassessment	-	-	-	-	370,609	370,609
Effects of exchange rate changes	(187,142)	(116,510)	(30,160)	-	(5,673)	(339,485)
Balance as of June 30, 2026	**$ 199,510,748**	**56,388,263**	**24,474,349**	**81,678**	**36,941,123**	**317,396,161**
Balance as of January 1, 2025	$ 195,966,639	52,467,100	7,658,422	25,810	41,524,393	297,642,364
Additions	-	12,722	4,324,067	17,984	-	4,354,773
Disposals	(36,707)	(15,351)	-	-	-	(52,058)
Reclassification	(684,698)	(138,090)	75,780	(133)	-	(747,141)
Gains (losses) generated from fair value adjustments	1,595,759	(1,269,920)	-	-	(314,093)	11,746
Reassessment	-	-	-	-	46,299	46,299
Effects of exchange rate changes	145,275	(40,603)	2,304	-	(9,408)	97,568
Balance as of June 30, 2025	**$ 196,986,268**	**51,015,858**	**12,060,573**	**43,661**	**41,247,191**	**301,353,551**

Please refer to note 6 (p) for the details of lease liabilities of superficies.

Rental revenue incurred for investment properties, direct operation expenses, and direct operation expenses belonging to investment properties were as follows:

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Rental revenue	**$ 1,797,098**	**1,996,675**	**3,600,599**	**3,977,391**
Direct operation expenses	**$ 589,461**	**594,684**	**1,309,355**	**1,238,863**
Direct operation expenses belonging to investment properties that did not generate rental income	**$ 303,032**	**73,391**	**613,376**	**163,977**

Investment properties are primarily for rental purposes and all of which are operating leases. Main content of such contracts is the same as the terms of general lease contracts.

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

	June 30, 2026	December 31, 2025	June 30, 2025
Less than one year	$ 7,264,488	7,438,271	7,357,127
One to two years	6,043,306	6,654,887	6,614,187
Two to three years	4,915,990	5,185,810	5,414,393
Three to four years	4,876,249	4,347,309	4,319,871
Four to five years	4,394,392	3,826,441	3,611,275
More than five years	25,223,565	24,224,048	23,882,869
	$ 52,717,990	**51,676,766**	**51,199,722**

Certain investment properties were pledged as collateral, please refer to note 8 for details.

Major contents of investment property of subsidiaries are listed separately as follows:

(i) Fubon Life Insurance and its subsidiaries

Fubon Life Insurance and its subsidiaries' investment property appraisal has been performed by appraisers from professional valuation agencies based on the " Regulations on Real Estate Appraisal" in accordance with the "Regulations Governing the Preparation of Financial Reports by Insurance Companies", and the valuation dates were June 30, 2026, December 31 and June 30, 2025.

1) DTZ Cushman & Wakefield Real Estate Appraiser Office: Lee Ken Yuan, Tsai Chia Ho, Hu Chun Chun and Yang Chang Da

2) Savills Valuation and Professional Services: Tai Kuang Ping, Chang Hung Kai, Chang Yi Chih, Yeh Yu Fen, Yeh Shih Yu, Wu Cheng Yeh and Ting Wen Chen

3) REPro International Appraisals.: Tsai You Shiang, Wu Hung Hsu, Hsu Hsiang I and Wang Ming Yang

4) Jin Han Real Estate Appraisers Joint Firm: Wu Yu Chun, Hung Chi Hsiang and Lai Sheng Feng

5) G Beam Real Estate Appraisers Firm: Li Fang Cheng and Lai Jin Wei

6) Colliers International Valuation (Taiwan) Ltd.: Ke Fong Ru and Ku Chien Hui

7) Hong Bang Real Estate Appraisers Joint Firm: Li Qing Tang

8) CBRE Taiwan: Chang Chih Chia and Shi Fu Xue

9) Bon-De Real Estate Appraisers Firm: Mao Ping Chi

10) Savills Valuation and Professional Services and Savills (U.K.) Limited: Chang Yi Chih, Matthew Salter, Oliver King, Hui Ting Wong, James Higham and Amanda Blythe-Smith

11) REPro International Appraisals and Knight Frank LLP: Hsu Hsiang I, Tsai You Shiang, Louise Fuller, Simon Gillespie, John Rushby and William Rankine

12) Jones Lang LaSalle Taiwan and Jones Lang LaSalle srl/bv: Chang Chun Chieh, Hsu Kuo Chun, Greet Hex and Jeremy Greenfield.

13) REPro International Inc and Knight Frank SA/NV：Hsu Hsiang I and Filip Derijck

14) Savills Valuation and Professional Services and Savills Immobilien Beratungs-GmbH: Chang Yi Chih, Thomas Berger and Christian Glock

15) Jones Lang LaSalle Taiwan and Jones Lang LaSalle SE: Hsu Kuo Chun, Chang Chun Chieh, You Shu Fen, Carolin Wohlfarth, Melanie Löffler and Patrick Metzger

16) DTZ Cushman & Wakefield Real Estate Appraiser Office and W Apprisal Company : Yang Chang Da and Li Ji Soo

17) Savills Valuation and Professional Services and Pacific Appraisal Co., Ltd : Chang Hung Kai, Min Kyung Oh, Soomin Park, Jongbeom Kang and Seungsu Na

The fair value of investment property is based on a valuation by professional evaluation agency and supported and "Regulations Governing the Preparation of Financial Reports by Insurance Companies" by market evidence. Appraising methods include the comparison approach, income approach (including direct capitalization method and discount cash flow (DCF) method), cost approach, and land development analysis of cost approach and so on.

Commercial office buildings are appraised mainly using the comparison approach and income approach because of the market liquidity, and easier access to comparable sales and rental cases in the neighboring areas. Marketplaces, hotels and department stores, depending on their characteristics, terms of rental contracts and reference of similar cases are generally appraised using the comparison approach as a primary method as well as cost approach, and direct capitalization method and DCF method of the income approach. Special real estates, such as combinative marketplaces with hotels, or those currently used as hospitals, are appraised mainly by cost approach, as well as comparison approach, and direct capitalization method and DCF method of income approach.

Superficies are appraised using the comparison approach, price rate approach, land development analysis of cost approach, and DCF analysis approach. Factories and buildings planned for urban renewal are appraised by comparison approach, cost approach and land development analysis approach. After vacant land and superficies are developed, they are appraised by the abovementioned approaches according to nature of the completed building.

The inputs applied are as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
	Mainly	Mainly	Mainly
Income capitalization rate	1.01%~7.05%	0.61%~6.75%	0.31%~6.90%
Year-end income capitalization rate	1.14%~6.50%	1.19%~6.50%	1.70%~6.50%
Discount rate	2.97%~12.00%	2.97%~10.50%	2.97%~10.50%

Professional valuation agencies use the market extraction method, search several comparable properties similar to the subject property, and consider the liquidity risk and future disposal risk premium to decide on the income capitalization rate and discount rate. The discount rate of investment properties acquired after May 11, 2020 was in accordance with the amended "Regulations Governing the Preparation of Financial Reports by Insurance Enterprises".

Due to Fubon Life Insurance and its subsidiaries cannot evaluate the fair value of the land obtained after May 11, 2020, based on the specifications amended by the " Regulations Governing the Preparation of Financial Reports by Insurance Enterprises", the carrying amount is evaluated by cost. As of June 30, 2026, December 31 and June 30, 2025, the amounts are $32,095,443 thousand.

The investment properties held by Fubon Life Insurance and its subsidiaries are subsequently measured at fair value model, and categorized into Level 3. The appraising methods adopted by professional valuation agencies are: (a) direct capitalization of income approach: when the main input, direct capitalization rate increases, the fair value will decrease, and vice versa; (b) discounted cash flow analysis of income approach: when the main inputs, discount rate and year-end income capitalization rate increase, the fair value will decrease, and vice versa.

(ii) Fubon Insurance and its subsidiaries

Fubon Insurance and its subsidiaries' investment property appraisals were performed by appraisers from professional valuation agencies based on the " Regulations on Real Estate Appraisal" in accordance with the "Regulations Governing the Preparation of Financial Reports by Insurance Companies", and valuation dates were June 30, 2026, December 31 and June 30, 2025.

Valuation agencies as of June 30, 2026 were as follows:

1) Jin Han Real Estate Appraisers Joint Firm: Hung Chi Hsiang, Wu Yu Chun and Lai Sheng Feng

2) REPro International Appraisals: Hsu Hsiang I and Wang Ming Yang

3) SALLMANNS (FAR EAST) LIMITED: Chanvimol Rakanantachai

Valuation agencies as of December 31, 2025 were as follows:

1) Jin Han Real Estate Appraisers Joint Firm: Hung Chi Hsiang, Wu Yu Chun and Lai Sheng Feng

2) REPro International Appraisals: Wu Hong Hsu, Hsu Hsiang I, Wang Hsin Ya and Wang Ming Yang

3) SALLMANNS (FAR EAST) LIMITED: Chanvimol Rakanantachai

Valuation agencies as of June 30, 2025 were as follows:

1) Jin Han Real Estate Appraisers Joint Firm: Hung Chi Hsiang, Wu Yu Chun and Lai Sheng Feng

2) REPro International Appraisals: Tsai You Shiang and Hsu Hsiang I

3) SALLMANNS (FAR EAST) LIMITED: Chanvimol Rakanantachai

The fair value of investment property is based on a valuation performed by professional evaluation agency and supported by external market evidence. Appraising methods include the comparison approach, income approach, cost approach and land development analysis of cost approach. Commercial office buildings are appraised using the comparison approach and income approach mostly because of the market liquidity, comparable sales and rental cases in the neighboring areas. Townhouses and land are appraised using the cost method because rare cases of income generated from land and big income gap resulted from different building structure lead to poor accuracy and degree of confidence. The developing land is appraised using comparison approach and land development analysis approach.

The inputs applied are as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Income capitalization rate	1.73%~4.50%、7%	1.80%~4.50%、7%	1.80%~4.50%、7%
Profit rate	14.00%~20.00%	14.00%~20.00%	14.00%~20.00%
Overall capital interest rate	1.68%~3.76%	1.68%~3.76%	1.68%~3.76%

External appraisers use the market extraction method, search several comparable properties similar to the subject property, and consider the liquidity risk and future disposal risk premium to decide on the income capitalization rate and discount rate.

(iii) Taipei Fubon Bank

Investment properties are leased out as operating leases with terms of three to ten years. Some of lease contracts included contingent rent clauses. Taipei Fubon Bank can adjust the rent price on a fixed ratio every year.

The fair values of the investment properties as of June 30, 2026, December 31 and June 30, 2025 were based on the valuations carried out at these dates performed by independent qualified professional appraisers, Dai Guang-Ping, Chang Hung-Kai, Chang Yi-Chih, Wu-Cheng-Yeh and Ting Mei Chen, from the real estate appraisal office, Savills plc, a member of certified ROC real estate appraisals.

The fair value of investment properties was measured using the DCF method of income approach. The significant assumptions used were as follows. Fair value will increase when expected future cash inflows increases or discount rate decreases.

	June 30, 2026	December 31, 2025	June 30, 2025
Expected future cash inflows	$ 5,825,359	5,817,898	5,750,107
Expected future cash outflows	(241,302)	(239,245)	(230,506)
Expected future cash inflows, net	**$ 5,584,057**	**5,578,653**	**5,519,601**
Discount rate	3.595%~4.095%	3.595%~4.095%	3.595%~4.47%

The market rentals in the area where the investment property is located were between $1 thousand and $20 thousand per ping (i.e. 1 ping = 3.3 square meters).

The expected future cash inflows generated by investment property included rental income, interest income on rental deposits and disposal value. The rental income was extrapolated using the Taipei Fubon Bank' s current rental rate and market rent price, taking into account the annual rental growth rate; and the income analysis covers a 10-year period. The interest income on rental deposits was extrapolated using the interest rate for one-year time deposit, and the disposal value was determined using the direct capitalization method under the income approach. The expected future cash outflows incurred by investment property included expenditures such as land value taxes, house taxes, insurance premium and maintenance costs. These expenditures were extrapolated on the basis of the current level of expenditures, taking into account the future adjustment to the government-announced land value and the tax rate promulgated under the House Tax Act and building and construction expense.

As of June 30, 2026, December 31 and June 30, 2025, the discount rate was based on the interest rate of the two-year time deposits of Chunghwa Post Co., Ltd., plus 0.75%, and the investment asset-specific risk premiums of 2%.

(iv) Fubon Securities

Investment property of Fubon securities was evaluated by appraisers from professional valuation agencies, in accordance with the "Regulations on Real Estate Appraisal", and the valuation dates were December 31, 2025 and 2024. Fubon Securities has consulted the appraisers about the effectiveness of the original appraisal report. As of June 30, 2026 and 2025, the fair values of the aforementioned investment property were considered valid, respectively. The appraisals were performed by the following valuation agencies.

The appraisers were Hsu Hsiang-I and Wang Ming Yang from Repro International Inc. on December 31, 2025.

The appraisers were Tsai You-Xiang and Hsu Hsiang-I from Repro International Inc. on December 31, 2024.

Due to changes in the rental ratio of certain investment properties of the Fubon Securities, their fair value was re-evaluated by appraiser Wang Ming-Yang from Repro International Inc. in January and May, 2026.

The fair value of investment property is supported by observable evidence in the market. Appraising method is mainly the DCF method of income approach.

The commercial office building and the terrace shops have market liquidity, and the rental market is similar to that of the neighboring areas. Therefore, the evaluation method is based on the DCF method of the income approach.

Reasonable rents are based on the current market practice, assuming that the rent level is adjusted by 0.5%~1.5% per year, estimating the total revenue of the subject property, deducting the loss of revenue due to idle and other reasons, then estimate the operating expenses.

In accordance with the R.O.C. Real Estate Appraiser Alliance Statement No.5, the total assessed present value of the house is calculated based on the reference table of the assessed present value of house in each county and city, using the area of the property rights (including public facilities), which is subject to the appraisal, and the house tax is calculated by referring to the tax rates stipulated in the Regulations of House Tax.

The land value tax is to assess the future announced land value of the subject land with reference to the changes in the announced land value of the subject land in recent years.

The replacement allowance is calculated in accordance with R.O.C. Real Estate Appraiser Alliance Statement No.5. It is amortized over 10 to 20 years at the rate of 10%~20% of building and construction expenses in principle.

The inputs applied are as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Discount rate	3.32%~4.33%	3.32%~4.33%	3.32%~4.33%

The decision of discount rate is based on risk premium method, the consideration on time deposit rates, government bond rates, risk of real estate investment, changes of currencies, changes in real estate prices, etc. Discount rate is based on the two-year time deposit floating rate below ten million of Chunghwa Post Co., Ltd., in consideration of the earning position, liquidity, risk, increment and the difficulty of management, plus, risk premium, in accordance with Rule No.9 of the " Regulations Governing the Preparation of Financial Reports by Securities Firms". When the discount rate decreases, the fair value will increase, and vice versa.

(v) Fubon AMC

Fubon AMC appointed appraisers Ma Chi-Bin of He-Chung Real Estate Appraisers Firm and Hsu Hsiang-I and Tsai You-Xiang of Repro International Inc. to appraise the investment property in accordance with the " Regulations on Real Estate Appraisal". The appraisal dates were December 31, 2025 and 2024. Fubon AMC has consulted the appraisers about the effectiveness of the original appraisal report. As of June 30, 2026 and 2025, the fair values of the aforementioned investment property at December 31, 2025 and 2024 were considered valid, respectively.

The fair value of investment property is supported by observable evidence in the market. The main appraising method are comparison approach, direct capitalization method and land development analysis of cost approach.

Land foreclosures and undeveloped vacant land, as well as costs of vacant land, are appraised using the comparison approach and land development analysis. Selling price which is extrapolated using land development analysis is determined according to examples of market transaction. Considering their characteristics, profile of local property market and reference of similar investment properties, commercial office buildings are generally appraised using the comparison approach and direct capitalization method as primary method.

	June 30, 2026	December 31, 2025	June 30, 2025
Profit rate	17.00%~22.00%	17.00%~22.00%	17.00%~18.00%
Overall capital interest rate	4.30%~5.16%	4.30%~5.16%	4.69%~5.39%
Income capitalization rate	1.25%~3.65%	1.25%~3.65%	1.38%~3.17%

When the profit rate, an overall capital interest rate and the income capitalization rate decrease, the fair value will increase, and vice versa.

(o) Property and Equipment

		Land	Buildings	Transportation equipment	Other equipment	Prepayment for purchases of equipment, and construction in progress	Total
Cost or deemed cost:							
Balance as of January 1, 2026	$	37,642,985	33,464,802	389,941	31,741,182	7,545,747	110,784,657
Additions		-	32,507	9,627	1,063,336	1,562,962	2,668,432
Disposals		-	(31,752)	(8,560)	(455,732)	-	(496,044)
Reclassification		(33,328)	177,149	6,125	331,744	(743,716)	(262,026)
Effects of exchange rates changes		(1,900)	324,363	2,366	67,437	109	392,375
Balance as of June 30, 2026	**$**	**37,607,757**	**33,967,069**	**399,499**	**32,747,967**	**8,365,102**	**113,087,394**
Balance as of January 1, 2025	$	38,043,372	33,328,320	396,812	26,791,853	4,543,018	103,103,375
Additions		-	14,966	13,993	843,672	2,718,245	3,590,876
Acquisition through business combination		-	-	-	1,052,216	1,792,178	2,844,394
Disposals		-	(1,386)	(10,367)	(278,865)	-	(290,618)
Reclassification		248,130	221,308	-	289,214	(585,413)	173,239
Effects of exchange rates changes		(256)	(895,445)	(8,424)	(844,532)	(1,320)	(1,749,977)
Balance as of June 30, 2025	**$**	**38,291,246**	**32,667,763**	**392,014**	**27,853,558**	**8,466,708**	**107,671,289**
Depreciation and impairment loss:							
Balance as of January 1, 2026	$	1,013,285	11,268,526	316,097	20,783,412	-	33,381,320
Depreciations		-	429,053	11,005	1,387,762	-	1,827,820
Disposals		-	(31,220)	(8,173)	(454,167)	-	(493,560)
Reclassification		-	10,910	-	3,756	-	14,666
Effects of exchange rates changes		-	99,646	1,929	48,129	-	149,704
Balance as of June 30, 2026	**$**	**1,013,285**	**11,776,915**	**320,858**	**21,768,892**	**-**	**34,879,950**
Balance as of January 1, 2025	$	1,013,285	10,537,164	328,189	19,384,583	-	31,263,221
Acquisition through business combination		-	-	-	40,781	-	40,781
Depreciations		-	420,480	9,748	1,170,008	-	1,600,236
Disposals		-	(208)	(7,002)	(277,434)	-	(284,644)
Reclassification		-	6,504	-	8,051	-	14,555
Effects of exchange rates changes		-	(257,768)	(5,881)	(597,912)	-	(861,561)
Balance as of June 30, 2025	**$**	**1,013,285**	**10,706,172**	**325,054**	**19,728,077**	**-**	**31,772,588**
Carrying amounts:							
Balance as of June 30, 2026	**$**	**36,594,472**	**22,190,154**	**78,641**	**10,979,075**	**8,365,102**	**78,207,444**
Balance as of December 31, 2025	**$**	**36,629,700**	**22,196,276**	**73,844**	**10,957,770**	**7,545,747**	**77,403,337**
Balance as of June 30, 2025	**$**	**37,277,961**	**21,961,591**	**66,960**	**8,125,481**	**8,466,708**	**75,898,701**

Since the Company and its subsidiaries had transferred parts of their private properties to investment properties measured at fair value, the properties were reevaluated on the transferred date. The Company and its subsidiaries determined the recoverable amount at fair value, less, cost of disposal; and the related fair value was determined by using income approach, which is classified under level 3 fair value category. For valuation techniques and key assumptions of fair value measurements, please refer to note 6(n) for details.

(Continued)

The property and equipment of the Company are depreciated on a straight-line basis based on the following estimated useful life:

Buildings	3 to 61 years
Transportation equipment	3 to 8 years
Other equipment	1 to 20 years

Certain property was pledged as collateral, please refer to note 8 for details.

(p) Lease Agreement

(i) Right-of-use assets

Information about the costs, depreciation and impairment losses of leases of land, buildings, machinery and transportation equipment of the Company and its subsidiaries is presented below:

		June 30, 2026	December 31, 2025	June 30, 2025
Carrying amounts				
Land－superficies	$	8,293,950	8,138,100	8,086,144
Buildings		5,255,330	5,213,248	5,502,362
Machinery		305,182	408,755	482,700
Transportation equipment		64,210	67,578	67,985
Other equipment		231,802	236,807	242,995
	$	**14,150,474**	**14,064,488**	**14,382,186**

		For the three months ended June 30		For the six months ended June 30	
		2026	2025	2026	2025
Additions	**$**	**666,237**	**541,962**	**1,315,558**	**1,913,079**
Depreciation					
Land－superficies	$	45,904	43,205	90,702	86,206
Buildings		557,877	549,808	1,108,645	1,101,925
Machinery		67,459	65,893	130,550	131,167
Transportation equipment		11,023	10,992	21,959	23,135
Other equipment		23,509	22,461	46,720	44,691
Total	**$**	**705,772**	**692,359**	**1,398,576**	**1,387,124**

(ii) Lease liabilities

The maturity analysis of undiscounted lease payments was as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Less than one year	$ 3,064,005	3,016,019	3,024,542
One to five years	9,444,717	9,507,880	9,843,710
More than five years	21,361,243	21,083,444	21,101,101
Total	**$ 33,869,965**	**33,607,343**	**33,969,353**

The amounts recognized in the statement of cash flows for the Company and its subsidiaries were as follows:

	For the six months ended June 30	
	2026	2025
Total cash outflow for leases	**$ 1,917,560**	**1,865,400**

(iii) Other lease information

1) Office space leases

The Company and its subsidiaries lease buildings for office space. The leases of office space run for a period of 1 to 20 years. Some leases include an option to renew the lease for an additional period of the same duration after the end of the contract-term.

2) Superficies leases

The Company and its subsidiaries lease land under superficies agreements with lease terms from 50 to 133 years for the development of commercial buildings, shopping malls, hotels, etc.

3) Land leases

The Company and its subsidiaries lease land for the operation of energy storage system facilities with lease terms of 3 to 20 years.

4) Other leases

The Company and its subsidiaries lease transportation equipment, substations and other equipment with lease terms of 1 to 8 years.

For short-term or leases of low-value items, the Company and its subsidiaries have elected not to recognize right-of-use assets and lease liabilities for these leases.

(Continued)

(q) Intangible Assets

		June 30, 2026	December 31, 2025	June 30, 2025
License and operating rights	$	7,846,725	7,820,119	7,538,223
Core deposits		3,657,456	3,678,411	3,567,179
Goodwill		16,075,663	16,035,332	15,839,053
Computer software		5,692,326	5,810,846	5,036,020
Customer relationship		436,271	467,947	499,072
Others		595,140	687,749	770,926
	$	**34,303,581**	**34,500,404**	**33,250,473**

The movements of intangible assets of the Company and its subsidiaries were as follows:

		Goodwill	Other intangible assets	Total
Cost:				
Balance as of January 1, 2026	$	16,035,332	18,465,072	34,500,404
Additions		-	316,848	316,848
Disposals		-	(30)	(30)
Amortization		-	(1,203,504)	(1,203,504)
Reclassification		-	395,265	395,265
Effects of exchange rate changes		40,331	254,267	294,598
Balance as of June 30, 2026	**$**	**16,075,663**	**18,227,918**	**34,303,581**
Balance as of January 1, 2025	$	15,718,012	18,014,998	33,733,010
Acquired through business combinations		330,787	293,066	623,853
Additions		-	591,983	591,983
Disposals		-	(2)	(2)
Amortization		-	(1,124,830)	(1,124,830)
Reclassification		-	322,263	322,263
Effects of exchange rate changes		(209,746)	(686,058)	(895,804)
Balance as of June 30, 2025	**$**	**15,839,053**	**17,411,420**	**33,250,473**

The above license and operating rights, core deposits, customer relationships and goodwill arose from the Company and its subsidiaries' acquisition of the Hanoi branch and Ho Chi Minh City sub branch of Chinfon Bank, which were monitored by the Financial Restructuring Fund, and from the acquisition of ING Life Insurance (Taiwan), International Bank of Asia Limited, First Sino Bank Limited, EDA Rhinos professional baseball team, Hyundai Life Insurance Co., Ltd., JihSun Financial Holding and JihSun Securities Investment Trust.

(Continued)

The above intangible assets, except for banking license and others with an indefinite useful life which is not amortized, are amortized on a straight-line basis and recognized as profit or loss based on the following estimated useful life:

Core deposits	23 years
Operating rights	10 to 97 years
Computer software	1 to 10 years
Customer relationship	6 to 14 years
Other	3 to 20 years

No significant impairment was incurred as of June 30, 2026, December 31 and June 30, 2025, after evaluating the carrying amount of goodwill.

(r) Other Assets

	June 30, 2026	December 31, 2025	June 30, 2025
Refundable deposits	$ 36,599,112	38,932,793	35,418,966
Foreclosed collaterals and residuals taken over	98,754	42,836	45,769
Operation guarantee deposits and settlement fund	1,283,102	618,851	616,555
Deferred assets	108,978	129,938	135,033
Prepayments	4,238,580	3,304,017	3,814,243
Incremental costs of obtaining a contract	4,286,324	2,710,519	2,617,772
Others	14,310,870	9,293,821	9,677,411
Total	**$ 60,925,720**	**55,032,775**	**52,325,749**

Certain other assets were pledged as collateral, please refer to note 8 for details.

(s) Securities Sold under Repurchase Agreements

	June 30, 2026	December 31, 2025	June 30, 2025
Securities sold under repurchase agreements	**$ 115,546,704**	**72,526,590**	**78,578,533**

(Continued)

(t) Commercial Paper Issued

	June 30, 2026	December 31, 2025	June 30, 2025
Par value	$ 147,203,000	88,003,000	37,509,000
Less: Discount on commercial paper issued	1,074,897	150,413	25,050
Total	**$ 146,128,103**	**87,852,587**	**37,483,950**
Interest rate range	1.50%~3.63%	1.50%~2.08%	1.45%~2.07%

Above-mentioned commercial papers were underwritten by bills financial corporations and banks.

(u) Payables

	June 30, 2026	December 31, 2025	June 30, 2025
Other payables	$ 22,342,844	23,512,885	19,572,102
Acceptance bill payable	38,790,128	33,827,447	29,097,458
Account payable for securities purchased	112,286,428	91,865,827	75,171,536
Accrued expenses	31,798,907	35,394,387	23,613,527
Accrued interests	31,270,327	29,209,515	28,493,644
Dividend payable	63,495,432	-	61,768,548
Others	48,782,427	47,932,289	40,571,794
Total	**$ 348,766,493**	**261,742,350**	**278,288,609**

(v) Deposits and Remittances

	June 30, 2026	December 31, 2025	June 30, 2025
Checking accounts	$ 12,996,224	16,767,916	12,637,442
Public treasury deposits	88,775,416	70,515,617	55,430,067
Demand deposits	878,982,849	829,997,518	790,644,098
Time deposits	2,246,672,913	2,112,867,896	1,838,450,431
Negotiable certificates of deposit	186,851,572	130,790,926	150,940,039
Savings accounts	1,798,060,566	1,681,794,972	1,603,106,061
Others	826,141	671,522	318,041
Total	**$ 5,213,165,681**	**4,843,406,367**	**4,451,526,179**

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(w) Bonds Payable

(i) The bonds payable was as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Unsecured corporate bonds	$ 139,824,204	128,130,596	120,842,400
Subordinated corporate bonds	229,362,614	211,127,931	152,122,047
Financial bonds	146,572,585	138,970,140	123,944,940
Total	**$ 515,759,403**	**478,228,667**	**396,909,387**

(ii) Unsecured corporate bonds

1) Unsecured corporate bonds－the Company

Name	Issue period		Issue amount	Interest rate	June 30, 2026	December 31, 2025	June 30, 2025	Note
	Issue date	Maturity date						
First 2018 unsecured domestic corporate bonds-bond B	2018.09.04	2025.09.04	$ 8,300,000	0.95	-	-	8,300,000	Note 5
Second 2018 unsecured domestic corporate bonds-bond B	2018.11.22	2025.11.22	1,500,000	0.95	-	-	1,500,000	Note 5
First 2019 unsecured domestic corporate bonds-bond B	2019.12.05	2026.12.05	3,800,000	0.82	3,800,000	3,800,000	3,800,000	Note 5
First 2020 unsecured domestic corporate bonds-bond B	2020.07.29	2026.07.29	500,000	0.61	500,000	500,000	500,000	Note 4
First 2020 unsecured domestic corporate bonds-bond C	2020.07.29	2028.07.29	1,400,000	0.66	1,400,000	1,400,000	1,400,000	Note 6
First 2020 unsecured domestic corporate bonds-bond D	2020.07.29	2032.07.29	1,000,000	0.70	1,000,000	1,000,000	1,000,000	Note 8
Second 2020 unsecured domestic corporate bonds-bond B	2020.09.15	2027.09.15	5,600,000	0.66	5,600,000	5,600,000	5,600,000	Note 5
Second 2020 unsecured domestic corporate bonds-bond C	2020.09.15	2030.09.15	7,900,000	0.70	7,900,000	7,900,000	7,900,000	Note 7
Third 2020 unsecured domestic corporate bonds-bond B	2020.11.06	2027.11.06	4,200,000	0.66	4,200,000	4,200,000	4,200,000	Note 5
Third 2020 unsecured domestic corporate bonds-bond C	2020.11.06	2030.11.06	7,300,000	0.70	7,300,000	7,300,000	7,300,000	Note 7
First 2021 unsecured domestic corporate bonds-bond A	2021.09.16	2026.09.16	2,300,000	0.50	2,300,000	2,300,000	2,300,000	Note 3
First 2021 unsecured domestic corporate bonds-bond B	2021.09.16	2028.09.16	4,800,000	0.58	4,800,000	4,800,000	4,800,000	Note 5
First 2021 unsecured domestic corporate bonds-bond C	2021.09.16	2031.09.16	4,100,000	0.65	4,100,000	4,100,000	4,100,000	Note 7

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name	Issue period		Issue amount	Interest rate	June 30, 2026	December 31, 2025	June 30, 2025	Note
	Issue date	Maturity date						
First 2021 unsecured domestic corporate bonds-bond D	2021.09.16	2036.09.16	$ 1,000,000	0.73	1,000,000	1,000,000	1,000,000	Note 9
First 2022 unsecured domestic corporate bonds-bond A	2022.01.17	2026.01.17	1,300,000	0.60	-	1,299,965	1,299,752	Note 2
First 2022 unsecured domestic corporate bonds-bond B	2022.01.17	2029.01.17	1,900,000	0.70	1,899,082	1,898,905	1,898,727	Note 5
First 2022 unsecured domestic corporate bonds-bond C	2022.01.17	2032.01.17	1,100,000	0.80	1,099,196	1,099,124	1,099,052	Note 7
Second 2022 unsecured domestic corporate bonds-bond A	2022.08.30	2026.08.30	2,800,000	1.65	2,799,856	2,799,426	2,798,995	Note 2
Second 2022 unsecured domestic corporate bonds-bond B	2022.08.30	2027.08.30	3,400,000	1.70	3,399,024	3,398,605	3,398,187	Note 3
First 2023 unsecured domestic corporate bonds-bond A	2023.01.12	2027.01.12	3,400,000	2.10	3,399,514	3,399,028	3,398,542	Note 2
First 2023 unsecured domestic corporate bonds-bond B	2023.01.12	2028.01.12	6,600,000	2.15	6,597,737	6,596,982	6,596,228	Note 3
Second 2023 unsecured domestic corporate bonds-bond A	2023.06.20	2026.06.20	1,000,000	1.52	-	999,811	999,622	Note 1
Second 2023 unsecured domestic corporate bonds-bond B	2023.06.20	2029.06.20	1,800,000	1.64	1,798,979	1,798,808	1,798,638	Note 4
Second 2023 unsecured domestic corporate bonds-bond C	2023.06.20	2033.06.20	6,900,000	1.82	6,894,518	6,894,127	6,893,736	Note 7
First 2024 unsecured domestic corporate bonds-bond A	2024.03.06	2029.03.06	5,000,000	1.65	4,996,984	4,996,419	4,995,853	Note 3
First 2024 unsecured domestic corporate bonds-bond B	2024.03.06	2034.03.06	5,000,000	1.78	4,995,665	4,995,383	4,995,100	Note 7
Second 2024 unsecured domestic corporate bonds-bond A	2024.07.23	2034.07.23	1,600,000	2.06	1,598,326	1,598,222	1,598,119	Note 7
Second 2024 unsecured domestic corporate bonds-bond B	2024.07.23	2039.07.23	2,500,000	2.20	2,497,177	2,497,069	2,496,962	Note 9
Third 2024 unsecured domestic corporate bonds-bond A	2024.10.15	2029.10.15	3,700,000	1.94	3,697,333	3,696,922	3,696,512	Note 3
Third 2024 unsecured domestic corporate bonds-bond B	2024.10.15	2031.10.15	1,600,000	1.98	1,598,669	1,598,542	1,598,416	Note 5
Third 2024 unsecured domestic corporate bonds-bond C	2024.10.15	2034.10.15	3,400,000	2.03	3,396,889	3,396,701	3,396,512	Note 7
Third 2024 unsecured domestic corporate bonds-bond D	2024.10.15	2039.10.15	3,300,000	2.13	3,296,767	3,296,645	3,296,523	Note 9

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name	Issue period		Issue amount	Interest rate	June 30, 2026	December 31, 2025	June 30, 2025	Note
	Issue date	Maturity date						
First 2025 unsecured domestic corporate bonds-bond A	2025.02.18	2032.02.18	$ 1,800,000	2.00	1,798,278	1,798,126	1,797,974	Note 5
First 2025 unsecured domestic corporate bonds-bond B	2025.02.18	2035.02.18	5,400,000	2.07	5,394,469	5,394,151	5,393,831	Note 7
Second 2025 unsecured domestic corporate bonds-bond A	2025.04.23	2032.04.23	500,000	2.00	499,442	499,394	499,346	Note 5
Second 2025 unsecured domestic corporate bonds-bond B	2025.04.23	2035.04.23	1,800,000	2.07	1,797,869	1,797,749	1,797,628	Note 7
Second 2025 unsecured domestic corporate bonds-bond C	2025.04.23	2040.04.23	1,400,000	2.13	1,398,270	1,398,207	1,398,145	Note 9
Third 2025 unsecured domestic corporate bonds-bond A	2025.08.19	2029.08.19	3,500,000	1.82	3,497,001	3,496,527	-	Note 2
Third 2025 unsecured domestic corporate bonds-bond B	2025.08.19	2032.08.19	2,000,000	1.90	1,998,093	1,997,938	-	Note 5
Third 2025 unsecured domestic corporate bonds-bond C	2025.08.19	2035.08.19	8,000,000	1.96	7,992,062	7,991,630	-	Note 7
Third 2025 unsecured domestic corporate bonds-bond D	2025.08.19	2040.08.19	3,600,000	2.02	3,596,320	3,596,190	-	Note 9
First 2026 unsecured domestic corporate bonds	2026.01.14	2036.01.14	9,000,000	1.70	8,990,207	-	-	Note 7
					$ 134,827,727	**128,130,596**	**120,842,400**	

Note 1: Fixed interest, interest payable annually; pay in full upon three years.

Note 2: Fixed interest, interest payable annually; pay in full upon four years.

Note 3: Fixed interest, interest payable annually; pay in full upon five years.

Note 4: Fixed interest, interest payable annually; pay in full upon six years.

Note 5: Fixed interest, interest payable annually; pay in full upon seven years.

Note 6: Fixed interest, interest payable annually; pay in full upon eight years.

Note 7: Fixed interest, interest payable annually; pay in full upon ten years.

Note 8: Fixed interest, interest payable annually; pay in full upon twelve years.

Note 9: Fixed interest, interest payable annually; pay in full upon fifteen years.

2) Unsecured corporate bonds－Fubon Securities and its subsidiaries

Name	Issue period		Issue amount	Interest rate	June 30, 2026	December 31, 2025	June 30, 2025	Note
	Issue date	Maturity date						
First 2026 unsecured domestic corporate bonds	2026.06.17	2036.06.17	$ 5,000,000	2.40	**4,996,477**	-	-	Note

Note : Fixed interest, interest payable annually; principle repayable in a lump sum at maturity.

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iii) Subordinated corporate bonds－Fubon Life Insurance and its subsidiaries

Name	Issue Period		Coupon rate	Issue Amount	Unamortized premium (discount) amount	June 30, 2026	December 31, 2025	June 30, 2025	Note
	Issue Date	Maturity Date							
1st Issue of 2016 Perpetual Cumulative Subordinated Corporate Bonds	2016.12.07	Indefinite	3.25 % (Note 1)	$ 28,500,000	-	28,500,000	28,500,000	28,500,000	Note 2
1st Issue of 2017 Perpetual Cumulative Subordinated Corporate Bonds	2017.04.21	Indefinite	3.30 % (Note 1)	6,500,000	-	6,500,000	6,500,000	6,500,000	Note 2
1st Issue of 2023 10-year Cumulative Subordinated Corporate Bonds - bond A	2023.09.05	2033.09.05	3.70 %	13,570,000	-	13,570,000	13,570,000	13,570,000	
1st Issue of 2023 15-year Cumulative Subordinated Corporate Bonds - bond B	2023.09.05	2038.09.05	3.85 %	8,930,000	-	8,930,000	8,930,000	8,930,000	Note 3
2nd Issue of 2023 10-year Cumulative Subordinated Corporate Bonds - bond A	2023.11.07	2033.11.07	3.70 %	500,000	-	500,000	500,000	500,000	
2nd Issue of 2023 15-year Cumulative Subordinated Corporate Bonds - bond B	2023.11.07	2038.11.07	3.85 %	2,000,000	-	2,000,000	2,000,000	2,000,000	Note 3
1st Issue of 2024 10-year Cumulative Subordinated Corporate Bonds - bond A	2024.06.12	2034.06.12	3.70 %	14,880,000	-	14,880,000	14,880,000	14,880,000	
1st Issue of 2024 15-year Cumulative Subordinated Corporate Bonds - bond B	2024.06.12	2039.06.12	3.85 %	10,120,000	-	10,120,000	10,120,000	10,120,000	Note 3
2nd Issue of 2024 10-year Cumulative Subordinated Corporate Bonds - bond A	2024.10.23	2034.10.23	3.70 %	22,730,000	-	22,730,000	22,730,000	22,730,000	
2nd Issue of 2024 15-year Cumulative Subordinated Corporate Bonds - bond B	2024.10.23	2039.10.23	3.85 %	8,270,000	-	8,270,000	8,270,000	8,270,000	Note 3
1st Issue of 2025 10-year Cumulative Subordinated Corporate Bonds - bond A	2025.04.22	2035.04.22	3.70 %	9,140,000	-	9,140,000	9,140,000	9,140,000	
1st Issue of 2025 15-year Cumulative Subordinated Corporate Bonds - bond B	2025.04.22	2040.04.22	3.85 %	9,860,000	-	9,860,000	9,860,000	9,860,000	Note 3

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name	Issue Period		Coupon rate	Issue Amount	Unamortized premium (discount) amount	June 30, 2026	December 31, 2025	June 30, 2025	Note
	Issue Date	Maturity Date							
2nd Issue of 2025 10-year Cumulative Subordinated Corporate Bonds - bond A	2025.08.27	2035.08.27	3.70 %	$ 10,700,000	-	10,700,000	10,700,000	-	
2nd Issue of 2025 15-year Cumulative Subordinated Corporate Bonds - bond B	2025.08.27	2040.08.27	3.85 %	9,300,000	-	9,300,000	9,300,000	-	Note 3
3rd Issue of 2025 10-year Cumulative Subordinated Corporate Bonds - bond A	2025.12.16	2035.12.16	3.70 %	12,070,000	-	12,070,000	12,070,000	-	
3rd Issue of 2025 15-year Cumulative Subordinated Corporate Bonds - bond B	2025.12.16	2040.12.16	3.85 %	7,930,000	-	7,930,000	7,930,000	-	Note 3
1st Issue of 2026 10-year Cumulative Subordinated Corporate Bonds - bond A	2026.05.06	2036.05.06	3.70 %	11,600,000	-	11,600,000	-	-	
1st Issue of 2026 10-year Cumulative Subordinated Corporate Bonds - bond B	2026.05.06	2041.05.06	3.85 %	8,400,000	-	8,400,000	-	-	Note 3
FubonHyundai Insurance 16	2020.09.21	2030.09.21	4.49 % (Note 4)	1,089,900	-	-	-	1,101,679	
FubonHyundai Insurance 17 (private placement)	2021.04.29	2031.04.29	4.60 % (Note 4)	1,187,991	-	-	1,186,162	1,201,791	
FubonHyundai Insurance 18	2021.09.14	2031.09.14	4.10 % (Note 4)	1,950,255	(4,195)	1,946,060	2,065,979	2,093,086	
FubonHyundai Insurance 19 (private placement)	2022.04.08	2032.04.08	5.10 % (Note 4)	1,026,450	(2,543)	1,023,907	1,087,001	1,101,266	
FubonHyundai Insurance 20	2022.06.28	2032.06.28	6.20 % (Note 4)	3,079,350	(7,503)	3,071,847	3,261,196	3,304,049	
FubonHyundai Insurance 23	2023.04.26	2033.04.26	7.30 % (Note 4)	1,642,320	(5,257)	1,637,063	1,737,950	1,760,768	
FubonHyundai Insurance 24	2023.06.16	2033.06.16	7.28 % (Note 4)	2,011,842	(5,851)	2,005,991	2,129,656	2,157,659	
FubonHyundai Insurance 25 (private placement)	2023.09.25	2033.09.25	7.40 % (Note 4)	615,870	(1,459)	614,411	652,312	660,912	
FubonHyundai Insurance 26	2024.03.15	2034.03.15	6.90 % (Note 4)	1,026,450	(3,567)	1,022,883	1,085,930	1,100,197	
FubonHyundai Insurance 27	2024.05.31	2034.05.31	7.00 % (Note 4)	2,463,480	(8,452)	2,455,028	2,606,371	2,640,640	
Overseas 10.25-year USD Unsecured Cumulative Subordinated Corporate Bonds	2025.09.10	2035.12.10	5.45 %	20,696,701	(111,277)	20,585,424	20,315,374	-	Note 5
Total					**$ (150,104)**	**229,362,614**	**211,127,931**	**152,122,047**	

(Continued)

Note 1: The coupon rate will increase by 1% if Fubon Life Insurance and its subsidiaries do not redeem the bond in 10 years from the date of issuance.

Note 2: After 10 years of issuance, if the Fubon Life Insurance's risk based capital ratio is greater than twice the minimum risk based capital ratio for insurance companies, with the approval from the authority, Fubon Life Insurance and its subsidiaries will redeem the corporate bond in whole at a redemption price equal to 100% of the principal amount of the bond, plus accrued and unpaid interest to the date of redemption.

Note 3: After 10 years of issuance, if the Fubon Life Insurance's risk based capital ratio is greater than the minimum risk based capital ratio for insurance companies, with the approval from the authority, Fubon Life Insurance and its subsidiaries will redeem the corporate bond in whole at a redemption price equal to 100% of the principal amount of the bond, plus accrued and unpaid interest to the date of redemption.

Note 4: The coupon rate will reset on the basis of 10-year KTB yield plus interest rate spread if the bond is not redeemed in 5 years from the date of issuance.

Note 5: During the period between the 10th and 10.25th year (excluding the 10.25th year) after the bonds issuance, if the Fubon Life Insurance's capital adequacy ratio after redemption, upon calculation, is higher than the statutory minimum capital adequacy ratio at the time of calculation, with the prior approval of guarantor's (the Fubon Life Insurance's) Competent Authority, the bonds may be redeemed earlier by the subsidiary Fubon Life Singapore Pte. Ltd. at par value plus accrued interest payable.

(iv) Financial Bonds Payable－Taipei Fubon Bank and its subsidiaries

	June 30, 2026	December 31, 2025	June 30, 2025
Fifth issuance of dominant bank debentures in 2017; zero interest rate; maturity: December 4, 2047 (US$100,000 thousand)	$ 4,493,513	4,350,959	4,054,465
Second issuance of dominant bank debentures in 2018; zero interest rate; maturity: March 8, 2048 (US$195,000 thousand)	8,846,335	8,555,548	7,962,939
Third issuance of subordinated bank debentures in 2018; fixed 1.15%; maturity: September 25, 2025	-	-	1,200,000
Third issuance of subordinated bank debentures in 2018; fixed 1.30%; maturity: September 25, 2028	1,800,000	1,800,000	1,800,000
Fifth issuance of dominant bank debentures in 2018; zero interest rate; maturity: November 20, 2048 (US$80,000 thousand)	3,666,042	3,536,306	3,282,649
Sixth issuance of dominant bank debentures in 2018; fixed 1.10%; maturity: November 28, 2028	3,700,000	3,700,000	3,700,000
Seventh issuance of subordinated bank debentures in 2018; fixed 2.15%; perpetual	6,500,000	6,500,000	6,500,000

(Continued)

	June 30, 2026	December 31, 2025	June 30, 2025
First issuance of dominant bank debentures in 2019; fixed 0.98%; maturity: March 20, 2029	$ 1,500,000	1,500,000	1,500,000
Second issuance of dominant bank debentures in 2019; fixed 0.95%; maturity: May 10, 2029	1,300,000	1,300,000	1,300,000
Third issuance of subordinated bank debentures in 2019; fixed 1.90%; perpetual	3,100,000	3,100,000	3,100,000
Fourth issuance of subordinated bank debentures in 2019; fixed 1.63%; perpetual	4,400,000	4,400,000	4,400,000
Fifth issuance of subordinated bank debentures in 2019; fixed 0.95%; maturity: September 26, 2029	6,000,000	6,000,000	6,000,000
Sixth issuance of dominant bank debentures in 2019; fixed 0.88%; maturity: October 30, 2029	6,600,000	6,600,000	6,600,000
Seventh issuance of dominant bank debentures in 2019; fixed 0.88%; maturity: December 30, 2029	3,100,000	3,100,000	3,100,000
First issuance of dominant bank debentures in 2020; fixed 0.75%; maturity: March 20, 2030	5,000,000	5,000,000	5,000,000
Second issuance of subordinated bank debentures in 2020; fixed 1.60%; perpetual	3,150,000	3,150,000	3,150,000
Third issuance of subordinated bank debentures in 2020; fixed 0.70%; maturity: June 22, 2027	200,000	200,000	200,000
Third issuance of subordinated bank debentures in 2020; fixed 0.80%; maturity: June 22, 2030	1,800,000	1,800,000	1,800,000

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	June 30, 2026	December 31, 2025	June 30, 2025
Fourth issuance of subordinated bank debentures in 2020; fixed 1.50%; perpetual	$ 2,850,000	2,850,000	2,850,000
First issuance of dominant bank debentures in 2021; fixed 0.40%; maturity: January 28, 2026	-	1,000,000	1,000,000
Second issuance of dominant bank debentures in 2021; fixed 0.40%; maturity: September 2, 2026	1,000,000	1,000,000	1,000,000
Third issuance of subordinated bank debentures in 2021; fixed 0.70%; maturity: September 2, 2031	2,400,000	2,400,000	2,400,000
Fourth issuance of dominant bank debentures in 2021; fixed 0.45%; maturity: September 28, 2026	2,700,000	2,700,000	2,700,000
Fourth issuance of dominant bank debentures in 2021; fixed 0.52%; maturity: September 28, 2028	1,400,000	1,400,000	1,400,000
Second issuance of subordinated bank debentures in 2022; fixed 2.00%; maturity: June 28, 2029	2,000,000	2,000,000	2,000,000
Third issuance of subordinated bank debentures in 2022; fixed 3.00%; perpetual	2,300,000	2,300,000	2,300,000
Fourth issuance of subordinated bank debentures in 2022; fixed 1.90%; maturity: September 15, 2029	5,000,000	5,000,000	5,000,000
Fifth issuance of subordinated bank debentures in 2022; fixed 3.10%; perpetual	1,530,000	1,530,000	1,530,000

(Continued)

	June 30, 2026	December 31, 2025	June 30, 2025
First issuance of subordinated bank debentures in 2023; fixed 3.50%; perpetual	$ 3,870,000	3,870,000	3,870,000
Second issuance of subordinated bank debentures in 2023; fixed 3.50%; perpetual	3,300,000	3,300,000	3,300,000
Third issuance of dominant bank debentures in 2023; fixed 1.40%; maturity: April 27, 2028	1,300,000	1,300,000	1,300,000
Fourth issuance of dominant bank debentures in 2023; fixed 1.40%; maturity: August 28, 2025	-	-	1,000,000
First issuance of dominant bank debentures in 2024; fixed 1.60%; maturity: June 12, 2027	1,000,000	1,000,000	1,000,000
Second issuance of dominant bank debentures in 2024; fixed 2.05%; maturity: September 2, 2034	3,500,000	3,500,000	3,500,000
Third issuance of dominant bank debentures in 2024; fixed 2.02%; maturity: September 16, 2034	1,500,000	1,500,000	1,500,000
First issuance of dominant bank debentures in 2025; fixed 2.00%; maturity: January 20, 2035	2,500,000	2,500,000	2,500,000
First issuance of dominant bank debentures in 2025; fixed 2.00%; maturity: January 20, 2035	2,500,000	2,500,000	2,500,000
Second issuance of dominant bank debentures in 2025; fixed 2.03%; maturity: March 24, 2035	3,590,000	3,590,000	3,590,000
Third issuance of dominant bank debentures in 2025; fixed 1.85%; maturity: October 14, 2035	4,650,000	4,650,000	-

(Continued)

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	June 30, 2026	December 31, 2025	June 30, 2025
First A issuance of dominant bank debentures in 2026; fixed 1.90%; maturity: March 11, 2036	$ 2,800,000	-	-
First B issuance of dominant bank debentures in 2026; fixed 1.90%; maturity: March 11, 2036	2,200,000	-	-
Second issuance of subordinated bank debentures in 2026; fixed 4.5%; perpetual	7,500,000	-	-
Third issuance of dominant bank debentures in 2026; fixed 2.00%; maturity: June 17, 2036	3,490,000	-	-
Valuation adjustments of bank debentures	(4,558,229)	(4,764,740)	(3,643,045)
Subtotal	125,477,661	109,718,073	107,247,008
First issuance of Fubon Bank (China) bank debentures in 2023; fixed 3.25%; maturity: April 28, 2026 (CNY 2,000,000 thousand)	-	9,000,636	8,348,966
First issuance of 2024 Fubon Bank (China) Tier 2 capital; fixed 3.50%; maturity: November 12, 2034 (CNY 1,000,000 thousand)	4,687,761	4,500,318	4,174,483
First issuance of 2025 Fubon Bank (China) Tier 2 capital; fixed 3.49%; maturity: May 27, 2035 (CNY 1,000,000 thousand)	4,687,761	4,500,318	4,174,483
First issuance of 2025 Fubon Bank (China) capital; fixed 2.30%; maturity: September 26, 2028 (CNY 2,500,000 thousand)	11,719,402	11,250,795	-
Subtotal	21,094,924	29,252,067	16,697,932
Total	**$ 146,572,585**	**138,970,140**	**123,944,940**

(Continued)

(x) Other Borrowings

	June 30, 2026	December 31, 2025	June 30, 2025
Credit and guarantee loan	**$ 36,893,869**	**12,889,821**	**11,673,723**
Interest rate range	1.85%~5.61%	1.85%~4.21%	1.82%~4.39%

Collaterals pledged for other borrowings, please refer to note 8 for details.

(y) Provisions

(i) Provisions

	June 30, 2026	December 31, 2025	June 30, 2025
Provisions for guarantee liabilities	$ 403,617	334,001	275,040
Provisions for financing commitment	439,902	440,635	455,965
Provisions for employment benefits	8,264,451	8,227,039	9,171,768
Others	502,901	507,180	497,766
Total	**$ 9,610,871**	**9,508,855**	**10,400,539**

(ii) Employee benefits

1) Defined benefit plans

There was no significant market volatility, significant reimbursement, settlement or other one-time event in the prior fiscal year. Therefore, the Company and its subsidiaries used the pension cost as of December 31, 2025 and 2024 to measure and disclose the interim pension cost.

The Company and its subsidiaries' expenses recognized in profit or loss were as follows:

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Pension expense	**$ 85,713**	**87,400**	**179,392**	**213,897**

(Continued)

2) Defined contribution plans

Pursuant to the ROC Labor Pension Act, the defined contribution plans of the Company and its subsidiaries incorporated in Taiwan make contribution to the Employee' s Individual Account of Labor Pension of the Bureau of Labor Insurance by contributing six percent of the worker' s monthly wage. Under the defined contribution plans, the Company and its subsidiaries have no further legal duty or constructive obligation to pay extra after the fixed amount are made to the Bureau of Labor Insurance.

The pension expenses incurred from the contributions to the Bureau of the Labor Insurance and labor management agency regulated by the local authority of the subsidiary were as follows:

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Pension expense	**$ 487,341**	**487,575**	**956,456**	**921,313**

(z) Other Financial Liabilities

	June 30, 2026	December 31, 2025	June 30, 2025
Financial liabilities measured at amortized cost	$ 143,354,765	156,203,259	163,707,761
Principal of structured products	47,806,108	46,905,496	42,796,873
Future traders' equity	80,937,279	44,261,829	44,301,277
Others	10,192,296	8,141,421	7,567,616
Total	**$ 282,290,448**	**255,512,005**	**258,373,527**

(i) Financial liabilities measured at amortized cost

	June 30, 2026	December 31, 2025	June 30, 2025
Investment contracts measured at amortized cost			
Life insurance	$ 3,564,042	2,931,428	2,946,930
Annuity insurance	139,790,723	153,271,831	160,760,831
Total	**$ 143,354,765**	**156,203,259**	**163,707,761**

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Movements of financial liabilities measured at amortized cost

	For the six months ended June 30	
	2026	**2025**
Beginning balance	$ 156,203,259	168,842,728
Addition	30,981,663	19,839,977
Net change	715,597	47
Payment	(38,135,189)	(27,415,437)
Finance cost	2,356,492	3,355,155
Effect of changes in foreign exchange rates	(8,767,057)	(914,709)
Ending Balance	**$ 143,354,765**	**163,707,761**

(aa) Other Liabilities

	June 30, 2026	**December 31, 2025**	**June 30, 2025**
Advance receipts	$ 8,883,299	7,587,802	8,732,773
Temporary receipts	9,073,823	7,826,059	6,994,621
Service contract liabilities	5,306,600	4,902,930	4,592,647
Guarantee deposits received	13,098,517	9,799,051	33,190,217
Advance premiums	588,968	432,785	577,267
Deferred revenue	83,214,237	58,989,326	41,343,658
Special provisions	6,336,280	1,185,739	989,443
Reserve for foreign exchange valuation	153,677,269	142,124,635	51,580,582
Other provisions	82,682,696	79,361,603	76,276,974
Others	24,397,483	2,029,295	2,013,453
Total	**$ 387,259,172**	**314,239,225**	**226,291,635**

(i) Reserve for foreign exchange valuation

1) Hedging strategy and risk exposure

The foreign exchange hedging strategy primarily aims to achieve full hedging, together with natural hedge and currency proxy hedge. To ensure the effectiveness and appropriateness of hedging, the rationality of the hedging cost is considered and the hedging strategy and hedging proportion are dynamically adjusted. The range of foreign exchange hedge ratios is determined based on the Company's capacity to bear foreign exchange risk.

2) The movements in reserve for foreign exchange valuation are as follows:

	For the six months ended June 30, 2026	For the six months ended June 30, 2025				
	Reserve for foreign exchange valuation	Reserve for foreign exchange valuation	Valuation surplus for investment property	Provision for operating losses	Recovered liability reserve of catastrophe	Other reserves
Beginning balance	$ 142,124,635	21,480,601	652,267	1,651,295	2,210	5,700,000
Current provision：						
Fixed Reserve provision	10,262,996	-	-	-	-	-
Fluctuation Reserve provision	3,526,920	-	-	-	-	-
Compulsory provision	-	3,692,453	-	-	-	-
Additional provision (Note1, 2)	-	72,478,936	-	-	-	-
Subtotal	13,789,916	76,171,389	-	-	-	-
Current recovery:						
Fluctuation Reserve recovery	(2,237,282)	-	-	-	-	-
Additional recovery	-	(54,077,180)	-	-	-	-
Subtotal	(2,237,282)	(54,077,180)	-	-	-	-
Total reserves reclassified this period (Note 1)	-	8,005,772	(652,267)	(1,651,295)	(2,210)	(5,700,000)
Ending balance	**$ 153,677,269**	**51,580,582**	-	-	-	-

(Continued)

Note 1：In May 2025, Fubon Life Insurance and its subsidiaries were approved under Jin-Guan-Bao-Shou-Zi No.1140421006 to reclassify a designated reserve amounting to $8,005,772 thousand from specific liabilities to foreign exchange valuation reserve. This amount was recognized under other liabilities - other on the transition date of IFRS 17 and was reclassified to reserve for foreign exchange valuation in May 2025. Additionally, Fubon Life Insurance and its subsidiaries applied to the FSC and obtained approval under the aforementioned letter to appropriate NT$10,000,000 thousand as foreign exchange valuation reserve in May 2025.

Note 2：In June 2025, Fubon Life Insurance and its subsidiaries, in accordance with Jin-Guan-Bao-Cai-Zi No.11404924811, released policy reserves amounting to $56,127,322 thousand. This amount was recognized under Other liabilities - Other on the transition date of IFRS 17 and was fully released and appropriated to the reserve for foreign exchange valuation in June 2025.

3) Effect of the reserve for foreign exchange valuation

Item	Amount without application	Amount with application	Impact
June 30, 2026			
Foreign exchange valuation reserve	$ -	153,677,269	(153,677,269)
Equity attributable to owners of parent	998,313,953	883,381,918	114,932,035
December 31, 2025			
Foreign exchange valuation reserve	-	142,124,635	(142,124,635)
Equity attributable to owners of parent	695,314,997	589,625,069	105,689,928
June 30, 2025			
Foreign exchange valuation reserve	-	51,580,582	(51,580,582)
Equity attributable to owners of parent	520,663,829	487,409,144	33,254,685

Item	For the six months ended June 30, 2026			For the six months ended June 30, 2025		
	Not applied amount	Applied amount	Effect	Not applied amount	Applied amount	Effect
Net profit attributable to owners of parent	$ 64,867,250	55,625,143	9,242,107	(62,950,621)	(80,625,988)	17,675,367
Earnings per share	5.48	4.70	0.78	(5.32)	(6.81)	1.49

(ii) Other liabilities - special provisions

Fubon Insurance and its subsidiaries, at the date of initial application of IFRS 17 on January 1, 2026, use the increase in retained earnings recognized to determine the transferable amount in accordance with the "Guidelines for Strengthening Catastrophe Reserves of Property Insurance Enterprises" under Jin-Guan-Bao-Cai-Zi No.1150411139, and such increase is transferred to special reserves for major incidents and risk variation under liabilities.

(ab) Income Tax

(i) Income tax expenses

The components of income tax expense (benefit) were as follows:

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Current tax expense (benefit)				
Current period	$ 3,812,000	5,316,721	5,277,865	7,335,240
Adjustment for prior periods	(1,103,894)	(36,472)	(1,156,648)	(102,641)
Surtax on undistributed earnings	1,451,920	2,792,574	1,451,920	2,792,574
Foreign income withholding tax	100,615	(414,370)	149,334	170,489
Pillar Two Top-up Tax	3,153,667	-	3,234,350	-
Others	(851)	-	(851)	-
Subtotal	7,413,457	7,658,453	8,955,970	10,195,662
Deferred tax expense (benefit)				
Incurrence and reversal of temporary differences	3,992,045	(12,131,076)	7,512,292	(3,722,207)
Subtotal	3,992,045	(12,131,076)	7,512,292	(3,722,207)
Total income tax expenses (benefit)	**$ 11,405,502**	**(4,472,623)**	**16,468,262**	**6,473,455**

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Income tax expenses (benefit) recognized directly in other comprehensive income were as follows:

	For the three months ended June 30		For the six months ended June 30	
Deferred tax expense (benefit)	2026	2025	2026	2025
Items not to be reclassified to profit or loss:				
Remeasurements of the defined benefit plans	$ 3,589	(1,717)	3,073	(1,745)
Revaluation gains on property	4	-	8,429	4,325
Gains/ losses on valuation of equity instruments measured at fair value through other comprehensive income	8,216,357	140,296	10,672,751	278,961
Share of other comprehensive income of associates and joint ventures accounted for using equity method	2,257	(17,742)	2,261	(20,599)
Change in fair value of financial liability attributable to change in credit risk of liability	-	(1)	-	(13)
Subtotal	**$ 8,222,207**	**120,836**	**10,686,514**	**260,929**
Items that may be reclassified subsequently to profit or loss:				
Exchange differences on translation of foreign operations	$ (76,760)	(731,234)	(133,643)	(320,196)
Gains/ losses on financial instruments for hedging that may be subsequently reclassified to profit or loss	16,157	(955)	11,547	2,493
Gains/ losses on debt instruments measured at fair value through other comprehensive income	1,370,686	711,797	(3,158,078)	1,270,734
Share of other comprehensive income of associates and joint ventures accounted for using equity method	26,493	(27,931)	(23,726)	(13,646)
Insurance finance income or expenses recognized in other comprehensive income	7,984,276	(12,786,804)	26,669,932	(10,118,870)
Finance income or expenses of reinsurance contracts held recognized in other comprehensive income	(75,192)	134,280	(181,075)	139,971
Subtotal	**$ 9,245,660**	**(12,700,847)**	**23,184,957**	**(9,039,514)**
Total tax expenses (benefit)	**$ 17,467,867**	**(12,580,011)**	**33,871,471**	**(8,778,585)**

(Continued)

(ii) Income tax assessment situation

The assessment status of the Company and subsidiaries' income tax returns is as follows:

Company Name	Assessed Year	Assessment Status
The Company	2020	Administrative remedies have been applied in 2019; Administrative remedies of tax authorized on undistributed surplus earnings have been applied in 2017
Taipei Fubon Bank	2020	Administrative remedies have been applied from 2011 to 2014, in 2016, 2019 and 2020; Administrative remedies of tax authorized on undistributed surplus earnings have been applied in 2017
Fubon Insurance	2020	Administrative remedies have been applied from 2017 to 2018
Fubon Life Insurance	2020	Administrative remedies have been applied in 2014, 2016 and from 2017 to 2020
Fubon Securities	2020	Administrative remedies have been applied in 2011 and from 2016 to 2020
Fubon Assets Management (Note 1)	2020	
Fubon Marketing (Note 2)	2020 and 2023	
Fubon Financial Holding Venture Capital (Note 3)	2023	
Fubon AMC	2020	
Fubon Insurance Agency (Note 4)	2023	
JihSun Financial Holding (Note 5)	2020 and 2022	
JihSun Bank (Note 5)	2020 and 2022	
JihSun Securities (Note 5)	2020 and 2022	Administrative remedies have been applied in 2020 and 2022
JihSun Property Insurance Agency (Note 5)	2020 and 2023	

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Note 1: According to Article 49 of Financial Holding Company Act, Fubon Asset Management filed consolidated tax returns with the Company since FY 2020.

Note 2: Fubon Marketing dissolved on July 1, 2023. According to Article 49 of Financial Holding Company Act, Fubon Marketing will no longer file consolidated tax returns with the Company.

Note 3: According to Article 49 of Financial Holding Company Act, Fubon Financial Holding Venture Capital filed consolidated tax returns with the Company until FY 2016. According to the said law, it no longer filed consolidated tax returns with the Company since FY 2017.

Note 4: According to Article 49 of Financial Holding Company Act, Fubon Insurance Agency filed consolidated tax returns with the Company since FY 2024.

Note 5: The Subsidiary, JihSun Financial Holdings, with its subsidiaries JihSun Bank, JihSun Securities and JihSun Property Insurance Agency file consolidated tax returns in accordance with Article 49 of the Financial Holding Company Act. JihSun Financial Holdings is the taxpayer for the consolidated tax return, and no administrative relief was filed for the assessed years. As a result of the merger and liquidation of JihSun Financial Holding in 2022, its former jointly reporting subsidiaries, JihSun Bank, JihSun Securities and JihSun Property Insurance Agency, separately filed income tax returns for profit-seeking enterprise in 2022. In 2023, JihSun Bank and JihSun Property Insurance Agency merged with Taipei Fubon Bank, with JihSun Bank and JihSun Property Insurance Agency as the extinguished companies. JihSun Securities merged with Fubon Securities, with JihSun Securities as the extinguished company.

According to Article 49 of Financial Holding Company Act, the Company is the taxpayer for filing the consolidated tax returns. Administrative remedy procedures have been submitted based on the assessment result of tax authorities from 2011 to 2014 and from 2016 to 2020 and the undistributed surplus earnings in 2017.

For all the Company and subsidiaries' income tax returns which have already been filed but have not been assessed, the Company and its subsidiaries have evaluated the related factors, such as relevant interpretation letters and previous experiences, and consider they have accrued sufficient income tax liabilities.

(Continued)

(ac) Capital and Other Equity

(i) Share capital

1) As of June 30, 2025, the authorized and paid-in capital amounted to $200,000,000 thousand, with a par value of $10 per share. Share capital includes common stock and preferred stock. The Company issued common shares amounting to 13,665,722 thousand shares and issued noncumulative perpetual preferred shares amounting to 1,599,990 thousand shares. All issued shares were fully paid, and the noncumulative perpetual preferred shares were recognized as equity.

Approved by the shareholders' meeting on June 13, 2025, the Company issued new shares out of its capital reserve in the amount of $3,416,430 thousand, with a par value of $10 per share. The Company issued 341,643 thousand shares of common stock, with 25 bonus shares to be allocated for every 1,000 shares, and the base dates of the capital increase was October 1, 2025. The relevant statutory registration procedures had been completed. As of June 30, 2026, the Company issued common shares amounting to 14,007,365 thousand shares and issued noncumulative perpetual preferred shares amounting to 1,599,990 thousand shares.

2) Issuance of preferred stock

The shareholders' meeting has approved the amended Articles of Incorporation on rights and obligations of preferred shares on June 12, 2015. The Board of Directors approved the details of issuing Series A, B and C Preferred Shares on June 12, 2015, January 28, 2016, November 28, 2017, and April 29, 2021, respectively. All issued shares were recognized as equity.

Preferred stock types Items	Series A	Series B	Series C
Shares of issuance	600,000 thousand	666,660 thousand	333,330 thousand
Par value per share	TWD10		
Issuance price per share	TWD60		
Subscription date	2016.04.22	2018.03.16	2021.10.26
Due date	Perpetual		
Dividend	1. 4.10% per annum (7-year IRS 0.885%+3.215%) calculated pursuant to issue price per share. As of April 22, 2023, the reset dividend rate is 4.58125%. 2. 7-year IRS rate will be reset on the day after the 7th anniversary of the issue date ("Issue Date") and the day after each subsequent 7-year period hereafter.	1. 3.60% per annum (7-year IRS 1.17%+2.43%) calculated pursuant to issue price per share. As of March 17, 2025 the reset dividend rate is 4.465% 2. 7-year IRS rate will be reset on the day after the 7th anniversary of the issue date ("Issue Date") and the business day after each subsequent 7-year period hereafter.	1. 3.00% per annum (7-year IRS 0.6538%+2.3462%) calculated pursuant to issue price per share. 2. 7-year IRS rate will be reset on the day after the 7th anniversary of the issue date ("Issue Date") and the business day after each subsequent 7-year period hereafter.

(Continued)

Preferred stock types / Items	Series A	Series B	Series C
Dividend issuance	1. Dividends for preferred shares are declared once per year in cash. After shareholders' approval of Issuer's financial statements at its annual shareholders meeting, the board may set record date for distribution of available dividends from the previous year. Dividend distribution for the years of issuance and redemption shall be calculated pursuant to actual issued days of the given year. 2. In the year with profit, before Issuer can distribute dividends for preferred shares, Issuer shall set aside out of Issuer's profits: (i) a settlement for payment of tax for the relevant financial year; (ii) an offset of its losses in previous years that have not been previously offset; (iii) a statutory reserve ("Legal Reserve"); and (iv) reserve special reserve pursuant to legal requirement or actual need. 3. Issuer has sole discretion on dividend issuance of preferred shares, including its discretion to not declare dividends when no profit is recorded, or insufficient profit is recorded for preferred share dividends, or preferred share dividend declaration would render the Issuer's RBC ratio below level required by law or relevant authorities. The Issuer's cancellation of preferred share dividend declaration shall not be deemed an event of default.		
Excessive dividend distribution	Preferred shares cannot participate in distribution of cash or stock dividends to holders of common shares from profit or additional paid-in capital.		
Redemption of preferred shares	On the day after the 7th anniversary of the Issue Date, Issuer may redeem all or part of outstanding preferred shares at issue price. Rights and obligations of the unredeemed preferred shares shall remain the same as mentioned above.		
Priority of claims in liquidation	Holders of preferred shares shall have the same priority as holders of all subsequently issued preferred share in liquidation.		
Voting right and election right	1.Holders of preferred shares have no voting right at the annual shareholders meeting, and cannot elect directors. 2.Holders of preferred shares have voting rights at annual shareholders meeting on items relating to rights of preferred shares holders.		
Conversion right	Preferred shares cannot convert.		
Subscription right	When Issuer conduct rights issue for cash, holders of preferred shares have the same subscription right as holders of common shares.		

(ii) Capital surplus

The details of capital surplus were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Additional paid-in capital	$ 146,720,896	146,720,896	146,720,896
Equity-accounted investees	2,093,216	2,278,048	2,278,756
Changes in ownership interests in subsidiaries	5,288,865	5,288,865	5,377,958
Sale of treasury stock	583,183	583,183	583,183
Others	43,563	43,563	43,563
Total	**$ 154,729,723**	**154,914,555**	**155,004,356**

a) Under related regulations, capital surplus must be used to offset deficit except capital surplus arising from the issuance of shares (issuance in excess of par value, capital surplus from issuance of common stock for combination and treasury stock transactions) and donation may be used to distribute cash dividends or transfer to common stock. However, any capital surplus transferred to common stock should be within a certain percentage of paid-in capital prescribed by law.

(Continued)

b) According to the Ruling No.10200017220 issued by the FSC on March 7, 2013, the undistributed earnings of financial institutions which are converted into financial holding companies, could be either distributed as cash dividends or accounted for as capital surplus of the financial holding companies, on the converting year, pursuant to Article 47, Paragraph 4 of Financial Holding Company Act. The amount of capital surplus used to increase capital is not subject to restriction under Article 72-1 of Regulations Governing the Offering and Issuance of Securities by Securities Issuers. As of June 30, 2026, the balance of such capital surplus was $4,343 thousand.

(iii) Legal reserve

Where the Company incurs no loss, it may, pursuant to a resolution to be adopted by a shareholders' meeting, distribute legal reserve by issuing new shares or by cash. However, only the portion of legal reserve which exceeds 25 percent of the paid-in capital may be distributed.

(iv) Special reserve

	June 30, 2026	December 31, 2025	June 30, 2025
Share exchange	$ 1,669,704	1,669,704	1,669,704
First adoption of IFRSs	1,315,662	1,315,662	1,315,662
Adoption of fair value model of investment property	28,320,967	28,833,495	28,833,495
Special reserve for bargain purchase gains	6,597,660	6,597,660	6,597,660
Change in the fair value of the financial assets reclassified by the insurance subsidiary	70,822,642	81,165,469	81,165,469
Net amount of contra equity account	34,026,345	6,216,471	6,216,471
	$ 142,752,980	**125,798,461**	**125,798,461**

According to the regulation stipulated by the Securities and Futures Bureau, in addition to legal reserve, the Company is also required to provide a special reserve equal to the net amount of the current year contra equity account. If a contra equity account is reversed, the reversed portion of special reserve could be distributed as dividends.

In 2014, the Company and its subsidiaries changed the subsequent measurement of investment property from cost model to fair value model. In accordance with Rule No.10310000140 issued by the FSC on February 19, 2014, subsequent measurement for investment property of the financial holding companies shall use the fair value model based on the " Principles for Compiling the Financial Statements of Financial Holding Companies". In order to maintain a stable financial structure, the Company and its subsidiaries shall appropriate a special reserve from retained earnings which amount is equivalent to the incremental retained earnings due to fair value model.

According to the Ruling No. 10310006310 issued by the FSC, special reserves which amount is equal to the increase in retained earnings recognized from the gain on bargain purchase due to acquisition shall be appropriated.

According to Rule No. 11102279031 issued by the FSC, the insurance subsidiaries reclassified the financial assets measured at fair value through other comprehensive income to financial assets measured at amortized cost, and appropriated the special reserve in accordance with Jin-Guan-Bao-Cai-Zi No.11104942741. When the Company distributing earnings, the same amount of special reserve should be appropriated for the changes in the fair value of the financial assets reclassified by the insurance subsidiaries. If there is a reversal of changes in the fair value of financial assets reclassified by the insurance subsidiaries, the reversed portion of special reserve could be distributed.

(v) Distribution of earnings

According to the Company's Articles of Incorporation, if after the annual closing of books there is a profit, the Company shall, after having provided for taxes and offset the accumulated losses of previous years, appropriate the legal reserve in accordance with laws and regulations and appropriate the special reserve in accordance with laws and regulations or in light of practical need, and may distribute preferred share dividends. The aforementioned balance, together with the undistributed profits in the previous year, including the reversals of special reserves prescribed by laws, are available for distribution as dividends. The board shall present a proposal on the allocation of profit at a shareholders' meeting for resolution.

The shareholders' meeting resolved to appropriate the 2025 and 2024 earnings respectively on June 12, 2026 and June 13, 2025, respectively. The amounts of dividends to be distributed to shareholders are as follows:

		2025	2024
Dividend on common stock			
Cash dividends	$	59,531,301	58,079,318
Stock dividends (Note)		-	3,416,430
Total	**$**	**59,531,301**	**61,495,748**
Dividend on preferred stock			
Cash dividend— preferred stock A	$	1,649,250	1,649,250
Cash dividend— preferred stock B		1,714,887	1,439,986
Cash dividend— preferred stock C		599,994	599,994
Total	**$**	**3,964,131**	**3,689,230**

Note: Stock dividends are issued on the basis of the Additional Paid-In Capital that exceeds the par value of the issuance of ordinary shares.

The relevant information could be accessed from the website of the Market Observation Post System.

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(vi) Dividend policy

The Company will distribute dividends according to the principle of stability and balance taking into account shareholders' profits, accumulation of the Company's capital and impact on the Company's operations. The distribution of dividends for common shares shall not be less than 20% of the distributable profits for the current year (the distributable profits for the current year, after the accumulated losses have been covered, shall exclude the legal reserves, special reserves, the preferred share dividends, the undistributed earnings in the previous years and the reversals of special reserves prescribed by laws). And, pursuant to the Company's operation planning, stock dividends may be declared as reserve for necessary funds, and the remainder may be distributed in cash, provided that cash dividends shall not be less than 10% of the total dividend. Subject to practical need, the above principles of distribution of dividends may be adjusted by resolution at a shareholders' meeting.

The stock dividend policy set forth above is a general principle guideline. The Company may decide upon the most appropriate dividend policy taking into account the actual operating condition of the current year and capital budgeting for the following year.

(vii) Other equity (net of tax)

	Exchange differences on translation of foreign operations	Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income	Change in fair value of financial liability attributable to change in credit risk of liability	Gains (losses) on financial instruments for hedging	Revaluation surplus	Equity related to assets classified as held for sale	Insurance finance income or expenses recognized in other comprehensive income	Finance income or expenses from reinsurance contracts held recognized in other comprehensive income	Others (Note)	Total
Balance as of January 1, 2026	$ (13,303,630)	(31,394,403)	-	(205,338)	3,562,880	132,576	(82,107,701)	1,068,547	-	(122,247,069)
Effects of retrospective application of the new standard	53,440	(67,694,274)	-	-	-	-	8,231,852	138	-	(59,408,844)
Amount recognized in other comprehensive income during the period	312,243	235,498,710	-	32,009	35,205	-	102,702,314	(726,042)	-	337,854,439
Share of other comprehensive income of associates accounted for using the equity method	322,902	46,012	-	101,245	-	-	-	-	-	470,159
Disposal of debt instruments measured at fair value through other comprehensive income, with cumulative gains or losses reclassified to profit or loss	-	(1,177,557)	-	-	-	-	-	-	-	(1,177,557)
Disposal of equity instruments measured at fair value through other comprehensive income	-	(91,067,922)	-	-	-	-	-	-	-	(91,067,922)
Balance as of June 30, 2026	**$ (12,615,045)**	**44,210,566**	**-**	**(72,084)**	**3,598,085**	**132,576**	**28,826,465**	**342,643**	**-**	**64,423,206**
Balance as of January 1, 2025	$ (9,550,468)	(46,248,945)	52	(237,564)	2,799,709	2,657	-	-	47,018,087	(6,216,472)
Effects of retrospective application of the new standard	268,753	97,365	-	-	-	-	3,391,425	(2,364)	(47,018,087)	(43,262,908)
Amount recognized in other comprehensive income during the period	(16,562,655)	8,856,508	(52)	10,639	88,715	(2,657)	(41,694,175)	559,835	-	(48,743,842)
Share of other comprehensive income of associates accounted for using the equity method	9,949	(130,753)	-	(15,985)	-	-	-	-	-	(136,789)
Disposal of debt instruments measured at fair value through other comprehensive income, with cumulative gains or losses reclassified to profit or loss	-	(1,569,796)	-	-	-	-	-	-	-	(1,569,796)
Disposal of equity instruments measured at fair value through other comprehensive income	-	492,571	-	-	-	-	-	-	-	492,571
Others	-	-	-	-	(132,576)	132,576	-	-	-	-
Balance as of June 30, 2025	**$ (25,834,421)**	**(38,503,050)**	**-**	**(242,910)**	**2,755,848**	**132,576**	**(38,302,750)**	**557,471**	**-**	**(99,437,236)**

Note: Represents other comprehensive income reclassified by applying overlay approach.

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
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(viii) Non-controlling interests

	For the six months ended June 30	
	2026	2025
Beginning balance	$ 15,381,372	14,669,153
Effects of retrospective application of the new standard	-	(920,531)
Attributable to non-controlling interests		
Net income (loss)	389,464	(105,271)
Exchange differences on translation of foreign operations	(72,338)	(715,469)
Gains (losses) on financial assets measured at fair value through other comprehensive income	(288,424)	578,360
Gains (losses) on remeasurements of defined benefit plans	1,107	(975)
Gains (losses) on financial instruments for hedging	4,159	(303)
Insurance finance income or expenses recognized in other comprehensive income	1,038,182	(200,792)
Finance income or expenses of reinsurance contracts held recognized in other comprehensive income	441	(514)
Others	-	161
Disposal of investments accounted for using equity method	-	(154,034)
Ending balance	**$ 16,453,963**	**13,149,785**

(ad) Earnings (loss) Per Share

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Net income (loss) of equity holders	$ 63,839,675	(27,342,722)	97,391,130	(56,678,925)
Less: Declared dividends of preferred stock	3,964,131	3,689,230	3,964,131	3,689,230
Net income (loss) of ordinary equity holders	**$ 59,875,544**	**(31,031,952)**	**93,426,999**	**(60,368,155)**
Weighted average number of common shares outstanding (thousands)	**14,007,365**	**14,007,365**	**14,007,365**	**14,007,365**
Basic Earnings (loss) Per Share (Dollars)	**$ 4.27**	**(2.22)**	**6.67**	**(4.31)**

The Company's share-based payment transactions are settled in cash and have no impact on the weighted average number of common shares outstanding. Therefore, diluted EPS is not calculated.

(Continued)

On June 13, 2025, the shareholders' meeting resolved to increase the capital by capital surplus, the base date of which was October 1, 2025. When calculating earnings per share, the impacts of stock granted and the weighted average number of ordinary shares outstanding during the period above-mentioned have been retrospectively adjusted. The changes in basic loss per share for the three and six months ended June 30, 2025 are as follows:

	Before retrospectively adjusted		After retrospectively adjusted	
	For the three months ended June 30, 2025	For the six months ended June 30, 2025	For the three months ended June 30, 2025	For the six months ended June 30, 2025
Basic Earnings (loss) Per Share (Dollars)	$ (2.27)	(4.42)	(2.22)	(4.31)

(ae) Employees' compensation and directors' remuneration

In accordance with the Articles of Incorporation, 0.01% to 0.05% of employees' compensation and less than 0.30% of directors' remuneration should be distributed if there is profit for the period. However, if the Company has accumulated deficits, the earnings shall first be offset against any deficit. Employees entitled to receive shares or cash include the employees of the subsidiaries meeting certain requirements.

The amounts of the employees' compensation and the directors' remuneration were as follows:

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Employees' compensation	$ 3,750	4,750	7,500	9,500
Directors' remuneration	$ 17,500	17,500	35,000	35,000

Provisions for employees' compensation and director' s remuneration, which are recognized as operating expenses, were calculated based on pre-tax profit before deducting employees' compensation and directors' compensations and multiplied by the prescribed ratios in accordance with the Articles of Incorporation and approved by the Board of Directors. If the actual distribution is different from the estimation, the difference will be accounted for as changes in accounting estimates and recognized in profit or loss in the following year. The shares of stock dividend, if any, would be calculated based on the closing price of the date before the Board meeting, with considering the effects of ex dividend and ex right.

For the year ended December 31, 2025, the recognized remunerations to employees and directors were $14,000 thousand and $140,000 thousand, respectively. The estimation was the same as the actual remuneration amounts that the Board meeting decided. The relevant information can be accessed from the website of the Market Observation Post System.

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
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(af) Income and Expenses

(i) Net interest revenue

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Interest revenue:				
Discounts and loans	$ 31,636,852	26,179,393	61,944,565	52,312,286
Investment in securities	49,874,897	37,319,772	99,000,624	79,695,706
Others	8,223,514	8,219,597	15,367,465	16,915,929
Subtotal	89,735,263	71,718,762	176,312,654	148,923,921
Interest expense:				
Deposits	22,873,241	22,681,530	44,862,218	46,523,384
Debt securities issued	3,509,997	2,603,632	6,935,714	5,018,851
Call loans from the central Bank and banks	2,132,260	1,310,844	4,765,444	2,673,281
Securities sold under repurchase agreements	566,313	337,028	910,053	707,057
Others	3,694,723	3,412,673	6,762,547	7,177,962
Subtotal	32,776,534	30,345,707	64,235,976	62,100,535
Net interest revenue	**$ 56,958,729**	**41,373,055**	**112,076,678**	**86,823,386**

(ii) Net service charge and commissions loss

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Service fee and commission income:				
Brokerage service fees	$ 8,662,074	2,844,841	14,148,849	5,673,692
Trust and custody services	3,575,628	1,659,307	7,299,470	4,712,157
Credit card service fees	1,174,698	1,121,057	2,441,425	2,339,648
Commission income	96,737	112,732	683,941	378,687
Loan service fees	696,639	645,743	1,430,379	1,109,989
Others	2,656,470	1,780,893	4,915,787	3,479,828
Subtotal	16,862,246	8,164,573	30,919,851	17,694,001
Service charge and commission expense:				
Commission expense	462,154	470,352	874,139	985,639
Interbank service charge	116,307	132,902	228,622	252,181
Brokerage service charge	763,129	231,466	1,235,476	452,787
Credit card service charge	781,442	732,199	1,518,058	1,314,869
Others	2,408,644	1,849,498	3,371,888	3,555,625
Subtotal	4,531,676	3,416,417	7,228,183	6,561,101
Net service charge and commissions loss	**$ 12,330,570**	**4,748,156**	**23,691,668**	**11,132,900**

(Continued)

(iii) Insurance service result

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Insurance revenue	$ 47,245,825	43,494,234	92,535,988	85,283,654
Insurance service expenses	(29,463,547)	(28,854,896)	(60,880,535)	(63,802,582)
Income or expenses from reinsurance contracts held	(3,704,353)	(3,204,068)	(6,679,373)	(2,225,925)
Total	**$ 14,077,925**	**11,435,270**	**24,976,080**	**19,255,147**

(iv) Insurance finance income or expenses

The table below presents an analysis of the components of insurance finance income and expenses, together with their relationship to the investment returns on the underlying assets:

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Net investment income (losses) recognized in profit or loss				
Interest revenue	$ 38,958,455	27,872,507	77,251,561	59,859,346
Gains (losses) on financial assets and liabilities measured at fair value through profit or loss	64,948,600	129,551,714	66,643,554	63,655,061
Realized gains (losses) on financial assets measured at FVOCI	4,171,730	180,236	6,687,295	167,885
Net gains (losses) arising from derecognition of financial assets measured at AC	(320,624)	(123,717)	(441,938)	(326,998)
Share of gain (loss) of associates and joint ventures accounted for using equity method	977,166	368,477	473,129	(22,435)
Foreign exchange gains (losses)	(500,637)	(221,508,971)	10,678,582	(195,009,537)
Net change in reserve for foreign exchange valuation	(6,288,262)	(17,406,193)	(11,552,634)	(22,094,209)
Gains (losses) on investment property	1,156,493	2,772,457	1,694,804	3,348,631
Impairment losses or reversal of impairment losses on investments	(854,911)	428,820	(1,513,805)	144,464
Gain (losses) on assets on insurance products-separate account	28,230,914	(979,774)	33,825,112	(1,957,652)
Other net income (loss) from investments	(1,427,464)	(1,064,882)	(2,588,973)	(1,488,378)
Total net investment income (losses) recognized in profit or loss	129,051,460	(79,909,326)	181,156,687	(93,723,822)
Net investment income (losses) recognized in OCI	207,461,024	5,192,377	222,259,149	6,624,517
Total investment income (losses)	**$ 336,512,484**	**(74,716,949)**	**403,415,836**	**(87,099,305)**

(Continued)

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Insurance finance income or expenses				
Changes in the fair value of underlying items of contracts measured under the VFA	$ (60,980,977)	(3,540,014)	(70,177,625)	(547,914)
Interest accreted	(25,213,765)	(26,883,522)	(52,293,314)	(51,649,248)
Effect of changes in interest rates and other financial assumptions	37,971,914	(63,216,503)	125,405,927	(50,685,437)
	$ (48,222,828)	**(93,640,039)**	**2,934,988**	**(102,882,599)**
Insurance finance income or expenses recognized in profit or loss	(86,545,885)	(27,794,660)	(127,475,440)	(50,868,761)
Insurance finance income or expenses recognized in other comprehensive income	38,323,057	(65,845,379)	130,410,428	(52,013,838)
	$ (48,222,828)	**(93,640,039)**	**2,934,988**	**(102,882,599)**
Finance income or expenses of reinsurance contracts held				
Interest accreted	$ 122,052	203,645	264,972	273,491
Effect of changes in interest rates and other financial assumptions	(373,257)	670,918	(904,614)	698,292
	$ (251,205)	**874,563**	**(639,642)**	**971,783**
Finance income from reinsurance contracts held recognized in profit or loss	125,090	204,083	267,034	272,491
Finance income from reinsurance contracts held recognized in OCI	(376,295)	670,480	(906,676)	699,292
	$ (251,205)	**874,563**	**(639,642)**	**971,783**

(v) Other insurance service costs

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Net change in special provisions	$ (21,100)	(4,519)	31,592	88,035
Net change in other provisions	1,642,014	(54,566,125)	3,247,005	(53,026,794)
Net change in reserve for foreign exchange valuation	6,288,262	17,406,193	11,552,634	22,094,209
Others	461	10,804	933	26,570
Total	**$ 7,909,637**	**(37,153,647)**	**14,832,164**	**(30,817,980)**

(Continued)

(vi) Employee benefits expenses

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Salaries and wages	$ 9,828,202	6,971,558	18,614,984	14,290,372
Labor insurance, national health insurance, and group insurance for life	576,479	513,506	1,142,945	1,033,109
Pension	321,414	290,905	629,097	582,899
Director's remuneration	62,600	70,192	124,772	131,747
Other employee benefits expenses	330,339	286,694	667,667	574,971
	$ 11,119,034	**8,132,855**	**21,179,465**	**16,613,098**

(vii) Depreciation and amortization expenses

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Depreciation expenses	$ 1,102,204	1,031,691	2,189,093	2,079,519
Amortization expenses	520,164	509,087	1,049,195	1,010,933
	$ 1,622,368	**1,540,778**	**3,238,288**	**3,090,452**

(viii) Other general and administrative expenses

	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Taxation and government fee	$ 2,178,687	1,368,914	3,961,445	2,721,462
Rental expense	340,756	326,422	664,934	649,434
Professional services	474,401	480,874	898,876	902,599
Insurance expense	279,334	238,969	540,642	481,995
Postage expense	294,594	252,835	555,040	491,935
Others	4,408,222	2,859,415	6,901,562	5,119,633
	$ 7,975,994	**5,527,429**	**13,522,499**	**10,367,058**

(ag) Disclosure of financial instruments

(i) Fair value information

1) Summary

Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date.

Financial instrument is measured at fair value at initial recognition, which mostly refers to transaction price. Except for those measured at amortized cost, financial instruments are measured at fair value on a recurring basis. The fair value hierarchy gives the highest priority to quoted prices in active markets for identical assets or liabilities. If the market is not active, the fair value of financial instruments is determined in accordance with (a) valuation techniques, (b) valuation provided by the professional financial information providers which are commonly used by market participants, or (c) quoted prices of the counter party.

2) Definition of fair value hierarchy

a) Level 1 inputs

Level 1 inputs are quoted prices in active markets for identical assets or liabilities that the entity can access at the measurement date. An active market is a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. Taiwan government bonds, listed equity, debt instruments, financial liabilities from investment contracts measured at fair value through profit or loss and derivatives instruments with market prices are categorized in Level 1.

b) Level 2 inputs

Level 2 inputs are inputs other than quoted market prices included within Level 1 that are observable for the asset or liability, either directly (i.e., prices) or indirectly (i.e., derived from prices), from observable market data. The Group's investments in preference stocks, debt instruments, derivative instruments and a minor portion of investment properties classified as assets held for sale that do not have quoted prices in an active market are categorized in Level 2.

c) Level 3 inputs

Level 3 inputs are valuation parameters which are not based on the information available in the market or the quoted price from the counter party. The investment in equity, debt instruments and derivatives instruments without active market prices but based on counter party or inputs other than direct market data as well as most investment property (including investment properties classified as held for sale) are categorized in Level 3.

When evaluating a financial instrument, if the direct market parameters cannot be obtained, the value of the financial instrument is accessed by the public parameters of other comparable companies. However, the public parameters of other comparable companies are indirectly related; therefore, the financial instrument is within the scope of Level 3. The investments in unlisted stocks are categorized in Level 3.

(ii) Fair value measurement

1) Fair value hierarchy

The following tables present for each of the fair value hierarchy levels of the Company and its subsidiaries:

Financial instruments - instruments measured at fair value		June 30, 2026 Total	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Recurring fair value measurement					
Non-derivative financial instruments					
Assets:					
Financial assets measured at fair value through profit or loss					
Financial assets mandatorily measured at fair value through profit or loss					
Stock investment	$	213,245,314	208,591,728	265,037	4,388,549
Bond investment		202,316,132	62,006,699	130,810,223	9,499,210
Others		477,855,535	101,069,291	187,701,865	189,084,379
Financial assets measured at fair value through other comprehensive income					
Stock investment		785,820,913	754,123,917	-	31,696,996
Bond investment (Note 1)		1,331,959,624	856,139,455	469,571,402	6,248,767
Others		646,798,834	568,067,792	75,221,766	3,509,276
Assets classified as held for sale (Note 3)		3,847,209	-	-	3,847,209
Investment property (Note 2)		263,102,642	-	-	263,102,642
Liabilities:					
Financial liabilities measured at fair value through profit or loss					
Held-for-trading financial liabilities		26,754,711	16,408,901	10,345,810	-
Financial liabilities designated as at fair value through profit or loss		1,041,289	1,041,289	-	-
Financial liabilities from investment contracts measured at fair value through profit or loss		217,655,837	217,655,837	-	-
Financial liabilities for hedging		8,190,864	-	8,190,864	-
Derivative financial instruments					
Assets:					
Financial assets measured at fair value through profit or loss	$	59,099,567	6,753,136	50,475,991	1,870,440
Financial assets for hedging		10,141,404	-	10,141,404	-
Liabilities:					
Financial liabilities measured at fair value through profit or loss					
Held-for-trading financial liabilities		80,327,759	4,041,860	74,421,744	1,864,155
Financial liabilities designated as at fair value through profit or loss		3,498,392	-	318,778	3,179,614
Financial liabilities for hedging		11,452,690	-	11,452,690	-

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Financial instruments - instruments measured at fair value		December 31, 2025 Total	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Recurring fair value measurement					
Non-derivative financial instruments					
Assets:					
Financial assets measured at fair value through profit or loss					
Financial assets mandatorily measured at fair value through profit or loss					
Stock investment	$	647,642,578	642,394,078	486,019	4,762,481
Bond investment		184,597,595	56,195,471	118,245,541	10,156,583
Others		908,030,644	604,805,874	131,294,596	171,930,174
Financial assets measured at fair value through other comprehensive income					
Stock investment		92,398,036	62,031,852	-	30,366,184
Bond investment (Note 1)		866,311,953	375,924,225	484,366,526	6,021,202
Others		82,716,255	11,303,565	67,358,906	4,053,784
Assets classified as held for sale (Note 3)		3,847,206	-	-	3,847,206
Investment property (Note 2)		263,322,970	-	-	263,322,970
Liabilities:					
Financial liabilities measured at fair value through profit or loss					
Held-for-trading financial liabilities		21,326,965	11,070,466	10,256,499	-
Financial liabilities designated as at fair value through profit or loss		168,549	168,549	-	-
Financial liabilities from investment contracts measured at fair value through profit or loss		192,936,057	192,936,057	-	-
Financial liabilities for hedging		11,447,186	-	11,447,186	-
Derivative financial instruments					
Assets:					
Financial assets measured at fair value through profit or loss	$	53,516,224	2,813,884	49,518,546	1,183,794
Financial assets for hedging		8,998,259	-	8,998,259	-
Liabilities:					
Financial liabilities measured at fair value through profit or loss					
Held-for-trading financial liabilities		78,920,383	839,470	76,958,752	1,122,161
Financial liabilities designated as at fair value through profit or loss		1,669,372	-	251,674	1,417,698
Financial liabilities for hedging		9,581,559	-	9,581,559	-
Non-recurring fair value measurement					
Asset classified as held for sale (Note 3)		302,520	-	302,520	-

(Continued)

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Financial instruments - instruments measured at fair value		June 30, 2025 Total	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Recurring fair value measurement					
Non-derivative financial instruments					
Assets:					
Financial assets measured at fair value through profit or loss					
Financial assets mandatorily measured at fair value through profit or loss					
Stock investment	$	574,087,218	569,913,154	250,521	3,923,543
Bond investment		179,897,945	58,972,462	111,230,616	9,694,867
Others		981,089,073	656,940,069	147,797,744	176,351,260
Financial assets designated as at fair value through profit or loss					
Bond investment		975,766	975,766	-	-
Financial assets measured at fair value through other comprehensive income					
Stock investment		73,315,250	45,698,287	-	27,616,963
Bond investment (Note 1)		657,415,743	283,736,278	357,219,607	16,459,858
Others		82,623,784	8,703,038	69,529,025	4,391,721
Assets classified as held for sale (Note 3)		3,828,204	-	-	3,828,204
Investment property (Note 2)		257,658,432	-	-	257,658,432
Liabilities:					
Financial liabilities measured at fair value through profit or loss					
Held-for-trading financial liabilities		23,831,075	14,359,440	9,471,635	-
Financial liabilities designated as at fair value through profit or loss		78,857	78,857	-	-
Financial liabilities from investment contracts measured at fair value through profit or loss		172,824,724	172,824,724	-	-
Financial liabilities for hedging		10,719,276	-	10,719,276	-
Derivative financial instruments					
Assets:					
Financial assets measured at fair value through profit or loss	$	101,760,849	1,886,577	97,789,540	2,084,732
Financial assets for hedging		10,553,135	-	10,553,135	-
Liabilities:					
Financial liabilities measured at fair value through profit or loss					
Held-for-trading financial liabilities		93,070,695	274,853	91,155,817	1,640,025
Financial liabilities designated as at fair value through profit or loss		2,490,242	-	324,311	2,165,931
Financial liabilities for hedging		7,325,745	-	7,325,745	-

Note 1: Guarantee deposits for government bonds as pledged assets were included.

Note 2: Investment properties which were not measured at fair value were excluded.

Note 3: Assets classified as held for sale which were not measured at fair value were excluded.

(Continued)

2) Valuation techniques for financial instruments measured at fair value

a) Financial instruments

If a financial instrument has a quoted price in an active market, the quoted price is used as fair value. Quoted prices of major stock exchanges and Taipei Exchange, theoretical prices of government bonds, and net asset value of mutual funds, are all basis for measuring the fair value of listed-stocks in exchange, listed stocks in OTC and debt instruments with quoted prices in the active markets.

If the quoted prices from stock exchanges, brokers, underwriters, industry associations, pricing agencies or authorities are timely and frequently, and that the price fairly presents market transaction, the financial instrument is regarded to have a quoted price in an active market. If the aforementioned conditions are not fulfilled, the market is regarded as inactive. Generally, large or significantly widen bid-ask spread, or significantly low trading volume are indications of an inactive market.

Except for financial instruments in the active markets, fair value of other financial instruments is determined by valuation techniques, valuation provided by professional financial information providers which are commonly used by market participants, or quoted prices of the counter party. The fair value obtained using valuation techniques is determined based on the discounted cash flow method or other valuation techniques. Necessary inputs required for such valuation techniques are derived from available market information, such as the yield curve of the Taipei Exchange.

The Company and its subsidiaries use the valuation techniques commonly accepted by market participants for nonstandard and less complicated financial instruments. Parameters of valuation models are usually from the observable market information.

Valuation of derivatives instruments is based on valuation models commonly accepted by market participants such as discounted cash flow method. Valuation of forward foreign exchange contracts is based on the discounted cash flow models using the quoted forward rate. Valuation of Interest rate derivatives is based on discounted cash flow models, with inputs from observable market information.

Investment contracts classified as measured at fair value through profit or loss are associated with liabilities that are measured based on the fair value of the underlying assets in separate accounts at the measurement date. The underlying assets primarily consist of financial instruments with quoted prices in active markets.

b) Non-financial instruments

Fair value of investment property (including investment properties classified as held for sale) is determined based on the rules stipulating in the “Regulations Governing the Preparation of Financial Reports” . The fair value of investment property is based on a valuation by professional appraisal agency and supported by market evidence. Please refer to Note 6 (n) for details.

(Continued)

The fair value of certain assets held for sale is determined based on the transaction price agreed upon between the buyer and the seller, as established with reference to market prices and appraisal reports.

3) Fair value adjustment

a) Limitations of valuation models and inputs

Limitations of valuation models may lead to insufficient reflection of all relevant elements of the financial and non-financial instruments. Therefore, the estimated value will be adjusted based on other parameters when necessary. The model validation process is required before the Company and its subsidiaries adopt the model price. Therefore, the adjustments are considered to be proper and essential. Price information and parameters for measurement are carefully used, and the adjustments are based on the current market conditions.

b) Credit risk valuation adjustment

The Company and its subsidiaries incorporate credit risk valuation adjustment into fair value calculations in order to reflect the credit risks of counter party and the credit quality of the Company and its subsidiaries.

Credit risk valuation adjustment is the fair value of the over-the-counter (OTC) derivative contracts that reflect the credit risks of the two parties which includes:

i) Credit value adjustments (CVA): adjust the valuation on transactions that occurs outside the exchange market, which refers to OTC derivative contracts, to reflect the possibility of the counter parties' delayed payment and default into fair value.

ii) Debit value adjustments (DVA): adjust the valuation on transactions that occurs outside the exchange market, which refers to OTC derivative contracts, to reflect the possibility of the Company and its subsidiaries' delayed payment and default into fair value.

CVA and DVA are loss expectation and can be measured at the products of PD (probability of default), LGD (loss given default), EAD (exposure at default).

For counterparties with credit ratings from external rating agencies, the PD is based on the corresponded credit ratings. For counterparties without credit ratings from external rating agencies, the PD is estimated on their average probability of impairment from loans and receivables. For counterparties undesirable close position, the PD is 100%.

The Company and its subsidiaries use the fair value of the OTC derivatives as exposure at default (EAD).

60% of LGD is adopted per the "Disclosure guidance of CVA and DVA" under IFRS13 by TWSE.

4) Transfers between Level 1 and Level 2

The transfers between Level 1 and Level 2 for the six months ended June 30, 2026 and 2025 were due to quoted market price and liquidity.

5) Changes in Level 3 Fair Value Category

The reconciliations of the beginning and ending balances for Level 3 assets are as follows.

Units: In thousands of TWD

	For the six months ended June 30, 2026									
				Gains (Losses) on Valuation		Increase		Decrease		
Name	Beginning balance	Effects of retrospective application and retrospective restatement	Beginning balance (after adjustments)	Profit and Loss	Other Comprehensive Income (Note)	Purchased/ Issued	Transferred to Level 3 (a)(b)	Sold/ Disposed/ Settled	Transferred from Level 3 (b)(c)	Ending balance
Financial assets measured at fair value through profit or loss										
Financial assets mandatorily measured at fair value through profit or loss	$ 188,033,032	(592,063)	187,440,969	6,644,464	(1,259,830)	21,818,697	93,221	9,409,978	484,965	204,842,578
Financial assets measured at fair value through other comprehensive income	40,441,170	1,618,201	42,059,371	149,446	738,373	300,434	858,715	830,325	1,820,975	41,455,039
Assets classified as held for sale	3,847,206	-	3,847,206	3	-	-	-	-	-	3,847,209
Investment property	263,322,970	-	263,322,970	(979,025)	(339,485)	1,333,415	124,884	43,558	316,559	263,102,642
Total	**$ 495,644,378**	**1,026,138**	**496,670,516**	**5,814,888**	**(860,942)**	**23,452,546**	**1,076,820**	**10,283,861**	**2,622,499**	**513,247,468**

(a) Transferred from level 2 to level 3 due to lack of observable market data that resulted from the decreasing market activities.

(b) The Company and its subsidiaries' policy is to recognize the transfer in and transfer out of Level 3 inputs when the item is transferred or the condition changes. Otherwise, they would have to be recognized as of the beginning or ending of the reporting date.

(c) Transferred from level 3 to level 2 because the observable market data became acquirable.

Units: In thousands of TWD

	For the six months ended June 30, 2025								
			Gains (Losses) on Valuation		Increase		Decrease		
Name	Beginning balance	Acquired through business combinations	Profit and Loss	Other Comprehensive Income (Note)	Purchased/ Issued	Transferred to Level 3 (a)(b)	Sold/ Disposed/ Settled	Transferred from Level 3 (b)(c)	Ending balance
Financial assets measured at fair value through profit or loss									
Financial assets mandatorily measured at fair value through profit or loss	$ 230,230,292	-	(23,450,211)	(750,256)	17,420,055	447,063	30,812,492	1,030,049	192,054,402
Financial assets measured at fair value through other comprehensive income	39,421,004	27,166	(854,990)	1,408,302	909	11,261,645	612,895	2,182,599	48,468,542
Assets Classified as Held for Sale	3,360,133	-	(4,630)	-	-	472,701	-	-	3,828,204
Investment property	257,921,052	-	11,746	97,568	502,911	130,542	52,058	953,329	257,658,432
Total	**$ 530,932,481**	**27,166**	**(24,298,085)**	**755,614**	**17,923,875**	**12,311,951**	**31,477,445**	**4,165,977**	**502,009,580**

(a) Transfer from level 2 to level 3 due to lack of observable market data that resulted from the decreasing of market activities.

(b) The Company and its subsidiaries' policy is to recognize the transfer in and transfer out of Level 3 inputs when the item is transferred or the condition changes. Otherwise, they would have to be recognized as of the beginning or ending of the reporting date.

(c) Transfer from level 3 to level 2 because the observable market data became acquirable.

(Continued)

The reconciliations of the beginning and ending balances for Level 3 liabilities are as follows.

Units: In thousands of TWD

	For the six months ended June 30, 2026							
		Gains (Losses) on Valuation		Increase		Decrease		
Name	Beginning balance	Profit and loss	Other Comprehensive Income	Purchased/ Issued	Transferred to Level 3	Sold/ Disposed/ Settled	Transferred from Level 3	Ending balance
Financial liabilities measured at fair value through profit or loss								
Held-for-trading financial liabilities	$ 1,122,161	820,418	-	12,462	-	90,886	-	1,864,155
Financial liabilities designated as at fair value through profit or loss	1,417,698	(48,200)	-	11,598,602	-	9,788,486	-	3,179,614
Total	**$ 2,539,859**	**772,218**	**-**	**11,611,064**	**-**	**9,879,372**	**-**	**5,043,769**

Units: In thousands of TWD

	For the six months ended June 30, 2025							
		Gains (Losses) on Valuation		Increase		Decrease		
Name	Beginning balance	Profit and loss	Other Comprehensive Income	Purchased/ Issued	Transferred to Level 3	Sold/ Disposed/ Settled	Transferred from Level 3	Ending balance
Financial liabilities measured at fair value through profit or loss								
Held-for-trading financial liabilities	$ 3,381,978	(1,402,514)	-	3,277	-	342,716	-	1,640,025
Financial liabilities designated as at fair value through profit or loss	2,341,472	4,650	(65)	12,019,571	-	12,199,697	-	2,165,931
Total	**$ 5,723,450**	**(1,397,864)**	**(65)**	**12,022,848**	**-**	**12,542,413**	**-**	**3,805,956**

The aforementioned gains and losses on the valuation are included in current profit or loss and other comprehensive income, and changes in unrealized gains or losses related to assets and liabilities held on the account are as follows:

	For the six months ended June 30	
	2026	2025
Changes in unrealized gains or losses		
Recognized as profit or loss	**$ 4,714,424**	**(12,164,266)**
Recognized as other comprehensive income	**$ 966,597**	**990,073**

6) Valuation Techniques and Inputs for Level 3 Fair Value Measurements

Financial assets and liabilities measured at fair value through profit or loss, financial assets measured at fair value through other comprehensive income, assets held for sale and investment properties of the Company and its subsidiaries are categorized into Level 3.

The Company and its subsidiaries' financial assets and liabilities measured at fair value through profit or loss and financial assets measured at fair value through other comprehensive income categorized into Level 3 refer to the valuation provided by the professional information providers which are commonly used by market participants, and quoted prices of the counter party, because they lack quoted prices in an active market.

(Continued)

Investment property categorized into Level 3 is determined based on the rule stipulating in the "Regulations Governing the Preparation of Financial Reports" and evaluated by the professional appraisal agency with the support of market evidence. Please refer to note 6 (n) for details.

Because of the inability to measure the fair value reliably due to the significant unobservable inputs, quantitative information is not disclosed.

The fair value of the afore-mentioned assets is as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Valuation techniques and inputs for level 3 fair value measurements	$ 478,083,081	461,260,992	470,116,193

Quantitative information on Level 3 inputs of subsidiaries is as follows:

a) Taipei Fubon Bank

	June 30, 2026				
Name	Fair value	Valuation techniques	Significant unobservable inputs	Intervals	Relationship between inputs and fair value
Recurring fair value measurement					
Non-derivative financial instruments					
Assets:					
Financial assets measured at fair value through profit or loss					
Credit linked note (CLN)	$ 1,117,843	Complex option model	Recovery rate of transaction object	30%～50%	Recovery rate and fair value are not in a linear relationship. The change of recovery rate will cause the change of recovery probability at first, and both of them then indirectly influence fair value simultaneously.
Derivative financial instruments					
Assets:					
Financial assets measured at fair value through profit or loss					
Complex FX option	$ 11,960	Complex FX option model	Scaling parameter	50%～80%	Scaling parameter and fair value are not in a linear relationship. The higher the scaling parameter, the closer it is to stochastic volatility model. On the contrary, the lower the scaling parameter, the closer it is to regional volatility model.
Liabilities:					
Financial liabilities measured at fair value through profit or loss					
Complex FX option	7,651	Complex FX option model	Scaling parameter	50%～80%	Scaling parameter and fair value are not in a linear relationship. The higher the scaling parameter, the closer it is to stochastic volatility model. On the contrary, the lower the scaling parameter, the closer it is to regional volatility model.

(Continued)

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Name	December 31, 2025 Fair value	Valuation techniques	Significant unobservable inputs	Intervals	Relationship between inputs and fair value
Recurring fair value measurement					
Non-derivative financial instruments					
Assets:					
Financial assets measured at fair value through profit or loss					
Credit linked note (CLN)	$ 1,432,975	Complex option model	Recovery rate of transaction object	30%～50%	Recovery rate and fair value are not in a linear relationship. The change of recovery rate will cause the change of recovery probability at first, and both of them then indirectly influence fair value simultaneously.
Derivative financial instruments					
Assets:					
Financial assets measured at fair value through profit or loss					
Complex FX option	$ 113,299	Complex FX option model	Scaling parameter	50%～80%	Scaling parameter and fair value are not in a linear relationship. The higher the scaling parameter, the closer it is to stochastic volatility model. On the contrary, the lower the scaling parameter, the closer it is to regional volatility model.
Liabilities:					
Financial liabilities measured at fair value through profit or loss					
Complex FX option	66,864	Exotic FX option model	Scaling parameter	50%～80%	Scaling parameter and fair value are not in a linear relationship. The higher the scaling parameter, the closer it is to stochastic volatility model. On the contrary, the lower the scaling parameter, the closer it is to regional volatility model.

(Continued)

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Name	June 30, 2025 Fair value	Valuation techniques	Significant unobservable inputs	Intervals	Relationship between inputs and fair value
Recurring fair value measurement					
Non-derivative financial instruments					
Assets:					
Financial assets measured at fair value through profit or loss					
Credit linked note (CLN)	$ 1,349,706	Complex option model	Recovery rate of transaction object	30%～50%	Recovery rate and fair value are not in a linear relationship. The change of recovery rate will cause the change of recovery probability at first, and both of them then indirectly influence fair value simultaneously.
Derivative financial instruments					
Assets:					
Financial assets measured at fair value through profit or loss					
Complex FX option	$ 134,777	Complex FX option model	Scaling parameter	50%～80%	Scaling parameter and fair value are not in a linear relationship. The higher the scaling parameter, the closer it is to stochastic volatility model. On the contrary, the lower the scaling parameter, the closer it is to regional volatility model.
Liabilities:					
Financial liabilities measured at fair value through profit or loss					
Complex FX option	61,184	Complex FX option model	Scaling parameter	50%~80%	Scaling parameter and fair value are not in a linear relationship. The higher the scaling parameter, the closer it is to stochastic volatility model. On the contrary, the lower the scaling parameter, the closer it is to regional volatility model.

(Continued)

b) Fubon Life Insurance

	June 30, 2026				
Name	Fair value	Valuation techniques	Significant unobservable inputs	Intervals	Relationship between inputs and fair value
Financial assets measured at fair value through profit or loss	$ 2,002,690	Asset-based Approach	Discount for lack of marketability	5%	The higher the discount for lack of marketability, the lower the fair value.
			Non-controlling interest discount	5%	The higher the non-controlling interest discount, the lower the fair value.
		Market approach – Merton Debt Valuation Model	Discount for lack of marketability	21.89%	The higher the discount for lack of marketability, the lower the fair value.
		Black-Scholes Model	Risk-free rate	5 year: 3.75%~4.58%	The higher the risk-free rate, the higher the call warrant value but the lower the put option value.
			Volatility	39.78%~48.62%	The higher the volatility, the higher the fair value.
			Underlying stock price	US$1,742,835 ~$2,130,131	The higher the underlying stock price, the higher the call warrant value but the lower the put option value.
Financial assets measured at fair value through other comprehensive income	11,444,315	Asset-based Approach	Discount for lack of marketability	0%~100% (16.88%)	The higher the discount for lack of marketability, the lower the fair value.
			Non-controlling interest discount	0%~10% (5.00%)	The higher the non-controlling interest discount, the lower the fair value.
		Market approach – comparable company	Discount for lack of marketability	10.80%~25% (20.27%)	The higher the discount for lack of marketability, the lower the fair value.
			P/B ratio	1.60~3.30 (2.45)	The higher the P/B ratio, the higher the fair value.

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	December 31, 2025				
Name	Fair value	Valuation techniques	Significant unobservable inputs	Intervals	Relationship between inputs and fair value
Financial assets measured at fair value through profit or loss	$ 2,488,062	Asset-based Approach	Discount for lack of marketability	5%~100% (14.5%)	The higher the discount for lack of marketability, the lower the fair value.
			Non-controlling interest discount	5%~10% (5.56%)	The higher the non-controlling interest discount, the lower the fair value.
		Market approach – comparable company	Discount for lack of marketability	25%	The higher the discount for lack of marketability, the lower the fair value.
			P/B ratio	1.7	The higher the P/B ratio, the higher the fair value.
		Market approach – Metron Debt Valuation Model	Discount for lack of marketability	15.13%	The higher the discount rate, the lower the fair value.
		Black-Scholes Model	Risk-free rate	10 year: 3.75%~4.58%	The higher the risk free rate, the higher the call warrant value but the lower the put option value.
			Volatility	39.78%~48.62%	The higher the volatility, the higher the fair value.
			Underlying stock price	US$1,531,761 ~$1,827,152	The higher the underlying stock price, the higher the call warrant value but the lower the put option value.
Financial assets measured at fair value through other comprehensive income	13,211,056	Asset-based Approach	Discount for lack of marketability	0%~10% (6.67%)	The higher the discount for lack of marketability, the lower the fair value.
			Non-controlling interest discount	5%	The higher the non-controlling interest discount, the lower the fair value.
		Market approach – comparable company	Discount for lack of marketability	10.65%~50% (28.55%)	The higher the discount for lack of marketability, the lower the fair value.
			P/B ratio	3.2~3.3 (3.25)	The higher the P/B ratio, the higher the fair value.
		Discounted cash flow	Discount rate	0.00%	The higher the discount rate, the lower the fair value.
			Credit spread	0.86%~15.78%	The higher the credit spread, the lower the fair value.
			Prepayment rate	0.00%~0.29%	The higher the prepayment rate, the higher the fair value.

(Continued)

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	June 30, 2025				
Name	Fair value	Valuation techniques	Significant unobservable inputs	Intervals	Relationship between inputs and fair value
Financial assets measured at fair value through profit or loss	$ 2,900,016	Asset-based Approach	Discount for lack of marketability	5%	The higher the discount for lack of marketability, the lower the fair value.
			Non-controlling interest discount	5%~10% (5.56%)	The higher the non-controlling interest discount, the lower the fair value.
		Market approach – comparable company	Discount for lack of marketability	25%	The higher the discount for lack of marketability, the lower the fair value.
			P/B ratio	1.7~1.8 (1.75)	The higher the P/B ratio, the higher the fair value.
		Market approach – Merton Debt Valuation Model	Discount for lack of marketability	17.18%	The higher the discount for lack of marketability, the lower the fair value.
		Black-Scholes Model	Risk-free rate	6 month: 1.09%~1.33% 10 year: 3.82%~4.67%	The higher the risk-free rate, the higher the call warrant value but the lower the put option value.
			Volatility	6 year: 26.85%~32.82% 39.78%~48.62%	The higher the volatility, the higher the fair value.
			Underlying stock price	HK$81,268,479 ~$99,328,141 US$1,391,648 ~$1,700,903	The higher the underlying stock price, the higher the call warrant value but the lower the put option value.
Financial assets measured at fair value through other comprehensive income	11,657,672	Asset-based Approach	Discount for lack of marketability	0%~10% (6.67%)	The higher the discount for lack of marketability, the lower the fair value.
			Non-controlling interest discount	5%	The higher the non-controlling interest discount, the lower the fair value.
		Market approach – comparable company	Discount for lack of marketability	13.04%~50% (29.35%)	The higher the discount for lack of marketability, the lower the fair value.
			P/B ratio	2.4~3.5 (2.95)	The higher the P/B ratio, the higher the fair value.
		Discounted cash flow	Discount rate	2.82%~2.97%	The higher the discount rate, the lower the fair value.
			Credit spread	0.86%~15.78%	The higher the credit spread, the lower the fair value.
			Prepayment rate	0.04%~0.51%	The higher the prepayment rate, the higher the fair value.

(Continued)

c) Fubon Insurance

	June 30, 2026				
Name	Fair value	Valuation techniques	Significant unobservable inputs	Intervals	Relationship between inputs and fair value
Financial assets measured at fair value through other comprehensive income	$ 1,707,214	Asset-based Approach	Discount for lack of marketability	0%~10% (6.25%)	The higher the discount for lack of marketability, the lower the fair value.
			Non-controlling interest discount	0%~20% (8.75%)	The higher the non-controlling interest discount, the lower the fair value.
		Market approach – comparable company	Discount for lack of marketability	25%	The higher the discount for lack of marketability, the lower the fair value.
			P/B ratio	3.3	The higher the P/B ratio, the higher the fair value.

	December 31, 2025				
Name	Fair value	Valuation techniques	Significant unobservable inputs	Intervals	Relationship between inputs and fair value
Financial assets measured at fair value through other comprehensive income	$ 1,597,573	Asset-based Approach	Discount for lack of marketability	0%~10% (6.25%)	The higher the discount for lack of marketability, the lower the fair value.
			Non-controlling interest discount	0%~20% (8.75%)	The higher the non-controlling interest discount, the lower the fair value.
		Market approach – comparable company	Discount for lack of marketability	25%	The higher the discount for lack of marketability, the lower the fair value.
			P/B ratio	3.3	The higher the P/B ratio, the higher the fair value.

	June 30, 2025				
Name	Fair value	Valuation techniques	Significant unobservable inputs	Intervals	Relationship between inputs and fair value
Financial assets measured at fair value through other comprehensive income	$ 1,529,974	Asset-based Approach	Discount for lack of marketability	0%~10% (6.25%)	The higher the discount for lack of marketability, the lower the fair value.
			Non-controlling interest discount	0%~20% (8.75%)	The higher the non-controlling interest discount, the lower the fair value.
		Market approach – comparable company	Discount for lack of marketability	25%~50% (38%)	The higher the discount for lack of marketability, the lower the fair value.
			P/B ratio	2.4~3.5 (2.95)	The higher the P/B ratio, the higher the fair value.

(Continued)

d) Fubon Securities

	June 30, 2026				
	Fair value	Valuation techniques	Significant unobservable inputs	Intervals	Relationship between inputs and fair value
Recurring fair value measurement					
Non-derivative financial instruments					
Assets:					
Financial assets measured at fair value through profit or loss					
Financial assets mandatorily measured at fair value through profit or loss					
Bond investment	600,481	Quoted prices of the counter party	Not applicable	Not applicable	Not applicable
Securities invested by brokers	106,984	Evaluation methods of unlisted stock Note	The selection of the model is based on the evaluation methods of unlisted stock. Note	Not applicable	The selection of the model is based on the evaluation methods of unlisted stock.
Financial assets measured at fair value through other comprehensive income					
Stock investment	16,301,758	Evaluation methods of unlisted stock Note	The selection of the model is based on the evaluation methods of unlisted stock. Note	Not applicable	The selection of the model is based on the evaluation methods of unlisted stock.
Derivative financial instruments					
Liabilities:					
Financial liabilities measured at fair value through profit or loss					
Held-for-trading financial liabilities	8,914	Option pricing model	Volatility	1%～80%	The higher the volatility, the higher the fair value.
Financial liabilities designated as at fair value through profit or loss	3,179,614	Option pricing model	Volatility	1%～80%	The higher the volatility, the higher the fair value.

	December 31, 2025				
	Fair value	Valuation techniques	Significant unobservable inputs	Intervals	Relationship between inputs and fair value
Recurring fair value measurement					
Non-derivative financial instruments					
Assets:					
Financial assets measured at fair value through profit or loss					
Financial assets mandatorily measured at fair value through profit or loss					
Bond investment	$ 281,885	Quoted prices of the counter party	Not applicable	Not applicable	Not applicable
Securities invested by brokers	121,554	Evaluation methods of unlisted stock Note	The selection of the model is based on the evaluation methods of unlisted stock. Note	Not applicable	The selection of the model is based on the evaluation methods of unlisted stock.
Financial assets measured at fair value through other comprehensive income					
Stock investment	13,369,340	Evaluation methods of unlisted stock Note	The selection of the model is based on the evaluation methods of unlisted stock. Note	Not applicable	The selection of the model is based on the evaluation methods of unlisted stock.
Derivative financial instruments					
Liabilities:					
Financial liabilities measured at fair value through profit or loss					
Financial liabilities designated as at fair value through profit or loss	1,417,698	Option pricing model	Volatility	1%～80%	The higher the volatility, the higher the fair value.

(Continued)

	June 30, 2025				
	Fair value	Valuation techniques	Significant unobservable inputs	Intervals	Relationship between inputs and fair value
Recurring fair value measurement					
Non-derivative financial instruments					
Assets:					
Financial assets measured at fair value through profit or loss					
Financial assets mandatorily measured at fair value through profit or loss					
Bond investment	$ 407,684	Quoted prices of the counter party	Not applicable	Not applicable	Not applicable
Securities invested by brokers	231,547	Evaluation methods of unlisted stock Note	The selection of the model is based on the evaluation methods of unlisted stock. Note	Not applicable	The selection of the model is based on the evaluation methods of unlisted stock.
Financial assets measured at fair value through other comprehensive income					
Stock investment	12,393,903	Evaluation methods of unlisted stock Note	The selection of the model is based on the evaluation methods of unlisted stock. Note	Not applicable	The selection of the model is based on the evaluation methods of unlisted stock.
Derivative financial instruments					
Liabilities:					
Financial liabilities measured at fair value through profit or loss					
Financial liabilities designated as at fair value through profit or loss	2,165,931	Option pricing model	Volatility	1%～80%	The higher the volatility, the higher the fair value.

Note : The selection of evaluation methods of unlisted stock is performed case-by-case.

7) Valuation procedure of Level 3 inputs

When the Company and its subsidiaries' fair value measurement uses both unobservable inputs and observable inputs which need a significant adjustment based on the parameters of unobservable inputs, the asset or liability is categorized into Level 3. Level 3 inputs come from:

a) Prices referring from the professional finance information providers, which are not different for each acquirer and which shall be acquired by specific facility.

b) Prices referring from quoted prices of the counter party or evaluation agency. Price information is provided on a monthly or a quarterly basis and shall be kept properly.

c) Prices referring from the evaluation of equity investment using market method and model evaluation.

d) Price referring from the evaluation of loans using discounted cash flow method.

e) Price referring from the evaluation of derivative instruments using model evaluation.

Investment property (including investment properties classified as held for sale) is appraised by professional appraisers in accordance with the valuation techniques announced by the FSC.

8) Fair value measurements in Level 3- sensitivity analysis of reasonably possible alternative assumptions

While under different models or using different parameters may lead to different results, fair value measurement for financial instruments and investment properties (including investment properties classified as held for sale) of the Company and its subsidiaries is reasonable.

The following tables show the valuation impacts from 10% change in input parameters on Level 3 financial instruments.

a) Taipei Fubon Bank

Units: In thousands

June 30, 2026	Fair value fluctuation reflected on net income		Fair value fluctuation reflected on other comprehensive income	
Items	Positive change	Negative change	Positive change	Negative change
Assets				
Financial assets measured at fair value through profit or loss				
Financial assets mandatorily measured at fair value through profit or loss	$ 1,126	(1,284)	-	-
Liabilities				
Financial liabilities measured at fair value through profit or loss				
Held-for-trading financial liabilities	2	(2)	-	-

December 31, 2025	Fair value fluctuation reflected on net income		Fair value fluctuation reflected on other comprehensive income	
Items	Positive change	Negative change	Positive change	Negative change
Assets				
Financial assets measured at fair value through profit or loss				
Financial assets mandatorily measured at fair value through profit or loss	$ 1,562	(1,765)	-	-
Liabilities				
Financial liabilities measured at fair value through profit or loss				
Held-for-trading financial liabilities	15	(14)	-	-

June 30, 2025	Fair value fluctuation reflected on net income		Fair value fluctuation reflected on other comprehensive income	
Items	Positive change	Negative change	Positive change	Negative change
Assets				
Financial assets measured at fair value through profit or loss				
Financial assets mandatorily measured at fair value through profit or loss	$ 1,995	(2,269)	-	-
Liabilities				
Financial liabilities measured at fair value through profit or loss				
Held for trading financial liabilities	4	(3)	-	-

b) Fubon Life Insurance

June 30, 2026	Fair value fluctuation reflected on net income		Fair value fluctuation reflected on other comprehensive income	
Items	Positive change	Negative change	Positive change	Negative change
Assets				
Financial assets measured at fair value through profit or loss	$ 10,681	(9,642)	-	-
Financial assets measured at fair value through other comprehensive income	-	-	119,236	(119,236)
Total	**$ 10,681**	**(9,642)**	**119,236**	**(119,236)**

December 31, 2025	Fair value fluctuation reflected on net income		Fair value fluctuation reflected on other comprehensive income	
Items	Positive change	Negative change	Positive change	Negative change
Assets				
Financial assets measured at fair value through profit or loss	$ 8,005	(7,064)	-	-
Financial assets measured at fair value through other comprehensive income	-	-	145,561	(144,721)
Total	**$ 8,005**	**(7,064)**	**145,561**	**(144,721)**

June 30, 2025	Fair value fluctuation reflected on net income		Fair value fluctuation reflected on other comprehensive income	
Items	Positive change	Negative change	Positive change	Negative change
Assets				
Financial assets measured at fair value through profit or loss	$ 47,450	(45,396)	-	-
Financial assets measured at fair value through other comprehensive income	-	-	157,575	(157,575)
Total	**$ 47,450**	**(45,396)**	**157,575**	**(157,575)**

c) Fubon Securities

June 30, 2026	Fair value fluctuation reflected on net income		Fair value fluctuation reflected on other comprehensive income	
Items	Positive change	Negative change	Positive change	Negative change
Assets				
Financial assets mandatorily measured at fair value through profit or loss	$ 70,746	(70,746)	-	-
Financial assets measured at fair value through other comprehensive income	-	-	1,630,176	(1,630,176)
Liabilities				
Held-for-trading financial liabilities	891	(891)	-	-
Financial liabilities designated as at fair value through profit or loss	317,961	(317,961)	-	-

December 31, 2025	Fair value fluctuation reflected on net income		Fair value fluctuation reflected on other comprehensive income	
Items	Positive change	Negative change	Positive change	Negative change
Assets				
Financial assets mandatorily measured at fair value through profit or loss	$ 40,344	(40,344)	-	-
Financial assets measured at fair value through other comprehensive income	-	-	1,336,934	(1,336,934)
Liabilities				
Financial liabilities designated as at fair value through profit or loss	141,770	(141,770)	-	-

June 30, 2025	Fair value fluctuation reflected on net income		Fair value fluctuation reflected on other comprehensive income	
Items	Positive change	Negative change	Positive change	Negative change
Assets				
Financial assets mandatorily measured at fair value through profit or loss	$ 63,923	(63,923)	-	-
Financial assets measured at fair value through other comprehensive income	-	-	1,239,390	(1,239,390)
Liabilities				
Financial liabilities designated as at fair value through profit or loss	216,593	(216,593)	-	-

(Continued)

(iii) Estimated Fair Value of Financial Instruments Not Carried at Fair Value

1) Fair value information

In addition to the following items, the Company and its subsidiaries' financial instruments that are not measured at fair value include cash and cash equivalents, due from the central bank and call loans to banks, securities purchased under resell agreements, receivables, partial other financial assets, discount and loans, deposit from and due to the central bank and banks, funds borrowed from the central bank and banks, securities sold under repurchase agreements, commercial papers issued, payables, deposits and remittances, other borrowings, other financial liabilities and financial liabilities measured at amortized cost (annuity insurance). Since their book value is a reasonable approximation to fair value, there is no fair value disclosure.

Items	Book value	Fair value
June 30, 2026		
Financial assets		
Debt investments measured at amortized cost (Note)	$ 3,460,305,342	2,865,145,430
Financial liabilities		
Financial liabilities measured at amortized cost	3,564,042	3,274,659
Bonds payable	515,759,403	512,632,331
December 31, 2025		
Financial assets		
Debt investments measured at amortized cost (Note)	3,878,644,621	3,269,108,711
Financial liabilities		
Financial liabilities measured at amortized cost	2,931,428	3,421,068
Bonds payable	478,228,667	477,440,546
June 30, 2025		
Financial assets		
Debt investments measured at amortized cost (Note)	3,576,458,897	2,957,601,269
Financial liabilities		
Financial liabilities measured at amortized cost	2,946,930	3,485,820
Bonds payable	396,909,387	391,925,803

Note: Included government bonds accounted for refundable deposits.

2) Fair value hierarchy

	June 30, 2026			
Financial instruments measured at fair value	Total	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Financial assets:				
Debt investments measured at amortized cost	$ 2,865,145,430	1,380,115,240	1,234,709,319	250,320,871
Financial liabilities:				
Financial liabilities measured at amortized cost	3,274,659	-	-	3,274,659
Bonds payable	512,632,331	154,897,287	343,893,646	13,841,398

	December 31, 2025			
Financial instruments measured at fair value	Total	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Financial assets:				
Debt investments measured at amortized cost	$ 3,269,108,711	1,806,671,665	1,206,676,482	255,760,564
Financial liabilities:				
Financial liabilities measured at amortized cost	3,421,068	-	-	3,421,068
Bonds payable	477,440,546	149,944,717	311,137,048	16,358,781

	June 30, 2025			
Financial instruments measured at fair value	Total	Quoted prices in active markets for identical assets (Level 1)	Significant other observable inputs (Level 2)	Significant unobservable inputs (Level 3)
Financial assets:				
Debt investments measured at amortized cost	$ 2,957,601,269	1,601,877,603	1,097,227,658	258,496,008
Financial liabilities:				
Financial liabilities measured at amortized cost	3,485,820	-	-	3,485,820
Bonds payable	391,925,803	106,948,313	267,136,149	17,841,341

(Continued)

3) Valuation techniques

The methods and hypothesis that the Company and its subsidiaries used in estimating the financial instrument not measured at fair value are as follows:

a) Fair value of the financial instrument of which the maturity date is short, or the future price is closed to the book value is estimated by using its book value. This method is applied to cash and cash equivalents, due from the central bank and call loans to banks, securities purchased under resell agreements, receivables, partial other financial assets, deposit from and due to the central bank and banks, securities sold under repurchase agreements, commercial papers issued, payables, deposits and remittances, other borrowings and other financial liabilities.

b) Since principal of discounts and loans, deposits, structured products, commercial paper issued and other borrowings are all interest-bearing financial assets or liabilities, their book value is proximate to fair value. Book value of overdue receivables is the estimated recoverable amount after deducting allowances for bad debts. Therefore, the fair value of the above financial assets and liabilities is its book value.

c) If debt investments measured at amortized cost and bonds payable have quoted prices in active market, its fair value will be market price. If there is no quoted price in active market or no market price for reference, the fair value will be measured by valuation model or quotation from the counterparty.

d) Financial liabilities classified as investment contracts measured at amortized cost have their fair value determined with reference to the fair value approaches set out in the IFRS 17 Actuarial Practice Guidelines issued by the Actuarial Society of the Republic of China.

(ah) Nature and Extent of the Insurance Contract Risk

(i) Fubon Life Insurance and its subsidiaries

1) The organization structure of risk management

Fubon Life Insurance sets Risk Management Committee which is under the jurisdiction of the Board of Directors and is convened by independent directors. It is to supervise the overall risk control of Fubon Life Insurance and report to the Board of Directors regularly. In order to effectively examine Fubon Life Insurance' s risk management operation, two special committees were established.

1) Assets and Liabilities Management Committee: The chairman of Fubon Life Insurance or appointed personnel serves as the chairman of the committee. The committee is to consider the balance between assets and liabilities, set up the strategic target of assets and liabilities and supervise the execution progress.

2) Operational Risk Management Committee: It is convened by the president to supervise and manage the operational risk of Fubon Life Insurance in order to assure the management adopts appropriate risk management procedures within its authority.

Furthermore, in order to assist all business units to carry out the risk control and to facilitate the coordination of other risk control affairs, Fubon Life Insurance's Board of Directors designates a chief risk officer to be in charge of a risk management department which is independent of all business units. The risk management department executes or assists to execute risk control duty following the regulation of risk management policy, organization rules governing the risk management committee and organization rules governing the risk related committee. Fubon Life Insurance has established diverse risk management policies, risk limits and stoploss prevention and assessment policy, hierarchical authorization, and risk assessment criteria in order to facilitate effective risk management.

The risk management mechanism of the subsidiaries is conducted per the relevant regulations of local authority and the risk management rules of Fubon Life Insurance. It is to control certain risks such as market, credit and liquidity risk and measure and evaluate the overall investment position regularly. The subsidiaries prepares management and evaluation internal monitoring reports for various risks.

2) Risk management policies

Fubon Life Insurance pronounced Risk Management Policy under the consent of the Board of Directors. The policy regulates the strategy and target as well as the mechanism of risk management. The risk management strategy is based on the regulation of overall operation target, management strategy and risk management. It is to establish appropriate risk management system and management procedure so as to identify, evaluate, measure, supervise, respond and report potential risk. Through the announcement of the risk management policies, Fubon Life Insurance established clear management targets, controlling methods and the responsibilities for respective departments to ensure the operating capital is adequate and to create profit for shareholders.

The subsidiaries also set up risk management policies or rules as the basis of risk management.

3) Underwriting risk management

Underwriting risk refers to the unexpected risk arising from insurance solicitation, underwriting assessments and related expenditures. In order to manage underwriting risk, Fubon Life Insurance has classified underwriting risk into the following types:

1) Risk of policyholder concealment

2) Risk of insurance content

3) Occupational and financial risk

4) Risk of health conditions

5) Risk of the lack of experience of the underwriter

6) Risk of retention

7) Risk of business quality

Aside from establishing " Underwriting Systems and Procedures" based on the " Regulations Governing New Insurance Solicitation Policy, Underwriting and Claim Settlement of Insurance Enterprises", a code of conduct for underwriting operation is also established to serve as a guide for underwriting risk control. Considering the experience and professional skills of the underwriters, different levels of authorization are established and the underwriting amount for each underwriter personnel is regulated to control the propriety of underwriting assessment and to monitor the accuracy and timeliness of underwriting operation.

4) Claim risk management

Claim risk refers to the risk arising from adopting inappropriate or negligent procedures on claims settlement procedure. In order to manage claim risks, the Group abides by the " Regulations Governing new insurance policy Soliciting, Underwriting and Claim Settlement of Insurance Enterprises" and established a " Claim Settlement System and Procedures" and a standard operating procedure to decrease the risk of negligence when processing claims, in order to protect the financial consumers' rights. Fubon Life Insurance also monitors the accuracy, timeliness, by implementing levels of authority and by enhancing professional training for claims personnel.

5) Product design and pricing risk management

Product design and pricing risk refers to the risk arising from the impropriety, inconsistency or unexpected change of the data related to the product content, clauses and rates. To ensure risk control at the point of the pre and after sales of insurance products, internal code of conduct and control procedure were established based on "Regulation governing the procedure before the sales of insurance product" issued by authorities for the insurance product design, inspection, sales preparation to control the risk related to each phases and procedure of product development. In terms of product design, feasibility of new product is analyzed and an internal meeting is held before a new product is launched. A premarket meeting is also convened before product launch to ensure that the related activities are completed. In terms of product pricing, aside from certain quantitative risk control mechanism such as risk control procedure, profit test and sensitivity analysis, an assets allocation plan is also set up. The plan takes the characteristics of the requirement of asset and liabilities management into account and conforms to sales review meeting regularly after sales.

6) Reserve risk management

Reserve-related risk refers to the risk that liabilities are underestimated, resulting in insufficient reserves to meet future obligations. In order to control the reserve risk, the reserve risk is categorized into the statutory compliance of reserve provision and completeness of operating procedures. To ensure the legality of reserves provision, the Regulatory Self-Inspection Compliance manual has been established and audit procedures are executed regularly to ensure that all sorts of reserves conform to what is required by law. Also, "Standard Operating Procedures" manual is established. The provisions of this manual maybe updated regularly as the law changes. The operating procedures manual covers ranges from system administration, data access and report generation. Furthermore, several control points are established within the framework to ensure the accuracy of the calculation.

7) Catastrophic risk and reinsurance risk

For the purpose of mitigating risk concentration and potential catastrophic losses, risk management mechanisms for catastrophe and reinsurance risks are established as follows:

a) Catastrophic risk

Fubon Life Insurance establishes and annually reviews retention levels and reinsurance limits based on historical experience. Fubon Life Insurance also conducts scenario analyses for earthquakes, typhoons and floods, aviation accidents, terrorist attacks, and pandemics, taking into account crossline accumulation effects of catastrophic risks.

b) Reinsurance risk

In accordance with the Regulations Governing Insurance Enterprises Engaging in Operating Reinsurance and Other Risk Spreading Mechanisms, and in line with Fubon Life Insurance's annual reinsurance policy, Fubon Life Insurance formulates its Reinsurance Risk Management Plan, which covers retention, ceded and assumed reinsurance, and intergroup reinsurance risk management.

Fubon Life Insurance conducts monthly monitoring of reinsurers' credit ratings. In accordance with Articles 7 and 8 of the Regulations Governing Insurance Enterprises Engaging in Operating Reinsurance and Other Risk Spreading Mechanisms, reinsurers engaged in ceded reinsurance are required to maintain credit ratings of at least Standard & Poor's BBB or an equivalent rating recognized by the competent authority. Currently, the minimum rating applied to newly engaged reinsurers is Standard & Poor's A– or above.

8) Insurance Risk Concentration

Insurance contracts sold by the Fubon Life Insurance and its subsidiaries include life insurance, annuities, accident insurance, and health insurance. As majority of these insurance contracts are issued in Taiwan, insurance risk by geographical area is primarily concentrated in Taiwan.

9) Claim development trend

a) Development trend of claims payment incurred

Cumulative claims payments from prior years and the balance adjusted to Fubon Life Insurance and its subsidiaries' consolidated balance sheets are as follows:

June 30, 2026 (Fubon Life Insurance)

Occurrence year	Development year							Liability for incurred claims
	1	2	3	4	5	6	7	
2020	30,094,625	36,857,498	37,487,744	37,645,762	37,743,923	37,805,828	37,855,608	11,824
2021	33,443,272	41,083,258	41,874,741	42,075,218	42,217,379	42,278,744	-	72,281
2022	35,299,960	44,172,300	45,129,578	45,362,750	45,478,243	-	-	148,309
2023	42,033,466	51,693,024	52,592,084	52,804,311	-	-	-	342,903
2024	46,242,610	56,132,441	57,081,181	-	-	-	-	697,915
2025	49,731,631	60,347,368	-	-	-	-	-	1,924,369
2026	52,503,957	-	-	-	-	-	-	14,350,543
Total								17,548,144
Effect of discounting								(277,053)
Effect of the risk adjustment margin for non-financial risk								416,829
Other LIC for the contracts originated								4,533,475
The balance of liability for incurred claim								22,221,395

June 30, 2026 (Fubon Hyundai Life Insurance)

Occurrence year	Development year					Liability for incurred claims
	1	2	3	4	5	
2022	1,224,257	1,572,017	1,615,739	1,633,921	1,642,152	14,638
2023	1,220,405	1,545,107	1,588,846	1,609,394	-	428,054
2024	1,269,423	1,580,914	1,619,939	-	-	87,287
2025	1,229,847	1,600,720	-	-	-	44,366
2026	1,273,476	-	-	-	-	22,307
Total						596,652
Effect of discounting						(19,599)
Effect of the risk adjustment margin for non-financial risk						27,325
Other LIC for the contracts originated						2,261,905
The balance of liability for incurred claim						2,866,283

December 31, 2025 (Fubon Life Insurance)

Occurrence year	Development year							Liability for incurred claims
	1	2	3	4	5	6	7	
2019	30,889,730	37,137,459	37,710,720	37,894,280	37,975,913	38,037,785	38,101,288	5,264
2020	31,823,662	38,777,659	39,551,856	39,746,014	39,854,827	39,933,934	-	69,400
2021	33,779,507	41,663,424	42,432,871	42,641,418	42,746,677	-	-	149,462
2022	38,856,875	48,709,989	49,694,415	49,880,652	-	-	-	317,772
2023	43,032,568	52,734,798	53,674,069	-	-	-	-	663,859
2024	48,804,473	58,923,550	-	-	-	-	-	1,888,954
2025	52,146,680	-	-	-	-	-	-	14,453,393
Total								17,548,104
Effect of discounting								(223,853)
Effect of the risk adjustment margin for non-financial risk								410,858
Other LIC for the contracts originated								4,226,888
The balance of liability for incurred claim								21,961,997

December 31, 2025 (Fubon Hyundai Life Insurance)

Occurrence year	Development year					Liability for incurred claims
	1	2	3	4	5	
2021	1,309,846	1,625,192	1,675,361	1,700,108	1,726,066	-
2022	1,316,651	1,673,956	1,718,613	1,760,413	-	461,490
2023	1,313,868	1,656,179	1,702,371	-	-	106,625
2024	1,300,699	1,682,932	-	-	-	58,230
2025	1,373,434	-	-	-	-	27,605
Total						653,950
Effect of discounting						(19,216)
Effect of the risk adjustment margin for non-financial risk						35,359
Other LIC for the contracts originated						2,341,560
The balance of liability for incurred claim						3,011,653

(Continued)

June 30, 2025 (Fubon Life Insurance)

Occurrence year	Development year							Liability for incurred claims
	1	2	3	4	5	6	7	
2019	28,584,626	35,064,095	35,841,985	35,979,685	36,069,462	36,111,679	36,148,941	3,495
2020	30,094,625	36,857,498	37,487,744	37,645,762	37,743,923	37,806,328	-	54,841
2021	33,443,272	41,083,258	41,874,741	42,075,218	42,217,379	-	-	170,912
2022	35,299,960	44,172,300	45,129,578	45,362,750	-	-	-	278,215
2023	42,033,466	51,693,024	52,592,084	-	-	-	-	613,314
2024	46,242,610	56,132,441	-	-	-	-	-	1,853,876
2025	49,731,631	-	-	-	-	-	-	13,950,346
Total								16,924,999
Effect of discounting								(228,489)
Effect of the risk adjustment margin for non-financial risk								273,946
Other LIC for the contracts originated								3,304,284
The balance of liability for incurred claim								20,274,740

June 30, 2025 (Fubon Hyundai Life Insurance)

Occurrence year	Development year					Liability for incurred claims
	1	2	3	4	5	
2021	1,268,468	1,596,163	1,649,410	1,673,048	1,689,280	-
2022	1,317,229	1,691,443	1,738,484	1,760,139	-	457,408
2023	1,313,103	1,662,463	1,732,335	-	-	106,945
2024	1,365,825	1,706,700	-	-	-	49,045
2025	1,334,765	-	-	-	-	24,755
Total						638,153
Effect of discounting						(16,370)
Effect of the risk adjustment margin for non-financial risk						31,069
Other LIC for the contracts originated						2,330,627
The balance of liability for incurred claim						2,983,479

b) Development trend of retained claims payments

Cumulative claims payments from prior years are as follows:

June 30, 2026 (Fubon Life Insurance)

Occurrence year	Development year							Liability for incurred claims
	1	2	3	4	5	6	7	
2020	29,167,738	35,706,740	36,330,702	36,488,168	36,586,123	36,647,489	36,696,809	11,824
2021	32,575,217	40,009,005	40,796,293	40,985,794	41,126,054	41,187,313	-	72,175
2022	34,536,653	43,287,269	44,225,275	44,452,029	44,567,096	-	-	147,741
2023	41,460,375	50,827,354	51,702,978	51,906,100	-	-	-	342,315
2024	45,201,572	54,699,946	55,621,735	-	-	-	-	686,915
2025	48,744,679	58,890,728	-	-	-	-	-	1,894,945
2026	51,500,786	-	-	-	-	-	-	13,981,564
Total								17,137,479
Effect of discounting								(287,129)
Effect of the risk adjustment margin for non-financial risk								406,477
Other LIC for the contracts originated								2,879,358
The balance of liability for incurred claim								20,136,185

June 30, 2026 (Fubon Hyundai Life Insurance)

Occurrence year	Development year					Liability for incurred claims
	1	2	3	4	5	
2022	1,019,227	1,308,747	1,345,146	1,360,283	1,367,136	12,186
2023	1,016,020	1,286,343	1,322,757	1,339,864	-	356,367
2024	1,056,829	1,316,153	1,348,643	-	-	72,669
2025	1,023,881	1,332,643	-	-	-	36,936
2026	1,060,203	-	-	-	-	18,571
Total						496,729
Effect of discounting						(19,599)
Effect of the risk adjustment margin for non-financial risk						22,771
Other LIC for the contracts originated						2,181,939
The balance of liability for incurred claim						2,681,840

December 31, 2025 (Fubon Life Insurance)

Occurrence year	Development year							Liability for incurred claims
	1	2	3	4	5	6	7	
2019	29,900,232	35,871,934	36,439,722	36,622,308	36,703,512	36,764,915	36,828,329	5,264
2020	30,986,486	37,739,958	38,500,369	38,693,761	38,802,122	38,880,777	-	69,230
2021	33,018,736	40,689,649	41,443,586	41,649,256	41,754,334	-	-	149,314
2022	38,155,564	47,869,106	48,842,601	49,022,856	-	-	-	317,424
2023	42,211,888	51,585,554	52,497,020	-	-	-	-	660,899
2024	47,734,783	57,398,767	-	-	-	-	-	1,863,521
2025	51,145,942	-	-	-	-	-	-	14,113,684
Total								17,179,336
Effect of discounting								(227,825)
Effect of the risk adjustment margin for non-financial risk								401,469
Other LIC for the contracts originated								2,749,452
The balance of liability for incurred claim								20,102,432

December 31, 2025 (Fubon Hyundai Life Insurance)

Occurrence year	Development year					Liability for incurred claims
	1	2	3	4	5	
2021	1,128,322	1,399,967	1,443,183	1,464,500	1,486,861	-
2022	1,134,184	1,441,973	1,480,441	1,516,448	-	397,535
2023	1,131,787	1,426,660	1,466,450	-	-	91,849
2024	1,120,443	1,449,705	-	-	-	50,161
2025	1,183,098	-	-	-	-	23,780
Total						563,325
Effect of discounting						(19,216)
Effect of the risk adjustment margin for non-financial risk						30,315
Other LIC for the contracts originated						2,180,383
The balance of liability for incurred claim						2,754,807

(Continued)

June 30, 2025 (Fubon Life Insurance)

Occurrence year	Development year							Liability for incurred claims
	1	2	3	4	5	6	7	
2019	27,763,852	34,055,535	34,822,683	34,953,718	35,043,355	35,085,121	35,122,358	3,495
2020	29,168,573	35,707,982	36,331,945	36,489,411	36,587,365	36,649,232	-	54,507
2021	32,575,613	40,009,403	40,796,692	40,986,193	41,125,680	-	-	170,026
2022	34,539,346	43,290,091	44,228,097	44,444,500	-	-	-	277,750
2023	41,462,327	50,833,651	51,703,960	-	-	-	-	608,193
2024	45,202,049	54,698,976	-	-	-	-	-	1,827,443
2025	48,688,867	-	-	-	-	-	-	13,634,540
Total								16,575,954
Effect of discounting								(278,217)
Effect of the risk adjustment margin for non-financial risk								262,980
Other LIC for the contracts originated								2,226,411
The balance of liability for incurred claim								18,787,128

June 30, 2025 (Fubon Hyundai Life Insurance)

Occurrence year	Development year					Liability for incurred claims
	1	2	3	4	5	
2021	1,190,676	1,498,275	1,548,256	1,570,444	1,585,680	-
2022	1,236,447	1,587,711	1,631,868	1,652,194	-	429,356
2023	1,232,573	1,560,508	1,626,095	-	-	100,387
2024	1,282,062	1,602,033	-	-	-	46,037
2025	1,252,907	-	-	-	-	23,236
Total						599,016
Effect of discounting						(16,370)
Effect of the risk adjustment margin for non-financial risk						29,116
Other LIC for the contracts originated						2,264,655
The balance of liability for incurred claim						2,876,417

Fubon Life Insurance and its subsidiaries recognize incurred claims liabilities for the estimated future claim payments related to both reported and unreported claims, together with the associated claims handling expenses. The establishment of such liabilities involves significant uncertainty, estimation, and judgement, and is therefore highly complex. Any changes in estimates or judgements are accounted for as changes in accounting estimates. The effects arising from changes relating to insurance service expenses or from changes attributable to past service are recognized in profit or loss in the period in which the change occurs. Certain claims may be reported to Fubon Life Insurance and its subsidiaries with a delay. In addition, the estimation of expected payments for incurred but not reported claims requires extensive use of historical claims experience and significant management judgement. Accordingly, there is no assurance that the incurred claims liabilities recognized as at the reporting date will equal the ultimate amounts paid upon settlement of the claims. The incurred claims liabilities recognized in the statement of financial position represent management's best estimates based on information currently available. Nevertheless, the ultimate outcome may differ from the original estimates as a result of subsequent developments in the claims experience.

The table above presents the claims development pattern. Accident years refer to the years in which insured events occurred, while the horizontal axis represents the development years of the claims. Each diagonal line reflects the cumulative incurred claims amounts for each accident year as at the end of each reporting year. Incurred claims include both settled and outstanding claims, illustrating how the consolidated entity's estimates of ultimate claims for each accident year evolve over time. The circumstances and trends affecting the incurred claims liabilities of the consolidated entity may not be indicative of future developments. Accordingly, the expected future claim payments cannot be determined solely on the basis of the claims development pattern presented above.

10) Credit risk

Credit risk of insurance contracts primarily arises from the risk that reinsurers may fail to fulfill their obligations under reinsurance contracts, which could result in financial losses to Fubon Life Insurance. Fubon Life Insurance and its subsidiaries conduct monthly monitoring of reinsurers' credit ratings to ensure compliance with relevant regulatory requirements and carefully selects appropriate reinsurers in order to mitigate potential losses.

	June 30, 2026				
	AAA	AA	A	Other	Total
Reinsurance portfolio held as an asset	$ -	37,380,115	240,268	(5,251)	37,615,132

	December 31, 2025				
	AAA	AA	A	Other	Total
Reinsurance portfolio held as an asset	$ -	38,492,193	269,512	(2,221)	38,759,484

	June 30, 2025				
	AAA	AA	A	Other	Total
Reinsurance portfolio held as an asset	$ -	37,076,828	99,269	(1,384)	37,174,713

11) The liquidity risk of insurance contracts

Liquidity risk in respect of insurance contracts primarily arises from the risk that Fubon Life Insurance and its subsidiaries are unable to realize assets or obtain sufficient funding to meet its obligations as they fall due. In addition to performing regular maturity analyses of insurance contract liabilities, the Group reviews short– to– medium– term liquidity risk management indicators through the Asset and Liability Management Committee or other relevant functional units. Asset– liability matching strategies are implemented to mitigate the related risks, and contingency plans are established in advance for potential benefit payments, in order to ensure the timeliness of liquidity risk management and to avoid any shortfall in liquidity.

The table below presents a maturity analysis of Fubon Life Insurance and its subsidiaries' insurance contract liabilities:

	June 30, 2026				
Maturity	<1 year	1~3 years	3~5 years	>5 years	Total
Insurance contract liabilities	105,011,583	226,536,177	289,123,477	10,998,478,475	11,619,149,712
Reinsurance contract assets	177,006	337,695	358,266	8,204,500	9,077,467

	December 31, 2025				
Maturity	<1 year	1~3 years	3~5 years	>5 years	Total
Insurance contract liabilities	131,709,172	233,633,817	277,246,486	10,742,257,642	11,384,847,117
Reinsurance contract assets	181,081	390,266	418,706	8,070,434	9,060,487

	June 30, 2025				
Maturity	<1 year	1~3 years	3~5 years	>5 years	Total
Insurance contract liabilities	100,760,800	252,131,808	250,126,566	10,761,546,430	11,364,565,604
Reinsurance contract assets	228,700	468,079	491,860	8,413,845	9,602,484

Note: The amounts disclosed in the above table represent the aggregated undiscounted net cash flows of each group of insurance contracts.

The amounts payable on demand under Fubon Life Insurance and its subsidiaries' insurance contracts are presented in the table below:

	June 30, 2026		December 31, 2025	
	Amount payable on demand	Book value	Amount payable on demand	Book value
Insurance contract liabilities	$ 3,913,911,695	4,678,571,755	4,021,082,372	4,736,717,019
Reinsurance contract assets	70,043	3,526,955	-	3,864,645

12) Sensitivity analysis table of insurance risk

Sensitivity analysis is used to assess the impact on profit before tax and equity for the current period arising from a change in a single assumption, while all other assumptions remain unchanged. The impact on equity is calculated based on the assumption that income tax amounts to 20% of profit before tax for Fubon Life Insurance and its subsidiary Vietnam Fubon Life Insurance, 16.5% for its subsidiary Fubon Life Insurance (Hong Kong), and 24.2% (23.1% for the year 2025) for its subsidiary Fubon Hyundai Life Insurance. The key assumptions considered in the sensitivity analysis include mortality and morbidity rates, expense assumptions, lapse rates, and surrender rates.

			June 30, 2026			
			Gross of reinsurance		Net of reinsurance	
	Change of assumption		Change of income before tax	Change of stockholder's equity	Change of income before tax	Change of stockholder's equity
Mortality/Morbidity	Increase	10%	$ (6,916,422)	(5,451,739)	(6,761,128)	(5,327,614)
Expense (Maintenance Expense)	Increase	5%	(657,793)	(505,915)	(657,793)	(505,915)
Lapse and surrender rate	Increase	10%	(1,346,237)	(1,073,543)	(1,369,895)	(1,092,489)

			December 31, 2025			
			Gross of reinsurance		Net of reinsurance	
	Change of assumption		Change of income before tax	Change of stockholder's equity	Change of income before tax	Change of stockholder's equity
Mortality/Morbidity	Increase	10%	$ (10,939,666)	(8,668,221)	(10,850,339)	(8,596,638)
Expense (Maintenance Expense)	Increase	5%	(754,286)	(587,211)	(754,191)	(587,117)
Lapse and surrender rate	Increase	10%	(2,063,598)	(1,636,925)	(2,074,302)	(1,645,585)

			June 30, 2025			
			Gross of reinsurance		Net of reinsurance	
	Change of assumption		Change of income before tax	Change of stockholder's equity	Change of income before tax	Change of stockholder's equity
Mortality/Morbidity	Increase	10%	$ (16,981,614)	(13,520,464)	(15,933,963)	(12,682,244)
Expense (Maintenance Expense)	Increase	5%	(760,414)	(590,514)	(760,414)	(590,514)
Lapse and surrender rate	Increase	10%	(1,120,681)	(892,704)	(1,145,399)	(912,499)

(ii) Fubon Insurance and its subsidiaries

1) Objectives, policies, procedures and methods for the insurance contract risk management

a) Objectives and policies of the risk management

Risk management policy is established to conform to “The Code of Conduct of Risk Management Practice for Insurance Companies” , “ The Implementation of Internal Control and Audit System for Insurance Companies” and “Risk Management Policy of Fubon Financial Holding Co., Ltd.” , which is regarded as the top guiding principle. This policy is intended to define the overall organization structure, provide risk management guidance and fit the relevant principals into the daily process for every unit to form a culture of risk management and to ensure that Fubon Insurance and its subsidiaries shall maximize shareholder’ s value under stable operation.

b) Structure, organization and responsibility

The Board of Directors are responsible for effectively integrating the risk management system of Fubon Insurance and its subsidiaries, and developing the audit and monitor function. The organization and scope are as follows:

i) Board of Directors

1. Identify all potential risks in the operations of insurance industry, ensure the effectiveness of the overall risk management of Fubon Insurance and take the ultimate responsibilities.

2. Ensure that Fubon Insurance has established proper risk management functions and cultures, authorize proper risk management policy and allocate resources efficiently.

3. Evaluate the overall effect of the risks, capital required by governmental authorities and related regulations on the capital allocation.

4. To supervise the promotion of sustainable development, the risk management policies or strategies formulated should include the risk assessment of ESG issues related to Fubon Insurance and its subsidiaries' operations.

ii) Risk Management Committee

Establish and convene Risk Management Committee in accordance with Fubon Insurance' s organization rules governing the Risk Management Committee. Develop risk management policies, structures, and organizational functions according to their responsibilities, Risk Management Committee implements risk management decisions of the Board of Directors and regularly reviews the development, construction and execution effectiveness of Fubon Insurance and its subsidiaries' overall risk management mechanism. Risk Management Committee meet with the Board of Directors to report the current progress of risk management decisions on time and offer necessary advices for improvement.

iii) Chief Risk Officer

Fubon Insurance and its subsidiaries set up a position " Chief Risk Officer" (CRO) to deal with risk management matters, including strategy planning, supervising Fubon Insurance and its subsidiaries to create and to follow the risk management system, monitoring the appropriateness of risk exposure and the effectiveness of risk management, supervising Fubon Insurance and its subsidiaries' Risk Management Department.

iv) Risk Management Department

1. Responsible for monitoring, measuring, and revaluing daily risks.
2. Assist the execution / implementation of risk management policies approved by the Board of Directors.
3. Set up the risk tolerance level and the limitations based on the risk appetite.
4. Summarize the relative information provided by each unit, and help each unit follow the policies and the limits.
5. Regular propose risk management related reports.
6. Regularly monitor the risk limits and the utilization of risk limits of respective business unit.
7. Assist in carrying out the stress test.
8. If necessary, proceed the back testing.
9. Other risk management related duties.

v) Business Units

1. Each business unit shall assign risk management personnel to effectively assist the unit in executing risk management related to operations.
2. The supervisors of business units are responsible for the daily risk' s management and report of the affiliation units and take necessary countermeasures. In addition, supervisors should oversee the regularly communicating the relevant information about risk management to the risk management department.
3. The responsibilities of business units to execute risk management operations are as follows:

    a. Recognize and measure the risks that can be reasonably expected during the operation process. Report risk management information and risk exposure to the risk management department regularly.

    b. Regularly examine each kind of business risk and limitations to ensure that the risk limitation is under control.

    c. Monitor risk exposure and report any situation when the exposure exceeds the limitation and take the necessary procedures.

d. Make sure all business units are properly enforced under internal control and follow the rules and standards.

e. Assist in the related data collection of the operation risk.

c) Scope and nature of risk reporting or measurement system

Fubon Insurance and its subsidiaries measure insurance risk in consideration of factors including: commodity pricing, underwriting, claims processing, catastrophe, reinsurance and reserves. Fubon Insurance and its subsidiaries establish the key risk indicator for monitoring key risks.

Considering risk appetite and tolerance, Fubon Insurance and its subsidiaries set up the limitation by single reserved and single accident to control it. In the meantime, they set up the risk tolerance for all major risks (including insurance risk, market risk, credit risk and operation risk) by each scenario to avoid the overall risk exposures exceed the tolerance.

Each responsible department of Fubon Insurance and its subsidiaries' monitor relevant risk benchmark on a monthly or quarterly basis, and provides the monitoring results to the risk management department for reporting to Risk Management Committee. The Risk Management department collects all risk management reports and risk monitoring indicators semiannually and reports the overall situation to the Risk Management Committee and the Board of Directors. The report explains the risk exposure, how the policies worked and other related issues.

d) The procedures and methods of the insurance risk management

Insurance risk refers to the risk resulting from unexpected changes from benefit payments, related charges after collecting insurance premiums and undertaking the risk transferred from the insurant.

Fubon Insurance and its subsidiaries set up the code of conduct for insurance risk management to serve as a guideline of insurance risk management. They also establish relevant risk management methods for the scope of insurance risk management in terms of the risk elements such as underwriting, reinsurance, catastrophe, claim, product design and pricing and provision.

Insurance risk management procedures include risk identification, risk measurement, risk monitoring, and risk responding. To ensure the timeliness, reliability and security of risk management information, except for different tiers disclosure per regulation, Fubon Insurance and its subsidiaries also update and archive relevant documents properly via the responsibility of each tier.

Fubon Insurance and its subsidiaries set up another risk tolerance, risk limit and critical risk indicators to facilitate management and reports to the Risk Management Committee based on the frequency for each management indicators. If any risk tolerance, risk limit or critical risk management indicators over the limits, the subordinate unit shall provide the explanation of the excess risk and the improvement reviewed by the insurance risk team. The explanation will be submitted to the Risk Management Committee for approval. After approval, the risk management department shall track the improvement process based on the conditions of the approval.

Fubon Insurance and its subsidiaries monitor and manage the risk factors related to underwriting, reinsurance, and claims in the event of a specific event (such as COVID-19 epidemic) and closely monitor risk appetite, and adjust the risk category, risk limit allocation, and assumption method as circumstances change. If necessary, Fubon Insurance and its subsidiaries will initiate the assessment of the capital increase needs to ensure the safety of Fubon Insurance and its subsidiaries' working capital liquidity.

2) Insurance risk information

a) The sensitivity test of insurance risk

The following table presents the sensitivity analysis of profit or loss and equity to changes in underwriting risk variables at the reporting date. The analysis reflects sensitivities both before and after the effects of risk mitigation through reinsurance, assuming that all other variables remain constant.

i) Fubon Insurance

	For the six months ended June 30, 2026			
	Effect on profit or loss		Effect on Equity	
	Gross amount	Net amount	Gross amount	Net amount
Ultimate claims decrease of 5%	$ 2,397,059	1,120,043	1,917,647	896,034
Ultimate claims increase of 5%	(2,452,580)	(1,152,360)	(1,962,064)	(921,888)

	For the six months ended June 30, 2025			
	Effect on profit or loss		Effect on Equity	
	Gross amount	Net amount	Gross amount	Net amount
Ultimate claims decrease of 5%	$ 1,894,781	847,691	1,515,825	678,153
Ultimate claims increase of 5%	(1,951,276)	(888,970)	(1,561,020)	(711,176)

ii) Fubon Property and Casualty Insurance

	For the six months ended June 30, 2026			
	Effect on profit or loss		Effect on Equity	
	Gross amount	Net amount	Gross amount	Net amount
Ultimate claims decrease of 5%	$ 110,832	100,628	83,124	75,471
Ultimate claims increase of 5%	(110,832)	(100,628)	(83,124)	(75,471)

	For the six months ended June 30, 2025			
	Effect on profit or loss		Effect on Equity	
	Gross amount	Net amount	Gross amount	Net amount
Ultimate claims decrease of 5%	$ 95,990	84,590	71,992	63,443
Ultimate claims increase of 5%	(95,990)	(84,590)	(71,992)	(63,443)

b) Explanation of the risk concentration

Based on insurance contracts (net of reinsurance), the relative proportion of each line of business is assessed. Voluntary motor insurance represents the highest proportion, accounting for 40.6%, 42.1%, and 44.8% as of June 30, 2026, December 31, 2025, and June 30, 2025, respectively. Fubon insurance and its subsidiaries considered that the loss experience of voluntary motor insurance is stable and retained all the reinsurance. For other insurances, Fubon Insurance and its subsidiaries evaluated the possibility of significant accumulated loss and arranged appropriate reinsurance contracts to diversify the risk and there is no risk concentration.

In addition, the insurance which is likely to result in significant accumulated loss is catastrophe insurance (for example, earthquake, typhoon and flood), and insurances that are likely to result in accumulated losses are property insurance (fire insurance and engineering insurance), marine insurance and accident insurance. To avoid the operating risk resulting from underwriting risk concentration, Fubon Insurance and its subsidiaries have bought catastrophe reinsurance contracts in advance for above-mentioned insurances to diversify the risk.

The proportion of carrying amount (net of reinsurance) is as follows:

Item	June 30, 2026	December 31, 2025	June 30, 2025
Fire insurance	$ 2,001,616	1,388,559	2,066,158
Marine cargo insurance	800,271	815,658	726,617
Marine hull fishing vessel	121,580	172,520	170,600
Voluntary motor insurance	19,731,775	18,889,168	18,646,767
Compulsory motor TPL insurance	5,407,399	5,170,936	5,069,139
Liability insurance	5,708,559	5,310,178	5,146,345
Engineering and nuclear insurance	3,058,090	1,791,034	2,952,623
Surety and credit insurance	108,738	117,567	86,387
Other property insurance	577,049	539,888	(1,092,049)
Accident insurance	4,634,167	4,504,435	4,570,808
Typhoon, flood and earthquake insurance	590,482	816,148	1,370,475
Personal and commercial multiple peril insurance	612,847	489,421	504,718
Health insurance	1,106,192	873,574	(2,188,313)
Foreign business	729,508	749,528	802,800
Overseas subsidiaries	3,440,852	3,263,609	2,769,905
Total	**$ 48,629,125**	**44,892,223**	**41,602,980**

c) Claim development trend:

On both a gross basis before reinsurance and a net basis after reinsurance, the following tables present the development over time of Fubon Insurance's estimated cumulative claims. The tables illustrate how the total claims for each accident year of Fubon Insurance and its subsidiaries have developed over time and provide a reconciliation of the cumulative claims to the amounts reported in the balance sheet. All amounts have been translated at the closing exchange rates as of the reporting date.

i) Gross of reinsurance

1. Fubon Insurance

Unit: in thousands of NTD

	June 30, 2026							
	≦2019	2020	2021	2022	2023	2024	2025	2026
At the end of occurrence year	28,042,756	28,612,384	31,498,623	122,487,711	40,760,563	45,029,253	43,737,414	22,021,978
The first year	27,349,057	27,704,924	29,296,182	124,803,650	37,105,468	40,261,836	40,795,924	
The second year	26,639,657	27,414,188	29,021,641	125,096,584	36,567,740	38,986,952		
The third year	26,502,827	27,275,483	28,633,434	124,738,862	36,516,769			
The fourth year	26,483,971	27,016,726	28,599,008	124,705,450				
The fifth year	26,450,722	27,027,463	28,602,209					
The sixth year	26,522,344	27,025,106						
The seventh year	26,499,535							
Cumulative claims payments	26,115,748	26,772,514	28,150,465	122,641,284	34,621,085	33,699,822	26,922,905	5,339,105
Liability for incurred claims	383,787	252,592	451,744	2,064,166	1,895,684	5,287,130	13,873,019	16,682,873
Impact of discounting								(432,118)
Liability for Incurred Claims of direct business and assumed reinsurance								40,458,877

(Continued)

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	December 31, 2025						
	≦2019	2020	2021	2022	2023	2024	2025
At the end of occurrence year	28,042,756	28,612,384	31,498,623	122,487,711	40,760,563	45,029,253	43,737,414
The first year	27,349,057	27,704,924	29,296,182	124,803,650	37,105,468	40,261,836	
The second year	26,639,657	27,414,188	29,021,641	125,096,584	36,567,740		
The third year	26,502,827	27,275,483	28,633,434	124,738,862			
The fourth year	26,483,971	27,016,726	28,599,008				
The fifth year	26,450,722	27,027,463					
The sixth year	26,522,344						
Cumulative claims payments	26,098,938	26,722,105	28,003,149	121,998,602	34,196,331	30,541,114	18,057,463
Liability for incurred claims	423,406	305,358	595,859	2,740,260	2,371,409	9,720,722	25,679,951
Impact of discounting							(359,068)
Liability for Incurred Claims of direct business and assumed reinsurance							41,477,897

	June 30, 2025						
	≦2019	2020	2021	2022	2023	2024	2025
At the end of occurrence year	28,042,756	28,612,384	31,498,623	122,487,711	40,760,563	45,029,253	25,149,884
The first year	27,349,057	27,704,924	29,296,182	124,803,650	37,105,468	41,350,821	
The second year	26,639,657	27,414,188	29,021,641	125,096,584	36,311,030		
The third year	26,502,827	27,275,483	28,633,434	124,837,449			
The fourth year	26,483,971	27,016,726	28,606,388				
The fifth year	26,450,722	27,030,559					
The sixth year	26,554,654						
Cumulative claims payments	26,070,574	26,695,733	27,842,440	121,424,420	33,473,533	27,224,005	5,112,276
Liability for incurred claims	484,080	334,826	763,948	3,413,029	2,837,497	14,126,816	20,037,608
Impact of discounting							(466,085)
Liability for Incurred Claims of direct business and assumed reinsurance							41,531,719

(Continued)

2. Fubon Property and Casualty Insurance

	June 30, 2026				
	≦2022	2023	2024	2025	2026
At the end of occurrence year	2,898,162	2,493,912	2,494,985	2,938,100	1,653,990
The first year	2,292,086	2,260,817	2,103,331	2,735,063	
The second year	2,143,720	2,241,496	2,047,091		
The third year	2,127,883	2,197,261			
The fourth year	2,104,444				
Cumulative claims payments	2,047,014	2,077,984	1,866,772	2,021,502	516,299
Liability for incurred claims	57,430	119,277	180,319	713,561	1,137,691
Other LIC for the contracts originated					287,223
Impact of discounting					(21,047)
Liability for Incurred Claims of direct business and assumed reinsurance					2,474,454

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	December 31, 2025				
	≦2021	**2022**	**2023**	**2024**	**2025**
At the end of occurrence year	3,974,632	2,782,277	2,394,191	2,395,222	2,820,618
The first year	3,180,227	2,200,436	2,170,417	2,019,228	
The second year	3,009,370	2,058,002	2,151,868		
The third year	2,938,411	2,042,798			
The fourth year	2,946,411				
Cumulative claims payments	2,861,847	1,937,361	1,984,407	1,732,061	1,373,405
Liability for incurred claims	84,564	105,437	167,461	287,167	1,447,213
Other LIC for the contracts originated					313,258
Impact of discounting					(29,729)
Liability for Incurred Claims of direct business and assumed reinsurance					2,375,371

	June 30, 2025				
	≦2021	**2022**	**2023**	**2024**	**2025**
At the end of occurrence year	3,686,858	2,580,833	2,220,845	2,221,801	1,107,891
The first year	2,949,970	2,041,118	2,013,273	2,032,854	
The second year	2,791,483	1,908,997	2,011,371		
The third year	2,725,663	1,897,252			
The fourth year	2,737,449				
Cumulative claims payments	2,642,686	1,781,279	1,805,470	1,511,938	349,668
Liability for incurred claims	94,763	115,973	205,901	520,916	758,223
Other LIC for the contracts originated					350,528
Impact of discounting					(25,044)
Liability for Incurred Claims of direct business and assumed reinsurance					2,021,260

(Continued)

ii) Net of reinsurance

1. Fubon Insurance

	June 30, 2026							
	≦2019	2020	2021	2022	2023	2024	2025	2026
At the end of occurrence year	21,713,724	22,196,150	24,087,712	91,396,504	32,901,003	28,898,070	28,958,809	15,353,792
The first year	20,983,406	21,703,789	22,761,285	92,671,304	30,094,932	26,320,073	27,310,736	
The second year	20,702,429	21,499,033	22,582,107	92,435,324	29,775,609	25,369,778		
The third year	20,614,313	21,359,476	22,359,153	92,254,107	29,706,878			
The fourth year	20,616,699	21,300,942	22,307,862	92,341,199				
The fifth year	20,572,323	21,263,787	22,322,784					
The sixth year	20,567,562	21,285,032						
The seventh year	20,590,908							
Cumulative claims payments (net of reinsurance)	20,471,333	21,187,902	22,094,377	91,674,579	28,536,464	23,497,546	22,512,184	5,305,834
Liability for incurred claims (net of reinsurance)	119,575	97,130	228,407	666,620	1,170,414	1,872,232	4,798,552	10,047,958
Impact of discounting								(117,148)
Liability for Incurred Claims recognized in the balance sheet (net of reinsurance)								18,883,739

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	December 31, 2025						
	≦2019	2020	2021	2022	2023	2024	2025
At the end of occurrence year	21,713,724	22,196,150	24,087,712	91,396,504	32,901,003	28,898,070	28,958,809
The first year	20,983,406	21,703,789	22,761,285	92,671,304	30,094,932	26,320,073	
The second year	20,702,429	21,499,033	22,582,107	92,435,324	29,775,609		
The third year	20,614,313	21,359,476	22,359,153	92,254,107			
The fourth year	20,616,699	21,300,942	22,307,862				
The fifth year	20,572,323	21,263,787					
The sixth year	20,567,562						
Cumulative claims payments (net of reinsurance)	20,424,573	21,126,890	22,002,869	91,210,575	28,167,456	22,872,455	17,034,235
Liability for incurred claims (net of reinsurance)	142,989	136,897	304,993	1,043,532	1,608,153	3,447,618	11,924,574
Impact of discounting							(72,662)
Liability for Incurred Claims recognized in the balance sheet (net of reinsurance)							18,536,094

	June 30, 2025						
	≦2019	2020	2021	2022	2023	2024	2025
At the end of occurrence year	21,713,724	22,196,150	24,087,712	91,396,504	32,901,003	28,898,070	15,347,662
The first year	20,983,406	21,703,789	22,761,285	92,671,304	30,094,932	26,963,147	
The second year	20,702,429	21,499,033	22,582,107	92,435,324	29,650,840		
The third year	20,614,313	21,359,476	22,359,153	92,235,763			
The fourth year	20,616,699	21,300,942	22,312,337				
The fifth year	20,572,323	21,258,387					
The sixth year	20,584,119						
Cumulative claims payments (net of reinsurance)	20,411,412	21,086,952	21,902,533	91,009,078	29,142,641	24,928,878	5,063,204
Liability for incurred claims (net of reinsurance)	172,707	171,435	409,804	1,226,685	508,199	2,034,269	10,284,458
Impact of discounting							(67,907)
Liability for Incurred Claims recognized in the balance sheet (net of reinsurance)							14,739,650

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

2. Fubon Property and Casualty Insurance

	June 30, 2026				
	≦2022	**2023**	**2024**	**2025**	**2026**
At the end of occurrence year	2,327,353	1,886,020	1,936,379	2,530,757	1,481,965
The first year	1,946,963	1,860,501	1,705,359	2,458,714	
The second year	1,828,414	1,882,980	1,691,904		
The third year	1,830,028	1,857,435			
The fourth year	1,812,776				
Cumulative claims payments (net of reinsurance)	1,768,800	1,770,836	1,564,670	1,838,092	481,618
Liability for incurred claims (net of reinsurance)	43,976	86,599	127,234	620,622	1,000,347
Other LIC for the contracts originated (net of reinsurance)					19,335
Impact of discounting					(15,881)
Liability for Incurred Claims recognized in the balance sheet (net of reinsurance)					1,882,232

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	December 31, 2025				
	≦2021	2022	2023	2024	2025
At the end of occurrence year	2,936,608	2,234,292	1,810,606	1,858,952	2,429,563
The first year	2,457,121	1,869,113	1,786,108	1,637,169	
The second year	2,387,907	1,755,304	1,807,688		
The third year	2,318,362	1,756,853			
The fourth year	2,325,943				
Cumulative claims payments (net of reinsurance)	2,254,540	1,674,263	1,691,359	1,446,857	1,234,004
Liability for incurred claims (net of reinsurance)	71,403	82,590	116,329	190,312	1,195,559
Other LIC for the contracts originated (net of reinsurance)					70
Impact of discounting					(21,738)
Liability for Incurred Claims recognized in the balance sheet (net of reinsurance)					1,634,525

	June 30, 2025				
	≦2021	2022	2023	2024	2025
At the end of occurrence year	2,723,989	2,072,523	1,679,513	1,724,359	930,609
The first year	2,279,219	1,733,784	1,656,789	1,600,170	
The second year	2,215,016	1,628,215	1,684,446		
The third year	2,150,507	1,631,692			
The fourth year	2,158,926				
Cumulative claims payments (net of reinsurance)	2,085,595	1,542,939	1,537,649	1,246,113	314,333
Liability for incurred claims (net of reinsurance)	73,331	88,753	146,797	354,057	616,276
Other LIC for the contracts originated (net of reinsurance)					14,779
Impact of discounting					(17,206)
Liability for Incurred Claims recognized in the balance sheet (net of reinsurance)					1,276,787

(Continued)

3) Credit risk, liquidity risk and market risk

a) Credit risk

The credit risk of insurance contracts comes mainly from reinsurance business. That is, the reinsurers' default or bad financial condition which leads to the inability to pay the reinsurance claims. Reinsurance contracts are arranged in accordance with the " Regulations Governing Insurance Enterprises Engaging in Operating Reinsurance and Other Risk Spreading Mechanisms" . The reinsurers with whom Fubon Insurance and its subsidiaries reinsure are mostly reinsurers with better credit rating and qualify as authorized reinsurers. Relevant risk control procedures are also established to regularly keep track and monitor changes in the credit rating of reinsurers. For transactions with non-qualified reinsurers, in accordance with Article 13 of the same regulations, the following information is disclosed in the notes to the financial statements:

i) Summary of reinsurance contracts and the related ceding reinsurers

1. As of June 30, 2026, the major unqualified reinsurance counterparties are listed below:

a. AMERICAN INTERNATIONAL GROUP UK LTD.: The facultative reinsurance of engineering insurance.

b. SPACIOM LIMITED: The facultative reinsurance of commercial fire insurance.

c. MUTUAL INSURANCE ASSOCIATION MUNIS U.A.: The facultative reinsurance of marine insurance.

d. Trust International Insurance and Reinsurance CO. B.S.C. (C) TRUST RE: The treaty reinsurance of marine insurance.

e. EVERGREEN INSURANCE COMPANY LIMITED: The facultative reinsurance of new types of insurance.

f. RiverStone Insurance (UK) limited: The treaty reinsurance of engineering insurance.

2. As of December 31, 2025, the major unqualified reinsurance counterparties are listed below:

a. AMERICAN INTERNATIONAL GROUP UK LTD.: The facultative reinsurance of engineering insurance.

b. SPACIOM LIMITED: The facultative reinsurance of commercial fire insurance.

c. MUTUAL INSURANCE ASSOCIATION MUNIS U.A.: The facultative reinsurance of marine insurance.

d. Trust International Insurance and Reinsurance CO. B.S.C. (C) TRUST RE: The treaty reinsurance of marine insurance.

e. Likewize Corp.: The facultative reinsurance of new types of insurance.

f. RiverStone Insurance (UK) limited: The treaty reinsurance of engineering insurance.

g. EVERGREEN INSURANCE COMPANY LIMITED: The facultative reinsurance for automobile insurance.

3. As of June 30, 2025, the major unqualified reinsurance counterparties are listed below:

a. AMERICAN INTERNATIONAL GROUP UK LTD.: The facultative reinsurance of engineering insurance.

b. SPACIOM LIMITED: The facultative reinsurance of commercial fire insurance.

c. Asia Capital Reinsurance Group Pte Ltd.: The facultative reinsurance of marine insurance.

d. Trust International Insurance and Reinsurance CO. B.S.C. (C) TRUST RE: The treaty reinsurance of marine insurance.

e. Likewize Corp.: The facultative reinsurance of new types of insurance.

f. RiverStone Insurance (UK) limited: The treaty reinsurance of engineering insurance.

g. EVERGREEN INSURANCE COMPANY LIMITED: The facultative reinsurance for automobile insurance.

4. The following tables set out information on the credit quality of reinsurance contract assets (the impact of including subsidiaries in the consolidated disclosures has been assessed as immaterial; therefore, no separate disclosure for subsidiary data is presented):

	June 30, 2026	December 31, 2025	June 30, 2025
AAA	$ 1,179,628	1,687,010	1,577,929
AA	9,908,607	10,145,089	6,981,208
A	12,439,242	13,544,573	18,885,295
BBB	594,205	630,445	1,398,066
Others	1,350,004	1,004,861	1,809,659
	$ 25,471,686	**27,011,978**	**30,652,157**

(Continued)

ii) Sensitivity analysis of changes in default risk assumptions (excluding contracts measured under the Premium Allocation Approach)

The following table shows the impact on the carrying amounts of reinsurance contract assets (liabilities) held by Fubon Insurance and its subsidiaries as of the reporting date, resulting from reasonably possible changes in the reinsurer's default risk.

	June 30, 2026	December 31, 2025	June 30, 2025
Non-performance risk increase of 5%	$ -	(378)	(121)
Non-performance risk decrease of 5%	-	378	121

b) Liquidity risk

Insurance contracts which Fubon Insurance and its subsidiaries undertake are mostly policies that expire within 1 year. The liquidity risk from insurance contracts depends on whether Fubon Insurance and its subsidiaries' assets are able to cover significant claims in time when material claims occur. Therefore, Fubon Insurance and its subsidiaries currently regularly review the liquidity risk management indicators to ensure that cash and cash equivalents, and realizable assets are greater than the liquidity risk limit to avoid liquidity shortages.

A separate maturity analysis is provided for portfolios of insurance contracts issued that are liabilities and portfolios of reinsurance contracts held that are liabilities, presenting the net cash flows of each portfolio by year for at least five years from the reporting date and in aggregate for periods thereafter exceeding five years (the impact of including subsidiaries in the consolidated disclosures has been assessed as immaterial; therefore, no separate disclosure for subsidiary data is presented).

	Subsequent years after the reporting date						
June 30, 2026	1 year	2 year	3 year	4 year	5 year	>6 year	Total
Reinsurance contract liabilities	$ 227,060	177,192	38,374	20,067	11,528	10,455	484,676
Insurance contract liabilities	$ 26,745,764	9,102,701	1,040,960	356,271	215,981	271,013	37,732,690

	Subsequent years after the reporting date						
December 31, 2025	1 year	2 year	3 year	4 year	5 year	>6 year	Total
Reinsurance contract liabilities	$ 192,653	104,521	57,589	6,505	7,614	8,658	377,540
Insurance contract liabilities	$ 27,253,625	7,630,235	2,330,942	(145,196)	174,232	337,726	37,581,564

	Subsequent years after the reporting date						
June 30, 2025	1 year	2 year	3 year	4 year	5 year	>6 year	Total
Reinsurance contract liabilities	$ 6,624	5,165	1,728	377	187	285	14,366
Insurance contract liabilities	$ 26,417,064	10,102,372	1,758,089	(33,277)	43,901	357,818	38,645,967

c) Market risk

The market risk of insurance contracts arises mainly from the reserves provided for these insurance contracts, such as fluctuation of market interest rate.

In accordance with the " Regulations Governing the Setting Aside of Various Reserves by Insurance Enterprises" ,the reserves recognized by Fubon Insurance and its subsidiaries comprise reserves established based on insurance contract liabilities measured in accordance with IFRS 17, as well as other reserves established based on the nature of the business. Among these, other reserves established based on the nature of the business (such as special reserves for major incidents and risk fluctuations) are not calculated using a discounting approach; accordingly, they are not affected by changes in market interest rates.

(ai) Financial risk management

(i) Risk management organization structure

The Company has established a sound risk management organization framework. The Board of Directors is responsible for overseeing the Company' s governance in building solid risk management system and control mechanism to ensure the effectiveness of risk management operations, approving the Company's risk management policies and regulations, and reviewing important risk management reports. The Audit and Risk Management Committee assists the Board of Directors in overseeing the Company's risk management and control issues. The Risk Management Executive Committee, which is subordinate to the Chairman of the Board of Directors, reviews the Company' s risk management strategy, structure, systems and policies, and oversees the Company and its subsidiaries' overall risks including credit risk, market risk, operational risk, insurance risk, liquidity risk, asset liability risk, capital adequacy, reputation risk, emerging risk and climate change, etc. Personal Data Protection Committee, which is subordinate to the Risk Management Executive Committee, oversees the Company and its subsidiaries' protection of important personal information to strengthen the management of personal information protection.

(ii) Risk management policies

The Company has employed comprehensive risk management policies in respect of credit risk, market risk, operational risk, insurance risk, liquidity risk, asset liability risk, capital adequacy risk, reputation risk, emerging risk, climate change, etc., implemented by all units and subsidiaries across the Company and its subsidiaries to effectively identify, evaluate, response, monitor and report various risks respectively. The Company adopts three lines of defense risk management system to implement comprehensive risk management.

A full set of risk limits, loss limits and trading delegation limits, risk exposure evaluation and monitoring measurements by quantitative and qualitative methods as well as early warning systems have been all in place in line with risk attributes to proactively monitor and manage various major risks.

(iii) Credit Risk

Major subsidiaries are listed separately as follows:

1) Taipei Fubon Bank (The Bank) and its subsidiaries

a) Credit risk definitions and sources

Taipei Fubon Bank (The Bank)

Credit risk refers to the risk of losses caused by borrowers, debtors, or counterparties' failure to fulfill their contractual obligations due to deteriorating financial position or other factors. It arises principally from business like discounts and loans, credit card business, due from and call loan to banks, debt investment and derivatives etc., and also from off-balance sheet products such as guarantee, acceptance, letters of credit and other commitments.

Fubon Bank (China)

Credit risk faced by Fubon Bank (China) mainly comes from commercial lending (including mortgage, discounts, negotiations, credits, acceptance bills, issued letters of credit, standby letters of credit, bank guarantees, etc.), financial derivative contracts, and securities investments.

b) Strategy, objectives, policies and procedures

Taipei Fubon Bank (The Bank)

The Bank has established solid credit risk policies and procedures. A robust credit risk strategy taking into account of economic environment, industry sector and financial sector as well as corporate business plan is in place. The Bank pursues the optimization of risks and rewards. Comprehensive credit risk management systems and tools have been deployed effectively to identify, evaluate, manage and monitor credit risks including default, counterparty and concentration risks.

Fubon Bank (China)

The credit risk management strategy of Fubon Bank (China) effectively conducts risk control through a comprehensive credit risk management (CRMS) system under the guidance of the Board' s risk appetite, taking into consideration the international economic development and regional industry trends. The CRMS system covers the implementation of risk management policies on credit management regulation, credit approvals, post-loan policies, etc. Fubon Bank (China)'s risk management goal is toward credit asset protection, realization of the optimal ratio of risk and revenue by using credit risk management tools to manage expected losses effectively. The credit risk management procedures include identification, measurement, monitor and control of credit risk.

c) Credit risk management framework

Taipei Fubon Bank (The Bank)

i) To strengthen the Bank's credit risk management function, under the supervision of the Board of Directors, the Bank has established the Risk Management Executive Committee, which is composed of senior management and chaired by the Chairman or the supervisor assigned by the Chairman, to examine credit risk policies and quotas and to monitor the changes of the Bank' s significant credit risk information and the qualification status of quotas.

ii) To enhance the independence of credit risk management, the Bank has established the Risk Management Division, which is responsible for measuring the Bank' s risk exposure, monitoring risk limits, reporting, and coordinating the development of the mechanism for managing credit risk.

iii) Under the Chief Risk Officer, there are legal, personal credit risk and debt management units which are responsible for performing credit investigation, credit review, post-loan management, collection and credit management.

iv) The Bank has established an Institutional Credit Review Committee, and a Retail Credit Review Committee respectively to review credit above a certain limit to strengthen control over cases involving large credit amounts.

v) The Audit Department, which is under the supervision of the Board of Directors, examines the effectiveness of internal control functions independently.

Fubon Bank (China)

The credit risk management of Fubon Bank (China) is based on its comprehensive risk management system. The Risk Department is responsible for identifying, quantifying, managing, controlling and reporting credit risk.

d) Credit risk measurement, control and reporting

Taipei Fubon Bank (The Bank)

The Bank has established credit risk measurements and control procedures including underwriting, risk rating, limit control, account maintenance, pre-settlement limit control and collection management systems, which enable the Bank to manage limit controls on country risk, single legal entity and group concentration risk and industry concentration risk effectively. The above monitoring results are regularly reported to senior management and documented in written risk management reports, which are submitted quarterly to the board of directors and its committees.

The Bank regularly performs stress testing based on the guideline issued by the Financial Supervisory Commission. Implementing the framework and methodology for statutory stress testing of credit risk and developing advanced stress testing with reference to relevant IRB specifications. The Bank continues to enhance scenario analysis and stress testing to provide senior management with an assessment of risk tolerance and capital adequacy, as well as to provide a sound basis for credit portfolio management.

The Bank has completed risk data warehousing system, risk-weighted asset calculation system, and internal risk rating system. The development and revision of score cards and rating models are validated by regular monitoring of the model performance and stability.

Fubon Bank (China)

The credit risk control procedures includes credit policy development, credit approval, early warning and collection. Credit risk supervision includes the regular follow-up of high-risk cases, exposure limit control of country risk, and customer credit grading management; financial assets classification and other monthly monitoring include the industry concentration and the concentration of a single client / group clients and their affiliated parties.

Fubon Bank (China) regularly performs portfolio stress test based on the actual status of the credit portfolio. The stress test results, including changes in results due to differences in risk triggers, will be reported at the board meeting and serve as the reference for risk management and decision-making.

The credit management system of Fubon Bank (China) has modules for credit approval, loan ledger management, collateral information maintenance, customer grading management and five-category asset classification for bank loans. The system can support credit risk management effectively.

e) Control mechanism for credit risk hedging or risk reduction

Taipei Fubon Bank (The Bank)

The Bank has established sophisticated limits in controlling concentration risks on credit, securities investment and counterparty exposures. Risk rating is assessed for each borrower based on stringent evaluation of obligor risk and facility risk. Furthermore, the Bank has set a centralized approval process. Appropriate collaterals are required based on borrowers' financials and debt service capabilities to mitigate credit risk.

Fubon Bank (China)

Fubon Bank (China) adheres to the principle of "separation of credit review and authorization by layers" in the credit approval process. Based on factors such as the risk rating of credit customers and the risk of debts, different authorization limits are set for approval personnel at each level. For corporate, banking and financial market credit businesses, a dual-line approval mechanism is implemented between the business end and the review end, while personal credit business is approved by the review end alone. Additionally, appropriate collateral is solicited to enhance collateral mitigation functions based on the risk status of credit cases. Regular reviews and analyses of credit asset portfolios are conducted from multiple dimensions such as industry, product, collateral type, and risk status. Furthermore, continuous monitoring and management are carried out according to post-lending management and early warning mechanisms.

f) The determination of significant increase in credit risk after initial recognition

i) Credit assets

On each reporting date, the Bank and its subsidiaries assess the change in the default risk of discounts and loans, receivables, loan commitments, as well as other credit assets during existing period to determine whether the credit risk has increased significantly since initial recognition. To make this assessment, the Bank and its subsidiaries, based on the internal credit risk management objectives, make risk segments by classifying financial assets according to the debtors' internal ratings, overdue conditions, and the region where the collateral is located, as well as considering reasonable and corroborative information that shows the credit risk has increased significantly since initial recognition (including forward-looking information). The main indicators are as follows:

1. The financial assets are overdue for more than 30 days;

2. The debtor's internal or external rating is significantly degraded;

3. The credit risk of any product held by the same debtor has increased significantly;

4. The existing or expected adverse changes in the operating, financial or economic conditions that are expected to result in a significant change in the borrower's ability to perform obligations;

5. Actual or expected significant changes in the borrower' s operating results.

ii) Debt investments

On each reporting date, the Bank and its subsidiaries assess the change in the default risk of debt investments measured at amortized cost and debt investments measured at fair value through other comprehensive income during existing period to determine whether the credit risk has increased significantly since initial recognition. To make this assessment, the Bank and its subsidiaries consider each reasonable and corroborative information that shows the credit risk has increased significantly since initial recognition (including forward-looking information). The main indicators are as follows:

1. Significant changes in the internal and external ratings of the financial assets or the debtor;

2. The fair value of financial assets is significantly lower than its amortized cost;

3. The existing or expected adverse changes in the operating, financial or economic conditions that are expected to result in a significant change in the borrower's ability to perform obligations;

4. Actual or expected significant changes in the borrower' s operating results;

5. The credit risk of other financial instruments of the same borrower has increased significantly.

If it is unable to identify whether the credit risk of financial assets has increased significantly after the initial recognition, except for those with low credit risk on the reporting date, lifetime ECLs is applied.

If the financial instrument is rated investment grade and the default risk is low, it is considered to have low credit risk on the reporting date.

g) Definitions for default and credit impairment of financial assets

i) Credit assets

The Bank and its subsidiaries use the same definitions for default and credit impairment of financial assets. If one or more of the following conditions are met, The Bank and its subsidiaries determine that the financial assets are defaulted and credit-impaired:

1. Financial assets are overdue for more than 90 days;

2. Financial assets are recognized as overdue loans or bad debts;

3. The debtor or the issuer occurs financial difficulties;

4. The debt contract terms are modified due to the debtor' s financial difficulties;

5. The debtor has filed for bankruptcy or is likely to file for bankruptcy;

6. The debtor has reorganized or is likely to reorganize;

7. The financial assets are originated credit-impaired.

The aforementioned definitions apply to the credit assets held by the Bank and its subsidiaries, and are consistent with the definitions used for internal credit risk management of relevant financial assets and applied to related impairment assessment models.

If a financial asset no longer meets the definitions for default and credit impairment on the reporting date, it is deemed to return to the state of compliance and is no longer considered defaulted and credit-impaired.

ii) Debt investments

If one or more of the following conditions are met, the Bank and its subsidiary determined that the financial assets are defaulted and credit-impaired:

1. Principal and interest repayment of the financial assets is not in accordance with the issuing conditions;

2. The issuer occurs financial difficulties;

3. The issuer has filed for bankruptcy or is likely to file for bankruptcy;

4. The issuer has reorganized or is likely to reorganize;

5. The financial assets are originated credit-impaired.

The aforementioned definitions apply to the debt investments held by the Bank and its subsidiary, and are consistent with the definitions used for internal credit risk management of relevant financial assets and applied to related impairment assessment models.

If a financial asset no longer meets the definitions for default and credit impairment on the reporting date, it is deemed to return to the state of compliance and is no longer considered defaulted and credit-impaired.

h) Write-off policies

If one the following events occurs, non-performing loans and overdue receivables shall be recognized as bad debts after deducting the recoverable portion.

i) The loan cannot be recovered in full or in part because the debtor has dissolved, gone into hiding, reached a settlement, declared bankruptcy, or for other reasons.

ii) The collateral and the property of the primary/subordinate debtor have been appraised at a very low value or become insufficient to repay the loan after the subtraction of senior mortgages; or the execution cost approaches or possibly exceeds the amount that the Bank and its subsidiaries might collect where there is no financial benefit in execution.

iii) The primary/subordinate debtor' s collateral has failed to sell at successive auctions where the price of such collateral has been successively lowered, and there is no financial benefit to be derived from the bank's taking possession of such collateral.

iv) Non-performing loans and overdue receivables remain uncollected for two years after the due date.

Write-off financial assets held by the Bank and its subsidiaries might have recourse activities in progress and continually conduct recourse procedures in accordance with related policies.

i) Assessment of expected credit loss

i) Credit assets

For the assessment of expected credit loss, the Bank and its subsidiaries divide credit assets into different groups by the borrower' s credit risk characteristics, including industry, credit risk rating, overdue status and collaterals, to correspond with different risk parameters.

The Bank and its subsidiaries adopt the 12-months ECLs to evaluate the loss allowance of financial instruments whose credit risk does not increase significantly since initial recognition, and adopt the lifetime ECLs to evaluate the loss allowance of financial instruments whose credit risk has increased significantly since initial recognition or of that are credit-impaired.

The Bank and its subsidiaries consider both the 12-month and lifetime probability of default (" PD") of the borrower with the loss given default ("LGD"), multiplying, the exposure at default ("EAD"), as well as the impact of time value, to calculate the 12-month ECLs and lifetime ECLs, respectively.

"PD" refers to the borrower's probability to default and "LGD" refers to losses caused by the default. The Bank and its subsidiaries apply the "PD" and "LGD" to the credit business according to each group's historical information (such as credit loss experience) from internal statistical data, and adjust historical data based on current observable and forward-looking macroeconomic information.

The Bank takes into account the forward-looking information, such as the industry prospect, estimated financial status, and corporate potential, for each case's internal rating when reviewing the credit business. One of the abovementioned indicators that shows the credit risk of credit assets has increased significantly is the internal rating change. In addition, the assessment of expected credit loss is based on the credit risk group and related parameters.

Fubon Bank (China) assesses the domestic and foreign macroeconomic environment, and the related external banking environment and calculates the weighted scores as the forward-looking information for the PD calculation.

The Bank and its subsidiaries evaluate "EAD" with the carrying amount and interest receivables of financial assets. Estimations of the 12-month ECLs and lifetime ECLs of loan commitments are based on the "Guidelines for IFRS9 Impairment Assessment Methodology" issued by the Bankers Association. The off-balance sheet exposure items adopt the standard of credit conversion factor from "Guidelines for the calculation of bank's regulatory capital and risk weighted assets－Credit Risk Standardized Approach". The credit conversion factor is used to calculate the portion of the loan commitments expected to be used within 12 months after the reporting date and within expected lifetime, in order to determine the amount of "EAD" for calculating expected credit losses.

ii) Debt investments

The Bank and its subsidiaries adopt the 12-months ECLs to evaluate the loss allowance of financial instruments whose credit risk does not increase significantly since initial recognition, and adopt the lifetime ECLs to evaluate the loss allowance of financial instruments whose credit risk has increased significantly since initial recognition or of that are credit-impaired.

The Bank and its subsidiaries consider both the 12-month and lifetime probability of default ("PD") of the issuer with the loss given default ("LGD"), multiplying, the exposure at default ("EAD"), as well as the impact of time value, to calculate the 12-month ECLs and lifetime ECLs, respectively.

Probability of default and recovery rate are calculated based on probability of default and loss given default regularly announced by external credit rating agencies. As the international credit rating agencies have considered the forward-looking information when assessing credit ratings. The Bank considers the forward-looking information to be appropriate and also observes and periodically updates the changes in parameters. "EAD" is evaluated by the carrying amount and interest receivables of financial assets. Amortized cost of each future period is calculated by lifetime exposure on straight-line basis.

j) Changes in gross carring amount and expected credit losses

i) Financial assets measured at fair value through other comprehensive income －debt instruments

Total carrying value

	For the six months ended June 30, 2026					
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Total
Beginning balance	$ 352,793,669	-	1,306,811	1,222,051	22,775	355,345,306
Changes due to recognition of financial instruments at beginning:						
－Derecognition of financial assets at current period	(116,573,560)	-	-	-	-	(116,573,560)
Originated or purchased new financial assets	100,308,051	-	15,297	-	-	100,323,348
Effects of exchange rate changes and others	4,381,883	-	54,677	18,703	213	4,455,476
Ending balance	**$ 340,910,043**	**-**	**1,376,785**	**1,240,754**	**22,988**	**343,550,570**

	For the six months ended June 30, 2025					
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Total
Beginning balance	$ 322,375,293	-	1,683,323	863,015	23,137	324,944,768
Changes due to recognition of financial instruments at beginning:						
－Derecognition of financial assets at current period	(110,112,278)	-	(163,312)	-	-	(110,275,590)
Originated or purchased new financial assets	149,560,781	-	160,186	-	-	149,720,967
Effects of exchange rate changes and others	(17,168,160)	-	(109,093)	(60,465)	(1,621)	(17,339,339)
Ending balance	**$ 344,655,636**	**-**	**1,571,104**	**802,550**	**21,516**	**347,050,806**

Expected credit losses

	For the six months ended June 30, 2026							
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Amount of impairment recorded in accordance with IFRS 9	Impairment difference recognized in accordance with the regulations	Total
Beginning balance	$ 80,626	-	297,536	953,023	18,094	1,349,279	-	1,349,279
Changes due to recognition of financial instruments at beginning:								
－Derecognition of financial assets at current period	(22,106)	-	-	-	-	(22,106)	-	(22,106)
Originated or purchased new financial assets	32,625	-	261	-	-	32,886	-	32,886
Impairment difference recognized in accordance with "Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Non-performing/Nonaccrual Loans"	-	-	-	-	-	-	-	-
Effects of exchange rate changes and others	(9,860)	-	17,287	72,738	1,051	81,216	-	81,216
Ending balance	**$ 81,285**	**-**	**315,084**	**1,025,761**	**19,145**	**1,441,275**	**-**	**1,441,275**

	For the six months ended June 30, 2025							
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Amount of impairment recorded in accordance with IFRS 9	Impairment difference recognized in accordance with the regulations	Total
Beginning balance	$ 124,254	-	287,925	473,139	14,090	899,408	-	899,408
Changes due to recognition of financial instruments at beginning:								
－Derecognition of financial assets at current period	(58,056)	-	(80,467)	-	-	(138,523)	-	(138,523)
Originated or purchased new financial assets	163,218	-	79,209	-	-	242,427	-	242,427
Impairment difference recognized in accordance with "Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Non-performing/Nonaccrual Loans"	-	-	-	-	-	-	35,081	35,081
Effects of exchange rate changes and others	(12,101)	-	(7,378)	293,614	4,464	278,599	-	278,599
Ending balance	**$ 217,315**	**-**	**279,289**	**766,753**	**18,554**	**1,281,911**	**35,081**	**1,316,992**

ii) Debt investments measured at amortized cost

Total carrying value

	For the six months ended June 30, 2026					
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Total
Beginning balance	$ 953,430,246	-	9,847,035	-	-	963,277,281
Changes due to recognition of financial instruments at beginning:						
－Derecognition of financial assets at current period	(244,109,293)	-	(1,118,197)	-	-	(245,227,490)
Originated or purchased new financial assets	244,227,594	-	13,295	-	-	244,240,889
Effects of exchange rate changes and others	12,028,657	-	105,220	-	-	12,133,877
Ending balance	**$ 965,577,204**	**-**	**8,847,353**	**-**	**-**	**974,424,557**

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
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	For the six months ended June 30, 2025					
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Total
Beginning balance	$ 875,682,150	-	12,328,252	-	-	888,010,402
Changes due to recognition of financial instruments at beginning:						
－Derecognition of financial assets at current period	(269,716,196)	-	(1,395,462)	-	-	(271,111,658)
Originated or purchased new financial assets	263,836,424	-	11,752	-	-	263,848,176
Effects of exchange rate changes and others	(36,736,116)	-	(945,017)	-	-	(37,681,133)
Ending balance	**$ 833,066,262**	**-**	**9,999,525**	**-**	**-**	**843,065,787**

Expected credit losses

	For the six months ended June 30, 2026							
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Amount of impairment recorded in accordance with IFRS 9	Impairment difference recognized in accordance with the regulations	Total
Beginning balance	$ 216,902	-	341,395	-	-	558,297	-	558,297
Changes due to recognition of financial instruments at beginning:								
－Derecognition of financial assets at current period	(8,981)	-	(74,330)	-	-	(83,311)	-	(83,311)
Originated or purchased new financial assets	17,845	-	360	-	-	18,205	-	18,205
Impairment difference recognized in accordance with "Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Non-performing/Nonaccrual Loans"	-	-	-	-	-	-	-	-
Effects of exchange rate changes and others	(53,451)	-	3,261	-	-	(50,190)	-	(50,190)
Ending balance	**$ 172,315**	**-**	**270,686**	**-**	**-**	**443,001**	**-**	**443,001**

	For the six months ended June 30, 2025							
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Amount of impairment recorded in accordance with IFRS 9	Impairment difference recognized in accordance with the regulations	Total
Beginning balance	$ 218,986	-	385,200	-	-	604,186	-	604,186
Changes due to recognition of financial instruments at beginning:								
－Derecognition of financial assets at current period	(15,361)	-	(13,614)	-	-	(28,975)	-	(28,975)
Originated or purchased new financial assets	31,430	-	318	-	-	31,748	-	31,748
Impairment difference recognized in accordance with "Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Non-performing/Nonaccrual Loans"	-	-	-	-	-	-	-	-
Effects of exchange rate changes and others	(28,156)	-	(32,407)	-	-	(60,563)	-	(60,563)
Ending balance	**$ 206,899**	**-**	**339,497**	**-**	**-**	**546,396**	**-**	**546,396**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

iii) Receivables

Total carrying value

	For the six months ended June 30, 2026					
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Total
Beginning balance	$ 148,223,810	3,587,784	-	766,576	-	152,578,170
Changes due to recognition of financial instruments at beginning:						
－Transfer to lifetime ECLs	(1,681,877)	1,682,542	-	(665)	-	-
－Transfer to credit-impaired financial assets	(122,997)	(254,438)	-	377,435	-	-
－Transfer to 12-month ECLs	1,051,158	(1,050,795)	-	(363)	-	-
－Derecognition of financial assets at current period	(85,827,824)	(1,079,793)	-	(443,071)	-	(87,350,688)
Originated or purchased new financial assets	102,382,437	710,133	-	109,024	-	103,201,594
Write-off	-	-	-	(12,808)	-	(12,808)
Effects of exchange rate changes and others	753,246	2,503	-	-	-	755,749
Ending balance	**$ 164,777,953**	**3,597,936**	**-**	**796,128**	**-**	**169,172,017**

Note: Included only acceptances, accounts receivable－factoring and credit card receivables.

	For the six months ended June 30, 2025					
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Total
Beginning balance	$ 162,378,386	3,976,071	-	727,675	-	167,082,132
Changes due to recognition of financial instruments at beginning:						
－Transfer to lifetime ECLs	(1,780,504)	1,781,027	-	(523)	-	-
－Transfer to credit-impaired financial assets	(157,181)	(285,191)	-	442,372	-	-
－Transfer to 12-month ECLs	990,498	(990,233)	-	(265)	-	-
－Derecognition of financial assets at current period	(96,681,619)	(1,790,046)	-	(497,375)	-	(98,969,040)
Originated or purchased new financial assets	80,807,681	638,594	-	99,285	-	81,545,560
Write-off	-	-	-	(14,062)	-	(14,062)
Effects of exchange rate changes and others	(1,870,876)	(9,658)	-	(1,303)	-	(1,881,837)
Ending balance	**$ 143,686,385**	**3,320,564**	**-**	**755,804**	**-**	**147,762,753**

Note: Included only acceptances, accounts receivable－factoring and credit card receivables.

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Expected credit losses

	For the six months ended June 30, 2026							
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Amount of impairment recorded in accordance with IFRS 9	Impairment difference recognized in accordance with the regulations	Total
Beginning balance	$ 562,597	516,311	92,351	228,718	-	1,399,977	180,034	1,580,011
Changes due to recognition of financial instruments at beginning:								
—Transfer to lifetime ECLs	(37,699)	38,551	-	(852)	-	-	-	-
—Transfer to credit-impaired financial assets	(4,484)	(79,927)	-	84,411	-	-	-	-
—Transfer to 12-month ECLs	132,010	(131,641)	-	(369)	-	-	-	-
—Derecognition of financial assets at current period	(310,430)	(100,026)	(53,607)	(51,094)	-	(515,157)	-	(515,157)
Originated or purchased new financial assets	235,294	110,175	90,801	99,612	-	535,882	-	535,882
Impairment difference recognized in accordance with "Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Non-performing/Nonaccrual Loans"	-	-	-	-	-	-	5,486	5,486
Write-off	-	-	-	(23,511)	-	(23,511)	-	(23,511)
Effects of exchange rate changes and others	8,776	211,138	3,048	(46,014)	-	176,948	-	176,948
Ending balance	**$ 586,064**	**564,581**	**132,593**	**290,901**	**-**	**1,574,139**	**185,520**	**1,759,659**

	For the six months ended June 30, 2025							
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Amount of impairment recorded in accordance with IFRS 9	Impairment difference recognized in accordance with the regulations	Total
Beginning balance	$ 619,738	518,888	40,599	257,276	2,254	1,438,755	320,855	1,759,610
Changes due to recognition of financial instruments at beginning:								
—Transfer to lifetime ECLs	(38,439)	39,074	-	(635)	-	-	-	-
—Transfer to credit-impaired financial assets	(43,958)	(192,391)	20,578	215,771	-	-	-	-
—Transfer to 12-month ECLs	99,289	(98,914)	-	(375)	-	-	-	-
—Derecognition of financial assets at current period	(411,886)	(88,602)	(15,273)	(201,297)	(19)	(717,077)	-	(717,077)
Originated or purchased new financial assets	201,616	85,196	25,096	29,454	-	341,362	-	341,362
Impairment difference recognized in accordance with "Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Non-performing/Nonaccrual Loans"	-	-	-	-	-	-	(91,230)	(91,230)
Write-off	-	-	(27,813)	(26,312)	-	(54,125)	-	(54,125)
Effects of exchange rate changes and others	68,239	185,976	6,987	(61,579)	(148)	199,475	-	199,475
Ending balance	**$ 494,599**	**449,227**	**50,174**	**212,303**	**2,087**	**1,208,390**	**229,625**	**1,438,015**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

iv) Discounts and loans

Total carrying value

	For the six months ended June 30, 2026					
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Total
Beginning balance	$ 2,826,155,610	44,080,023	-	13,077,261	-	2,883,312,894
Changes due to recognition of financial instruments at beginning:						
－Transfer to lifetime ECLs	(15,774,669)	15,924,788	-	(150,119)	-	-
－Transfer to credit-impaired financial assets	(1,262,523)	(955,635)	-	2,218,158	-	-
－Transfer to 12-month ECLs	5,899,416	(5,835,807)	-	(63,609)	-	-
－Derecognition of financial assets at current period	(706,999,581)	(15,869,663)	-	(2,281,169)	-	(725,150,413)
Originated or purchased new financial assets	945,205,725	14,094,242	-	2,690,184	-	961,990,151
Write-off	-	-	-	(1,348,768)	-	(1,348,768)
Effects of exchange rate changes and others	19,445,535	(2,792,187)	-	120,048	-	16,773,396
Ending balance	**$ 3,072,669,513**	**48,645,761**	**-**	**14,261,986**	**-**	**3,135,577,260**

	For the six months ended June 30, 2025					
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Total
Beginning balance	$ 2,528,938,874	37,134,867	-	10,082,011	-	2,576,155,752
Changes due to recognition of financial instruments at beginning:						
－Transfer to lifetime ECLs	(12,147,871)	12,217,730	-	(69,859)	-	-
－Transfer to credit-impaired financial assets	(1,497,407)	(2,130,441)	-	3,627,848	-	-
－Transfer to 12-month ECLs	4,806,319	(4,695,184)	-	(111,135)	-	-
－Derecognition of financial assets at current period	(652,104,353)	(12,260,896)	-	(1,270,137)	-	(665,635,386)
Originated or purchased new financial assets	772,605,364	13,955,776	-	1,152,566	-	787,713,706
Write-off	-	-	-	(2,057,003)	-	(2,057,003)
Effects of exchange rate changes and others	(30,001,022)	(3,035,321)	-	(307,397)	-	(33,343,740)
Ending balance	**$ 2,610,599,904**	**41,186,531**	**-**	**11,046,894**	**-**	**2,662,833,329**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Expected credit losses

	For the six months ended June 30, 2026							
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Amount of impairment recorded in accordance with IFRS 9	Impairment difference recognized in accordance with the regulations	Total
Beginning balance	$ 6,308,891	1,502,537	-	4,530,840	-	12,342,268	25,704,736	38,047,004
Changes due to recognition of financial instruments at beginning:								
—Transfer to lifetime ECLs	(73,696)	105,300	-	(31,604)	-	-	-	-
—Transfer to credit-impaired financial assets	(20,618)	(208,884)	-	229,502	-	-	-	-
—Transfer to 12-month ECLs	314,374	(300,627)	-	(13,747)	-	-	-	-
—Derecognition of financial assets at current period	(1,625,443)	(154,644)	-	(263,970)	-	(2,044,057)	-	(2,044,057)
Originated or purchased new financial assets	1,806,149	180,309	-	1,332,882	-	3,319,340	-	3,319,340
Impairment difference recognized in accordance with "Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Non-performing/Nonaccrual Loans"	-	-	-	-	-	-	1,919,943	1,919,943
Write-off	-	-	-	(1,348,768)	-	(1,348,768)	-	(1,348,768)
Recovery from write-off	-	-	-	430,306	-	430,306	-	430,306
Effects of exchange rate changes and others	(896,140)	511,691	-	620,815	-	236,366	-	236,366
Ending balance	**$ 5,813,517**	**1,635,682**	**-**	**5,486,256**	**-**	**12,935,455**	**27,624,679**	**40,560,134**

	For the six months ended June 30, 2025							
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Amount of impairment recorded in accordance with IFRS 9	Impairment difference recognized in accordance with the regulations	Total
Beginning balance	$ 4,775,679	1,868,450	-	4,255,774	-	10,899,903	24,361,681	35,261,584
Changes due to recognition of financial instruments at beginning:								
—Transfer to lifetime ECLs	(40,265)	54,653	-	(14,388)	-	-	-	-
—Transfer to credit-impaired financial assets	(10,679)	(872,605)	-	883,284	-	-	-	-
—Transfer to 12-month ECLs	227,130	(177,395)	-	(49,735)	-	-	-	-
—Derecognition of financial assets at current period	(1,462,479)	(127,806)	-	(242,073)	-	(1,832,358)	-	(1,832,358)
Originated or purchased new financial assets	2,016,349	225,617	-	785,485	-	3,027,451	-	3,027,451
Impairment difference recognized in accordance with "Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Non-performing/Nonaccrual Loans"	-	-	-	-	-	-	524,680	524,680
Write-off	-	-	-	(2,057,003)	-	(2,057,003)	-	(2,057,003)
Recovery from write-off	-	-	-	326,815	-	326,815	-	326,815
Effects of exchange rate changes and others	(334)	443,880	-	268,047	-	711,593	-	711,593
Ending balance	**$ 5,505,401**	**1,414,794**	**-**	**4,156,206**	**-**	**11,076,401**	**24,886,361**	**35,962,762**

(Continued)

v) Other financial assets

Total carrying value

	For the six months ended June 30, 2026					
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Total
Beginning balance	$ 13,281,079	-	-	888,138	-	14,169,217
Changes due to recognition of financial instruments at beginning:						
－Derecognition of financial assets at current period	(6,638,428)	-	-	(172,258)	-	(6,810,686)
Originated or purchased new financial assets	18,876,774	-	-	935,110	-	19,811,884
Write-off	-	-	-	(684,202)	-	(684,202)
Effects of exchange rate changes and others	192,612	-	-	20,078	-	212,690
Ending balance	**$ 25,712,037**	**-**	**-**	**986,866**	**-**	**26,698,903**

	For the six months ended June 30, 2025					
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Total
Beginning balance	$ 25,191,579	-	-	282,422	-	25,474,001
Changes due to recognition of financial instruments at beginning:						
－Derecognition of financial assets at current period	(10,302,497)	-	-	(30,973)	-	(10,333,470)
Originated or purchased new financial assets	5,387,208	-	-	1,071,517	-	6,458,725
Write-off	-	-	-	(585,723)	-	(585,723)
Effects of exchange rate changes and others	(1,172,960)	-	-	(17,251)	-	(1,190,211)
Ending balance	**$ 19,103,330**	**-**	**-**	**719,992**	**-**	**19,823,322**

Expected credit losses

	For the six months ended June 30, 2026							
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Amount of impairment recorded in accordance with IFRS 9	Impairment difference recognized in accordance with the regulations	Total
Beginning balance	$ -	-	-	451,688	-	451,688	22,175	473,863
Changes due to recognition of financial instruments at beginning:								
－Derecognition of financial assets at current period	-	-	-	(137,980)	-	(137,980)	-	(137,980)
Originated or purchased new financial assets	4,797	-	-	501,050	-	505,847	-	505,847
Impairment difference recognized in accordance with "Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Non-performing/Nonaccrual Loans"	-	-	-	-	-	-	-	-
Write-off	-	-	-	(684,202)	-	(684,202)	-	(684,202)
Recovery from write-off	-	-	-	308,022	-	308,022	-	308,022
Effects of exchange rate changes and others	77	-	-	94,675	-	94,752	-	94,752
Ending balance	**$ 4,874**	**-**	**-**	**533,253**	**-**	**538,127**	**22,175**	**560,302**

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FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	For the six months ended June 30, 2025							
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Amount of impairment recorded in accordance with IFRS 9	Impairment difference recognized in accordance with the regulations	Total
Beginning balance	$ 1,160	-	-	257,507	-	258,667	-	258,667
Changes due to recognition of financial instruments at beginning:								
—Derecognition of financial assets at current period	(588)	-	-	(22,665)	-	(23,253)	-	(23,253)
Originated or purchased new financial assets	2,795	-	-	396,630	-	399,425	-	399,425
Impairment difference recognized in accordance with "Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Non-performing/Nonaccrual Loans"	-	-	-	-	-	-	5,799	5,799
Write-off	-	-	-	(585,723)	-	(585,723)	-	(585,723)
Recovery from write-off	-	-	-	218,013	-	218,013	-	218,013
Effects of exchange rate changes and others	(176)	-	-	151,416	-	151,240	-	151,240
Ending balance	**$ 3,191**	**-**	**-**	**415,178**	**-**	**418,369**	**5,799**	**424,168**

vi) Provisions for guarantee liabilities, loan commitments and other— letter of credit

Expected credit losses

	For the six months ended June 30, 2026							
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Amount of impairment recorded in accordance with IFRS 9	Impairment difference recognized in accordance with the regulations	Total
Beginning balance	$ 306,475	107,698	-	58,508	-	472,681	246,968	719,649
Changes due to recognition of financial instruments at beginning:								
—Transfer to lifetime ECLs	(14,342)	14,426	-	(84)	-	-	-	-
—Transfer to credit-impaired financial assets	(714)	(4,492)	-	5,206	-	-	-	-
—Transfer to 12-month ECLs	32,262	(31,879)	-	(383)	-	-	-	-
—Derecognition of financial assets at current period	(83,871)	(22,664)	-	(1,891)	-	(108,426)	-	(108,426)
Originated or purchased new financial assets	93,197	26,621	-	2,635	-	122,453	-	122,453
Impairment difference recognized in accordance with "Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Non-performing/Nonaccrual Loans"	-	-	-	-	-	-	72,807	72,807
Effects of exchange rate changes and others	(43,066)	35,379	-	239	-	(7,448)	-	(7,448)
Ending balance	**$ 289,941**	**125,089**	**-**	**64,230**	**-**	**479,260**	**319,775**	**799,035**

(Continued)

	For the six months ended June 30, 2025							
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	Amount of impairment recorded in accordance with IFRS 9	Impairment difference recognized in accordance with the regulations	Total
Beginning balance	$ 304,963	91,281	-	12,605	-	408,849	233,743	642,592
Changes due to recognition of financial instruments at beginning:								
—Transfer to lifetime ECLs	(9,286)	9,379	-	(93)	-	-	-	-
—Transfer to credit-impaired financial assets	(353)	(4,666)	-	5,019	-	-	-	-
—Transfer to 12-month ECLs	34,509	(34,350)	-	(159)	-	-	-	-
—Derecognition of financial assets at current period	(78,264)	(16,456)	-	(1,545)	-	(96,265)	-	(96,265)
Originated or purchased new financial assets	81,497	23,715	-	4,278	-	109,490	-	109,490
Impairment difference recognized in accordance with "Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Non-performing/Nonaccrual Loans"	-	-	-	-	-	-	10,638	10,638
Effects of exchange rate changes and others	(74,219)	27,156	-	4,624	-	(42,439)	-	(42,439)
Ending balance	**$ 258,847**	**96,059**	**-**	**24,729**	**-**	**379,635**	**244,381**	**624,016**

k) Maximum exposure to credit risk

The maximum exposure to credit risks is equivalent to the carrying amount of each financial asset in the balance sheet without taking into consideration any collateral held or other credit enhancements. The maximum credit exposures of the off-balance sheet financial instruments (before taking account of any collateral held or other credit enhancements and irrevocable) are summarized as follows:

Taipei Fubon Bank (The Bank)

Off-balance sheet items	Maximum exposure amount		
	June 30, 2026	December 31, 2025	June 30, 2025
Irrevocable loan commitments	$ 248,137,138	213,843,711	196,431,561
Standby letters of credit	6,575,200	5,452,158	6,307,509
Financial guarantees	35,214,670	28,367,750	27,115,965
Total	**$ 289,927,008**	**247,663,619**	**229,855,035**

Fubon Bank (China)

Units: In thousands of CNY

Off-balance sheet items	Maximum exposure amount		
	June 30, 2026	December 31, 2025	June 30, 2025
Irrevocable loan commitments	$ 1,083,175	317,117	885,105
Standby letters of credit	391,553	210,779	186,373
Financial guarantees	588,738	477,364	562,165
Total	**$ 2,063,466**	**1,005,260**	**1,633,643**

The maximum exposures of assets and off-balance sheet items pledged as collaterals or other credit enhancements are as follows:

Taipei Fubon Bank (The Bank)

June 30, 2026				
Assets	Financial collateral	Properties	Guarantees	Others
Loans	3.86 %	63.92 %	2.94 %	1.81 %
Guarantees receivable	13.74 %	11.32 %	0.80 %	1.08 %
Acceptances and other credits	0.63 %	0.70 %	0.02 %	- %
Financial assets measured at fair value through profit or loss－Debt instruments	- %	- %	1.08 %	- %
Financial assets measured at fair value through other comprehensive income－Debt instruments	- %	- %	2.83 %	- %
Debt investments measured at amortized cost	- %	- %	10.91 %	- %

December 31, 2025				
Assets	Financial collateral	Properties	Guarantees	Others
Loans	3.28 %	64.39 %	2.97 %	1.53 %
Guarantees receivable	16.99 %	10.31 %	0.98 %	1.07 %
Acceptances and other credits	0.26 %	0.59 %	- %	- %
Financial assets measured at fair value through profit or loss－Debt instruments	- %	- %	1.69 %	- %
Financial assets measured at fair value through other comprehensive income－Debt instruments	- %	- %	2.28 %	- %
Debt investments measured at amortized cost	- %	- %	10.64 %	- %

June 30, 2025				
Assets	Financial collateral	Properties	Guarantees	Others
Loans	3.07 %	66.11 %	2.84 %	1.40 %
Guarantees receivable	12.70 %	9.71 %	0.87 %	1.33 %
Acceptances and other credits	0.29 %	0.35 %	- %	0.02 %
Financial assets measured at fair value through profit or loss－Debt instruments	- %	- %	1.44 %	- %
Financial assets measured at fair value through other comprehensive income－Debt instruments	- %	- %	2.72 %	- %
Debt investments measured at amortized cost	- %	- %	11.06 %	- %

Fubon Bank (China)

June 30, 2026			
Assets	Financial collateral	Properties	Guarantees
Loans	10.51 %	21.57 %	0.16 %
Guarantees receivable	56.81 %	1.26 %	0.38 %
Acceptances	34.80 %	1.40 %	- %

December 31, 2025			
Assets	Financial collateral	Properties	Guarantees
Loans	9.07 %	25.04 %	0.16 %
Guarantees receivable	42.06 %	- %	0.45 %
Acceptances	38.74 %	0.54 %	- %

June 30, 2025			
Assets	Financial collateral	Properties	Guarantees
Loans	8.14 %	26.41 %	0.20 %
Guarantees receivable	45.80 %	1.78 %	0.18 %
Acceptances	39.12 %	0.69 %	- %

l) Concentrations of credit risk exposure

Concentrations of credit risk arise when a number of counterparties or exposure have comparable economic characteristics, or such counterparties are engaged in similar activities, or operate in the same geographical areas or industry sectors, so that their collective ability to meet contractual obligations is uniformly affected by changes in economic or other conditions.

Credit risk concentrations can arise in Taipei Fubon Bank and its subsidiaries' assets, liabilities, or off-balance sheet items, through the execution or processing of transactions (either product or service), or through a combination of exposures across these broad categories. It includes credits, loans and deposits, call loans to banks, investments, receivables and derivatives. Taipei Fubon Bank and its subsidiaries maintain a diversified portfolio, limit their exposure to any one geographic region, country or individual creditor and monitor the exposure continually in order to manage credit risk.

Taipei Fubon Bank and its subsidiaries' concentration of credit risk exposure are summarized by industry, geographical area and collateral as follows:

Taipei Fubon Bank (The Bank)

i) By industry

	June 30, 2026		December 31, 2025		June 30, 2025	
Industry	Amount	%	Amount	%	Amount	%
Private	$ 1,652,501,056	59.31	1,502,718,788	58.44	1,432,283,755	59.23
Private enterprise	884,229,810	31.73	861,320,678	33.50	798,509,234	33.02
Financial organization	214,262,421	7.69	172,188,758	6.70	147,848,294	6.11
Public enterprise	19,204,908	0.69	19,204,895	0.75	18,169,702	0.75
Government institution	14,450,000	0.52	14,284,533	0.55	19,936,981	0.83
Non-profit organization	1,655,849	0.06	1,516,875	0.06	1,459,916	0.06
Total	**$ 2,786,304,044**	**100.00**	**2,571,234,527**	**100.00**	**2,418,207,882**	**100.00**

ii) By geographical area

	June 30, 2026		December 31, 2025		June 30, 2025	
Area	Amount	%	Amount	%	Amount	%
Domestic	$ 2,375,345,824	85.25	2,217,780,845	86.25	2,102,800,035	86.96
Asia	190,021,171	6.82	164,249,598	6.39	154,037,188	6.37
America	79,295,623	2.85	78,692,127	3.06	73,494,183	3.04
Others	141,641,426	5.08	110,511,957	4.30	87,876,476	3.63
Total	**$ 2,786,304,044**	**100.00**	**2,571,234,527**	**100.00**	**2,418,207,882**	**100.00**

iii) By collateral

	June 30, 2026		December 31, 2025		June 30, 2025	
Collateral	Amount	%	Amount	%	Amount	%
Unsecured	$ 794,520,940	28.52	741,830,885	28.85	673,028,707	27.83
Secured	1,991,783,104	71.48	1,829,403,642	71.15	1,745,179,175	72.17
Properties	1,750,910,933	62.84	1,627,790,783	63.31	1,567,940,690	64.84
Financial Collaterals	110,363,754	3.96	87,576,894	3.41	76,285,436	3.16
Guarantees	80,669,977	2.89	75,226,435	2.92	67,509,738	2.79
Others	49,838,440	1.79	38,809,530	1.51	33,443,311	1.38
Total	**$ 2,786,304,044**	**100.00**	**2,571,234,527**	**100.00**	**2,418,207,882**	**100.00**

(Continued)

iv) Credit risk rating grades

The credit risk defined by Taipei Fubon Bank is as follow:

1. Low Risk: Exposures demonstrate a good capacity to meet financial commitments, with low default risk and/or low levels of expected loss.

2. Medium Risk: Exposures require closer monitoring and demonstrate an average to fair capacity to meet financial commitments, with moderate default risk.

3. High Risk: Exposures require varying degrees of special attention and default risk is of greater concern.

	Financial assets measured by 12-month ECLs				Financial assets whose credit risk has increased significantly since initial recognition				Credit-impaired financial	Purchased or originated credit-impaired financial	Loss	
June 30, 2026	Low risk	Medium risk	High risk	Total	Low risk	Medium risk	High risk	Total	assets	assets	allowance	Total
Financial assets measured at fair value through other comprehensive income – debt instruments	$ 180,749,994	-	-	180,749,994	-	-	-	-	-	-	34,127	180,715,867
Debt investments measured at amortized cost	856,785,546	2,396,662	-	859,182,208	8,847,353	-	-	8,847,353	-	-	432,822	867,596,739
Receivables												
Credit card receivables	77,982,088	27,489,554	121,757	105,593,399	-	443,887	3,005,748	3,449,635	796,128	-	941,671	108,897,491
Accounts receivable - factoring	15,700,221	1,104,974	1,556	16,806,751	-	82,525	-	82,525	-	-	196,980	16,692,296
Acceptances	320,044	750,745	-	1,070,789	-	1,705	-	1,705	-	-	11,841	1,060,653
Loans												
Personal finance	1,204,350,713	259,939,033	518,173	1,464,807,919	-	8,257,129	11,043,843	19,300,972	5,212,552	-	18,788,090	1,470,533,353
Corporate banking	541,778,556	672,778,526	264,679	1,214,821,761	-	19,846,577	1,665,590	21,512,167	5,876,181	-	15,931,977	1,226,278,132
Other financial assets	20,254,315	-	-	20,254,315	-	-	-	-	397,479	-	189,117	20,462,677
Off-balance sheet assets												
Financing commitments	1,601,385,530	406,852,782	48,493	2,008,286,805	-	11,381,041	2,809,158	14,190,199	987,274	-	364,547	2,023,099,731
Guarantees receivable	22,839,583	12,149,421	-	34,989,004	-	121,076	17,592	138,668	86,998	-	401,669	34,813,001
Credit receivable	4,029,213	2,181,421	-	6,210,634	-	364,566	-	364,566	-	-	2,017	6,573,183

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

December 31, 2025	Financial assets measured by 12-month ECLs				Financial assets whose credit risk has increased significantly since initial recognition				Credit-impaired financial assets	Purchased or originated credit-impaired financial assets	Loss allowance	Total
	Low risk	Medium risk	High risk	Total	Low risk	Medium risk	High risk	Total				
Financial assets measured at fair value through other comprehensive income – debt instruments	$ 172,263,496	-	-	172,263,496	-	-	-	-	-	-	42,104	172,221,392
Debt investments measured at amortized cost	866,195,991	1,775,285	-	867,971,276	9,060,699	786,336	-	9,847,035	-	-	554,370	877,263,941
Receivables												
Credit card receivables	65,270,083	25,755,914	127,683	91,153,680	-	460,170	2,890,329	3,350,499	766,576	-	887,863	94,382,892
Accounts receivable - factoring	17,633,778	1,233,823	520	18,868,121	-	158,552	-	158,552	-	-	210,374	18,816,299
Acceptances	102,094	428,899	-	530,993	-	-	-	-	-	-	6,269	524,724
Loans												
Personal finance	1,100,408,716	228,739,778	397,768	1,329,546,262	-	7,631,800	9,952,144	17,583,944	4,839,998	-	17,339,066	1,334,631,138
Corporate banking	505,187,549	637,390,873	610,316	1,143,188,738	10,000	19,154,269	1,785,250	20,949,519	5,799,368	-	15,383,706	1,154,553,919
Other financial assets	10,573,259	-	-	10,573,259	-	-	-	-	407,264	-	200,898	10,779,625
Off-balance sheet assets												
Financing commitments	1,478,226,966	379,327,414	198,623	1,857,753,003	-	12,698,230	2,621,497	15,319,727	981,393	-	369,891	1,873,684,232
Guarantees receivable	21,041,722	7,124,248	-	28,165,970	-	72,343	42,439	114,782	86,998	-	332,174	28,035,576
Credit receivable	3,622,308	1,814,787	-	5,437,095	-	15,063	-	15,063	-	-	4,158	5,448,000

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

June 30, 2025	Financial assets measured by 12-month ECLs				Financial assets whose credit risk has increased significantly since initial recognition				Credit-impaired financial assets	Purchased or originated credit-impaired financial assets	Loss allowance	Total
	Low risk	Medium risk	High risk	Total	Low risk	Medium risk	High risk	Total				
Financial assets measured at fair value through other comprehensive income – debt instruments	$ 150,772,646	-	-	150,772,646	-	-	-	-	-	-	37,280	150,735,366
Debt investments measured at amortized cost	777,576,918	1,693,367	-	779,270,285	8,621,078	1,378,447	-	9,999,525	-	-	543,513	788,726,297
Receivables												
Credit card receivables	62,566,510	24,240,947	132,177	86,939,634	-	426,811	2,677,907	3,104,718	737,066	-	812,887	89,968,531
Accounts receivable - factoring	18,244,546	4,490,285	1,130	22,735,961	-	61,041	-	61,041	-	-	252,928	22,544,074
Acceptances	355,002	269,237	-	624,239	-	17,661	-	17,661	-	-	7,728	634,172
Loans												
Personal finance	1,050,159,342	218,064,177	385,439	1,268,608,958	-	6,785,400	9,154,572	15,939,972	4,346,754	-	16,647,612	1,272,248,072
Corporate banking	457,724,329	592,891,269	1,050,993	1,051,666,591	-	19,311,152	2,984,566	22,295,718	3,608,098	-	13,491,577	1,064,078,830
Other financial assets	15,163,430	-	-	15,163,430	-	-	-	-	393,430	-	185,965	15,370,895
Off-balance sheet assets												
Financing commitments	1,437,584,701	404,469,516	147,904	1,842,202,121	-	10,452,439	2,852,500	13,304,939	970,852	-	325,064	1,856,152,848
Guarantees receivable	18,739,001	8,145,981	-	26,884,982	-	190,627	40,356	230,983	-	-	273,412	26,842,553
Credit receivable	4,251,669	1,776,195	-	6,027,864	-	279,645	-	279,645	-	-	4,027	6,303,482

(Continued)

Fubon Bank (China)

i) By industry

Units: In thousands of CNY

Industry	June 30, 2026 Amount	%	December 31, 2025 Amount	%	June 30, 2025 Amount	%
Personal loans	$ 47,212,700	54.78	45,512,833	56.67	41,328,214	58.21
Finance and insurance	9,474,534	10.99	8,725,530	10.87	8,593,450	12.10
Manufacturing	8,480,557	9.84	7,504,695	9.35	5,994,027	8.45
Wholesale and retailing	7,568,495	8.78	6,933,841	8.63	6,466,724	9.11
Others	13,455,332	15.61	11,629,663	14.48	8,612,542	12.13
Total (Note)	**$ 86,191,618**	**100.00**	**80,306,562**	**100.00**	**70,994,957**	**100.00**

Note: Included only discounts and loans.

ii) By geographical area

Units: In thousands of CNY

Area	June 30, 2026 Amount	%	December 31, 2025 Amount	%	June 30, 2025 Amount	%
East China	$ 14,919,034	17.31	15,029,562	18.72	11,921,041	16.79
South west region	5,798,535	6.73	4,505,275	5.61	3,478,977	4.90
North China	5,010,347	5.81	4,077,701	5.08	3,358,491	4.73
Central China	4,968,959	5.77	4,794,430	5.97	4,209,807	5.93
South China	3,476,321	4.03	3,424,619	4.26	1,705,225	2.40
North west region	1,399,558	1.62	904,207	1.13	695,151	0.98
Others	50,618,864	58.73	47,570,768	59.23	45,626,265	64.27
Total (Note)	**$ 86,191,618**	**100.00**	**80,306,562**	**100.00**	**70,994,957**	**100.00**

Note: Included only discounts and loans.

iii) By collateral

Units: In thousands of CNY

Collateral	June 30, 2026 Amount	%	December 31, 2025 Amount	%	June 30, 2025 Amount	%
Credit loans	$ 58,404,193	67.76	52,781,911	65.73	46,331,331	65.25
Guarantees loans	135,905	0.16	131,657	0.16	138,655	0.20
Collateral loans	27,651,520	32.08	27,392,994	34.11	24,524,971	34.55
Mortgage loans	18,594,963	21.57	20,112,218	25.04	18,748,742	26.41
Pledge loans	9,056,557	10.51	7,280,776	9.07	5,776,229	8.14
Total (Note)	**$ 86,191,618**	**100.00**	**80,306,562**	**100.00**	**70,994,957**	**100.00**

Note: Included only discounts and loans.

(Continued)

iv) Credit risk rating grades

The credit risk defined by Fubon Bank (China) is as follow:

1. Low risk: Exposures demonstrate a good capacity to meet financial commitments, with low default risk and/or low levels of expected loss.

2. Medium risk: Exposures require closer monitoring and demonstrate an average to fair capacity to meet financial commitments, with moderate default risk.

3. High risk: Exposures require varying degrees of special attention and default risk is of greater concern.

Units: In thousands of CNY

June 30, 2026	Financial assets measured by 12-month ECLs				Financial assets whose credit risk has increased significantly since initial recognition				Credit-impaired financial assets	Purchased or originated credit-impaired financial assets	Loss allowance	Total
	Low risk	Medium risk	High risk	Total	Low risk	Medium risk	High risk	Total				
Financial assets measured at fair value through other comprehensive income – debt instruments	$ 34,165,575	-	-	34,165,575	293,698	-	-	293,698	264,680	4,904	305,007	34,423,850
Debt investments measured at amortized cost	22,696,336	-	-	22,696,336	-	-	-	-	-	-	2,171	22,694,165
Receivables												
Acceptances	7,879,424	-	-	7,879,424	-	-	-	-	-	-	23,208	7,856,216
Credit card receivables	932,248	-	-	932,248	13,668	-	-	13,668	-	-	13,634	932,282
Loans												
Personal finance	46,251,781	-	64,775	46,316,556	282,813	-	34,247	317,060	579,084	-	873,793	46,338,907
Corporate banking	20,079,740	16,867,667	579,867	37,527,274	1,353,806	-	-	1,353,806	97,839	-	372,019	38,606,900
Other financial assets	1,164,249	-	-	1,164,249	-	-	-	-	125,729	-	79,182	1,210,796
Off-balance sheet assets												
Loan commitments	1,833,163	-	-	1,833,163	-	-	-	-	-	-	6,108	1,827,055
Guarantees receivable	588,738	-	-	588,738	-	-	-	-	-	-	415	588,323
Credit receivable	391,553	-	-	391,553	-	-	-	-	-	-	47	391,506

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of CNY

December 31, 2025	Financial assets measured by 12-month ECLs				Financial assets whose credit risk has increased significantly since initial recognition				Credit-impaired financial assets	Purchased or originated credit-impaired financial assets	Loss allowance	Total
	Low risk	Medium risk	High risk	Total	Low risk	Medium risk	High risk	Total				
Financial assets measured at fair value through other comprehensive income – debt instruments	$ 40,114,981	-	-	40,114,981	290,382	-	-	290,382	271,548	5,061	299,800	40,382,172
Debt investments measured at amortized cost	18,989,540	-	-	18,989,540	-	-	-	-	-	-	873	18,988,667
Receivables												
Acceptances	7,257,441	-	-	7,257,441	-	-	-	-	-	-	20,315	7,237,126
Credit card receivables	1,112,342	-	-	1,112,342	17,495	-	-	17,495	-	-	15,197	1,114,640
Accounts receivable - factoring	962	-	-	962	-	-	-	-	-	-	15	947
Loans												
Personal finance	44,742,343	-	43,820	44,786,163	362,310	-	16,580	378,890	347,780	-	697,638	44,815,195
Corporate banking	17,958,110	15,410,911	377,180	33,746,201	853,592	-	-	853,592	193,936	-	485,441	34,308,288
Other financial assets	601,695	-	-	601,695	-	-	-	-	106,853	-	60,655	647,893
Off-balance sheet assets												
Loan commitments	1,053,384	-	-	1,053,384	-	-	-	-	-	-	2,540	1,050,844
Guarantees receivable	477,364	-	-	477,364	-	-	-	-	-	-	406	476,958
Credit receivable	210,779	-	-	210,779	-	-	-	-	-	-	38	210,741

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of CNY

June 30, 2025	Financial assets measured by 12-month ECLs				Financial assets whose credit risk has increased significantly since initial recognition				Credit-impaired financial assets	Purchased or originated credit-impaired financial assets	Loss allowance	Total
	Low risk	Medium risk	High risk	Total	Low risk	Medium risk	High risk	Total				
Financial assets measured at fair value through other comprehensive income – debt instruments	$ 46,444,791	-	-	46,444,791	376,359	-	-	376,359	192,251	5,154	291,511	46,727,044
Debt investments measured at amortized cost	12,886,860	-	-	12,886,860	-	-	-	-	-	-	691	12,886,169
Receivables												
Acceptances	6,645,650	-	-	6,645,650	-	-	-	-	-	-	20,154	6,625,496
Credit card receivables	1,328,808	-	-	1,328,808	32,853	-	-	32,853	4,489	-	17,575	1,348,575
Accounts receivable - factoring	23,311	-	-	23,311	-	-	-	-	-	-	462	22,849
Loans												
Personal finance	40,811,974	-	57,964	40,869,938	220,668	-	12,807	233,475	224,801	-	604,442	40,723,772
Corporate banking	14,699,554	13,468,120	509,768	28,677,442	398,685	-	74,716	473,401	515,900	-	790,599	28,876,144
Other financial assets	943,806	-	-	943,806	-	-	-	-	78,228	-	57,062	964,972
Off-balance sheet assets												
Loan commitments	1,632,191	-	-	1,632,191	-	-	-	-	-	-	4,716	1,627,475
Guarantees receivable	562,165	-	-	562,165	-	-	-	-	-	-	390	561,775
Credit receivable	186,373	-	-	186,373	-	-	-	-	-	-	47	186,326

(Continued)

m) The financial effects of credit risk mitigation policies

i) Collaterals and other credit enhancement

In order to effectively manage collaterals, The Bank and its subsidiary establish strict collateral management system and control procedures, which specify the acceptable types of collaterals, suitable quantity, correspond exposure, collect/disposal regulations, appraisal, and revaluation methods, etc. The main collaterals for financial assets are as follows:

1. Real estate
2. Personal property
3. Deposits
4. Securities
5. Rights and Guarantees

The related collateral documents shall be obtained and the information on collateral shall be described in loan contract and transaction contract before issuing and transacting.

The collateral must be legally enforceable, and its guarantee value can be realized within a reasonable time. To make an objective and fair assessment on the guarantee capacity and value of the collateral, and to ensure that the collateral has operational benefits.

The nature of collaterals and the impact of changes in market and economic on the value of object should be considered, and the value of collaterals should be reviewed appropriately.

Regular and occasional inspections or field inspections of collaterals are used to understand their use, storage, and maintenance, so as to avoid situations in which collateral may be sold, leased, pledged, relocated, or disposed.

ii) The amount of collaterals of impaired financial assets

The Bank and its subsidiaries actively clean up the impaired financial assets, observe its collateral closely and recognize impairment loss. The impacts of collaterals on the carrying amount of credit-impaired financial assets are as follows:

Taipei Fubon Bank (The Bank)

June 30, 2026	Financial instruments	Properties	Guarantees	Other
Assets				
Receivables	0.01 %	1.56 %	1.37 %	0.10 %
Loans	0.39 %	54.75 %	9.36 %	2.40 %
Other financial assets	- %	56.48 %	- %	- %

December 31, 2025	Financial instruments	Properties	Guarantees	Other
Assets				
Receivables	- %	1.89 %	1.24 %	0.15 %
Loans	0.25 %	55.42 %	9.12 %	2.78 %
Other financial assets	- %	54.45 %	- %	- %

June 30, 2025	Financial instruments	Properties	Guarantees	Other
Assets				
Receivables	- %	1.46 %	1.23 %	0.11 %
Loans	0.29 %	59.55 %	10.61 %	3.19 %
Other financial assets	- %	53.60 %	- %	- %

Fubon Bank (China)

June 30, 2026	Financial instruments	Properties	Guarantees
Assets			
Loans	- %	27.15 %	- %

December 31, 2025	Financial instruments	Properties	Guarantees
Assets			
Loans	- %	50.03 %	- %

June 30, 2025	Financial instruments	Properties	Guarantees
Assets			
Loans	- %	79.65 %	- %

iii) The outstanding contract amount of the financial assets that have been written off, and there are recourse activities on them.

As of June 30, 2026, December 31 and June 30, 2025, the outstanding contract amount of the financial assets that have been written off and still have recourse activities, amounting to $2,008,058 thousand, $5,935,697 thousand and $2,603,313 thousand, were held by the Bank.

iv) The nature, policy and carrying amount of the foreclosed collateral

The foreclosed collaterals held by Fubon Bank (China) are currently managed mainly based on the "Collateral Management Measures".

The foreclosed collaterals held by Fubon Bank (China) consist of houses and buildings. As of June 30, 2026, December 31 and June 30, 2025, the carrying amounts of the properties were $51,758 thousand, $0 thousand and $0 thousand, respectively. The foreclosed collaterals are classified as other assets in the consolidated balance sheets.

2) Fubon Life Insurance and its subsidiaries

Credit risk refers to the risk resulted from the deterioration of the credit status of the investment, the descending of credit rating, the credit risk event which can be attributed to the default of contracts, and the default of the issuers or counterparties for fulfilling their obligation. Fubon Life Insurance and its subsidiaries may suffer losses from these incidents.

a) Analysis of concentrations of credit risk

The following are credit risk exposure of Fubon Life Insurance and its subsidiaries' debt instruments, derivative instruments and loans distributed by industry and geographic area.

Credit risk exposure－by industry

	June 30, 2026		December 31, 2025		June 30, 2025	
Financial assets	**Amount**	**%**	**Amount**	**%**	**Amount**	**%**
Industrial enterprise	$ 211,906,467	5.32	209,289,442	6.02	176,460,989	5.62
Public business	162,869,304	4.09	154,848,543	4.45	137,568,288	4.38
Diversification	7,620,121	0.19	7,524,358	0.22	7,156,482	0.23
Mortgage backed securities	27,127,604	0.68	32,988,066	0.95	32,972,711	1.05
Financial sector	1,420,993,128	35.67	1,333,081,636	38.31	1,243,764,925	39.59
Consumer staples	318,814,925	8.01	311,471,963	8.95	284,944,740	9.07
Government	539,922,565	13.56	483,189,368	13.89	445,587,642	14.18
Technology	152,772,814	3.84	131,429,092	3.78	88,244,898	2.81
Raw material	107,019,476	2.69	108,751,471	3.13	101,217,879	3.22
Consumer discretionary	60,843,485	1.53	63,111,268	1.81	56,766,367	1.80
Energy	225,353,570	5.66	233,955,507	6.72	206,496,308	6.57
Asset backed securities	3,374,215	0.08	4,274,942	0.12	10,344,913	0.34
Telecommunication	260,715,696	6.55	247,446,637	7.11	225,868,585	7.19
Others	482,970,979	12.13	157,892,541	4.54	124,055,107	3.95
Subtotal	3,982,304,349	100.00	3,479,254,834	100.00	3,141,449,834	100.00
Fair value adjustment from business combinations	(377,088)	-	(411,186)	-	(429,845)	-
Total	**$ 3,981,927,261**	**100.00**	**3,478,843,648**	**100.00**	**3,141,019,989**	**100.00**

Credit risk exposure－by geographic area

Financial assets	June 30, 2026 Amount	%	December 31, 2025 Amount	%	June 30, 2025 Amount	%
Taiwan	$ 565,763,995	14.21	547,285,266	15.73	398,515,104	12.69
Asia except Taiwan	394,500,786	9.91	406,726,845	11.69	393,345,999	12.52
North America	2,135,597,516	53.62	1,624,877,407	46.71	1,500,762,517	47.77
Middle and South America	109,184,155	2.74	111,436,212	3.20	105,800,397	3.37
Europe	547,080,705	13.74	558,809,681	16.06	525,293,933	16.72
Africa/Middle East	230,177,192	5.78	230,119,423	6.61	217,731,884	6.93
Subtotal	3,982,304,349	100.00	3,479,254,834	100.00	3,141,449,834	100.00
Fair value adjustment from business combinations	(377,088)	-	(411,186)	-	(429,845)	-
Total	**$ 3,981,927,261**	**100.00**	**3,478,843,648**	**100.00**	**3,141,019,989**	**100.00**

Note: Fubon Life Insurance and its subsidiaries operate credit business in the energy industry in Taiwan in 2026 and 2025. As of June 30, 2026, December 31 and June 30, 2025, loan commitments credit exposures of the off-balance sheet were $0 thousand, $1,534,395 thousand and $3,963,346 thousand, which was not included in the above-mentioned industry and geographic area table.

b) Credit risk quality classification definitions

In terms of credit risk quality, Fubon Life Insurance and its subsidiaries categorize the quality into three levels, which are low risk, medium risk and high risk based on the credit rating. The definition of each level is as follows:

i) Low risk: The issuers or the counterparties are rated as robust or above to fulfill their obligation of the contracts. Even under various negative news or disadvantageous economic conditions, the companies are capable of dealing with the situations.

ii) Medium risk: The issuers or the counterparties have lower capability of fulfilling their obligation. Negative news or disadvantageous economic conditions may weaken their financial statuses and result in the doubt of asset impairment or the loss of Fubon Life Insurance and its subsidiaries.

iii) High risk: The possibility that the issuers or counterparties fulfill their obligation is remote and mainly relies on the business environment. Negative news or disadvantageous economic conditions will lower their ability and willingness to fulfill their obligation.

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Fubon Life Insurance and its subsidiaries' credit quality information on debt instruments, loans, other financial assets and related other receivables is shown below:

Credit analysis of financial assets

	June 30, 2026												
	stage1				stage2				stage3				
	Low risk	Medium risk	High risk	Total	Low risk	Medium risk	High risk	Total	Credit-impaired financial assets	Purchased or originated credit-impaired financial assets	Total	Loss allowance	Total
Accounts receivable－interest receivable (included overdue loans)	$ 32,753,157	855,885	397	33,609,439	260	25,400	-	25,660	4,429,462	-	4,429,462	4,490,034	33,574,527
Financial assets measured at fair value through other comprehensive income－debt instruments (Note 2)	1,338,470,674	15,557,749	-	1,354,028,423	-	-	-	-	114,292	-	114,292	(Note 1)	1,354,142,715
Financial assets measured at amortized cost (Note 2)	2,258,607,640	23,861,065	-	2,282,468,705	-	1,531,775	-	1,531,775	24,988,651	-	24,988,651	3,633,716	2,305,355,415
Other financial assets	5,804,980	1,065,765	-	6,870,745	-	-	-	-	-	-	-	2,903	6,867,842
Loans (Note 2 and 3)	150,203,793	61,462,607	322,395	211,988,795	1,548,235	1,318,096	-	2,866,331	1,813,518	-	1,813,518	3,101,895	213,566,749
Total	**$ 3,785,840,244**	**102,803,071**	**322,792**	**3,888,966,107**	**1,548,495**	**2,875,271**	**-**	**4,423,766**	**31,345,923**	**-**	**31,345,923**	**11,228,548**	**3,913,507,248**

(Continued)

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	December 31, 2025												
	stage1				stage2				stage3				
	Low risk	Medium risk	High risk	Total	Low risk	Medium risk	High risk	Total	Credit-impaired financial assets	Purchased or originated credit-impaired financial assets	Total	Loss allowance	Total
Accounts receivable－interest receivable (included overdue loans)	$ 29,028,674	868,172	433	29,897,279	166	238	-	404	3,892,878	-	3,892,878	3,924,592	29,865,969
Financial assets measured at fair value through other comprehensive income－debt instruments (Note 2)	408,310,675	5,001,526	-	413,312,201	-	-	-	-	4,977,408	-	4,977,408	(Note 1)	418,289,609
Financial assets measured at amortized cost (Note 2)	2,709,785,819	37,152,618	-	2,746,938,437	-	-	-	-	15,253,444	-	15,253,444	2,730,627	2,759,461,254
Other financial assets	5,604,804	1,174,580	-	6,779,384	-	-	-	-	-	-	-	3,248	6,776,136
Loans (Note 2 and 3)	123,933,547	53,770,887	348,173	178,052,607	1,557,823	3,213,040	-	4,770,863	564,845	-	564,845	2,545,526	180,842,789
Total	**$ 3,276,663,519**	**97,967,783**	**348,606**	**3,374,979,908**	**1,557,989**	**3,213,278**	**-**	**4,771,267**	**24,688,575**	**-**	**24,688,575**	**9,203,993**	**3,395,235,757**

(Continued)

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	June 30, 2025												
	stage1				stage2				stage3				
	Low risk	Medium risk	High risk	Total	Low risk	Medium risk	High risk	Total	Credit-impaired financial assets	Purchased or originated credit-impaired financial assets	Total	Loss allowance	Total
Accounts receivable－interest receivable (included overdue loans)	$ 25,971,440	826,590	366	26,798,396	344	209	-	553	3,245,112	-	3,245,112	3,274,727	26,769,334
Financial assets measured at fair value through other comprehensive income－debt instruments (Note 2)	258,072,819	4,589,392	-	262,662,211	-	-	-	-	2,265,820	-	2,265,820	(Note 1)	264,928,031
Financial assets measured at amortized cost (Note 2)	2,533,449,128	36,343,258	-	2,569,792,386	-	-	-	-	14,543,790	-	14,543,790	2,610,766	2,581,725,410
Other financial assets	4,000,385	1,044,086	-	5,044,471	-	-	-	-	-	-	-	3,405	5,041,066
Loans (Note 2 and 3)	103,070,568	42,047,728	287,164	145,405,460	1,198,404	2,818,732	-	4,017,136	601,153	-	601,153	2,042,278	147,981,471
Total	**$ 2,924,564,340**	**84,851,054**	**287,530**	**3,009,702,924**	**1,198,748**	**2,818,941**	**-**	**4,017,689**	**20,655,875**	**-**	**20,655,875**	**7,931,176**	**3,026,445,312**

Note 1: For loss allowance of financial assets measured at fair value through other comprehensive income - debt instruments, please refer to note 6 (ai) (iii) 2) h).

Note 2: As of June 30, 2026, December 31 and June 30, 2025, fair value adjustments from business combinations of financial assets measured at fair value through other comprehensive income, financial assets measured at amortized cost and loans were $(79,606) thousand, $(273,681) thousand and $(23,801) thousand, $(88,590) thousand, $(295,274) thousand and $(27,321) thousand, and $(93,957) thousand, $(304,056) thousand and $(31,832) thousand, respectively.

Note 3: Fubon Life Insurance and its subsidiaries operate credit business in 2026 and 2025. As of June 30, 2026, December 31 and June 30, 2025, loan commitments credit exposures of the off-balance sheet were $0 thousand, $1,534,395 thousand and $3,963,346 thousand, and the recognized loan commitments reserve were $0 thousand, $3,069 thousand and $7,927 thousand, which was not included in the above-mentioned table.

(Continued)

c) Determination on the credit risk that has increased significantly since initial recognition

i) Fubon Life Insurance and its subsidiaries determine whether the credit risk of financial instruments applying the impairment requirements in IFRS 9 increased significantly since the initial recognition on each reporting date. For this assessment, Fubon Life Insurance and its subsidiaries consider the reasonable and supportable information that shows the credit risk increased significantly since initial recognition (including forward-looking information). The main considerations include: external credit rating, market price decline, credit spreads, quantitative and qualitative information.

ii) It may be assumed that the credit risk on a financial instrument has not increased significantly since initial recognition if the financial instrument is determined to have low credit risk at the reporting date.

d) The definition of default and credit-impaired financial assets

Fubon Life Insurance and its subsidiaries' definition of default on financial assets is as follows. If one or more conditions are met, it is determined that the financial asset has defaulted. However, it is not limited to this, all obviously objective evidences as a result of the inability of the debt or its credit-linked company to be repaid are treated as a breach of contract and the impairment procedure will be proceeded.

i) Bankruptcy:

Enter bankruptcy procedures in accordance with the "Bankruptcy Law", resolution for dissolution or takeover by the government, recognition of failure to pay loans on maturity date etc.

ii) Failure to pay:

After the expiration of the grace period, the principal or interest could not be paid on contract.

iii) Debt restructuring:

Due to financial difficulties, after renegotiating with Fubon Life Insurance and its subsidiaries for debt reduction, extension or re-planning. Impairment on debt instruments held by Fubon Life Insurance and its subsidiaries arise from the issuer's application for debt restructuring.

iv) Repudiation or moratorium:

Unilaterally refuses or denies any legality or validity of debt, and refuses or defers payment.

v) Cross default or accelerated expiry:

A credit default of a credit-linked company or related institution's other debts or similar events that caused the early repayment of debt or breach of contract.

vi) The company completely suspended its operations because of local government orders.

e) Measurement of expected credit loss

i) The methodology and assumption applied

Expected credit loss is a probability weighted estimate of credit losses for a specific period, and the period is based on whether the credit risk of the financial instruments have increased significantly since initial recognition. If the financial assets are determined to have low credit risk or no significant increase in credit risk, an amount equal to 12-month expected credit losses will be recognized. The impairment requirement is to recognize lifetime expected credit losses for all financial instruments for which there have been significant increases in credit risk since initial recognition or credit impaired.
In order to measure expected credit losses, Fubon Life Insurance and its subsidiaries adopt probability of default (" PD"), and include loss given default ("LGD") and exposure at default ("EAD"), and consider the impact of the time value of money, to calculate the expected credit losses for 12-month and lifetime, respectively.

For debt instruments, specifically passive, unleveraged offshore bond ETFs denominated in New Taiwan dollars and classified as financial assets measured at fair value through other comprehensive income (FVOCI), the probability of default (PD) and loss given default (LGD) are determined with reference to the relevant interpretations issued by the competent authority and with reference to data published by the Taipei Exchange. The exposure at default (EAD) is measured based on the cost of the positions, plus expected dividend distributions.

ii) Forward-looking information considerations

The Probability of default and Loss given default which the debt instrument of Fubon Life Insurance and its subsidiaries' used are based on the information released by Moody's, an international credit rating agency, and then to adjust the Probability of default to a forward-looking PD. The Probability of default is based on the future macroeconomic status with implied market data predictions. The Loss given default is based on the recovery rate of bonds by Moody's. The exposure at default is measured by the amortized cost of the financial assets (including accrued interest). The Probability of default and Loss given default used by Fubon Life Insurance and its subsidiaries' for loans are internal historical information (such as credit loss experience) which is adjusted based on current observable data and forward-looking macroeconomic information (e.g., consumer price index and the unemployment rate). The Exposure at default is measured by the amortized cost (including accrued interest).

f) Policies to hedge or mitigate credit risk

i) Collateral

Fubon Life Insurance and its subsidiaries require full collateral from the borrowers and set up lending policies to decrease credit risk. The amount of loan is evaluated based on borrower's ability to pay back, the type of collateral and the difficulty of its liquidation to ensure collection. Besides, creditor protection, collateral terms and offsetting terms are all addressed in the credit contract in case of any occurrence of credit event, of which the amount may be deductible, loan repayment schedule may be shortened or deemed as matured, in order to mitigate credit risks.

ii) Enhancement of other credits

Fubon Life Insurance and its subsidiaries have offsetting terms within credit contracts, which clearly define that all cash payments from debtors may be offset against their liabilities upon a credit event, in order to mitigate credit risk.

For the clients whom Fubon Life Insurance and its subsidiaries consider to be incompetent to repay the loans, Fubon Life Insurance and its subsidiaries would request one or more joint guarantors to enhance the guarantee for the creditor's right.

g) The maximum credit risk exposure of Fubon Life Insurance and its subsidiaries

The maximum credit risk exposure of the assets on the consolidated balance sheet, excluding collaterals or other credit enhancement tools, is the carrying amount of the assets.

The maximum exposure of assets used as collaterals, master netting agreement and other credit enhancements is the carrying amount on the consolidated balance sheet.

h) Changes in the loss allowance

The reconciliations in loss allowance of loans are as follows:

	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9	Impairment difference recognized in accordance with "Guidelines for Handling Assessment of Assets, Loans Overdue, Receivable on Demand and Bad Debts by Insurance Enterprises"	Total
Balance as of January 1, 2026	$ 38,822	237,234	88	28,280	-	304,424	2,241,102	2,545,526
Changes due to financial instruments recognized as at beginning:								
—Transfer to lifetime ECLs	(446)	457	2	(13)	-	-	-	-
—Transfer to credit-impaired financial assets	(2)	(94,599)	(8)	94,609	-	-	-	-
—Transfer to 12-month ECLs	3,702	(3,689)	(13)	-	-	-	-	-
—Derecognition of financial assets at current period	(1,390)	(118,296)	(19)	899	-	(118,806)	-	(118,806)
Originated or purchased new financial assets	8,118	287	1	-	-	8,406	-	8,406
Impairment difference recognized in accordance with "Guidelines for Handling Assessment of Assets, Loans Overdue, Receivable on Demand and Bad Debts by Insurance Enterprises"	-	-	-	-	-	-	445,681	445,681
Write-off	-	-	-	(2,098)	-	(2,098)	-	(2,098)
Changes in models/risk parameters	23,478	6,455	258	219,078	-	249,269	-	249,269
Effects of exchange rate changes and others	(1,621)	(6,887)	-	(11,508)	-	(20,016)	(6,067)	(26,083)
Balance as of June 30, 2026	**$ 70,661**	**20,962**	**309**	**329,247**	**-**	**421,179**	**2,680,716**	**3,101,895**

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	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9	Impairment difference recognized in accordance with "Guidelines for Handling Assessment of Assets, Loans Overdue, Receivable on Demand and Bad Debts by Insurance Enterprises"	Total
Balance as of January 1, 2025	$ 24,960	354,698	33	34,711	-	414,402	1,528,491	1,942,893
Changes due to financial instruments recognized as at beginning:								
—Transfer to lifetime ECLs	(543)	1,193	-	(650)	-	-	-	-
—Transfer to credit-impaired financial assets	(21)	(557)	(1)	579	-	-	-	-
—Transfer to 12-month ECLs	2,823	(2,601)	(3)	(219)	-	-	-	-
—Derecognition of financial assets at current period	(2,516)	(123,317)	-	(703)	-	(126,536)	-	(126,536)
Originated or purchased new financial assets	8,224	886	-	-	-	9,110	-	9,110
Impairment difference recognized in accordance with "Guidelines for Handling Assessment of Assets, Loans Overdue, Receivable on Demand and Bad Debts by Insurance Enterprises"	-	-	-	-	-	-	213,529	213,529
Write-off	-	-	-	(2,202)	-	(2,202)	-	(2,202)
Changes in models/risk parameters	(2,035)	5,371	126	3,845	-	7,307	-	7,307
Effects of exchange rate changes and others	(78)	(313)	-	(175)	-	(566)	(1,257)	(1,823)
Balance as of June 30, 2025	**$ 30,814**	**235,360**	**155**	**35,186**	**-**	**301,515**	**1,740,763**	**2,042,278**

Note 1: As of June 30, 2026 and June 30, 2025, Fubon Life Insurance and its subsidiaries operate loans business for the irrevocable loan commitment, recognized loan commitments reserve were $0 thousand and $7,927 thousand, which was not included in the above-mentioned table.

(Continued)

The reconciliations in loss allowance of financial assets measured at fair value through other comprehensive income are as follows:

	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9
Balance as of January 1, 2026	$ 84,059	-	-	960,353	-	1,044,412
Effects of retrospective application and retrospective restatement	241,312	-	-	(937,718)	-	(696,406)
Balance as of January 1, 2026 (restated)	325,371	-	-	22,635	-	348,006
Changes due to financial instruments recognized as at beginning:						
－Derecognition of financial assets at current period	(6,942)	-	-	(77)	-	(7,019)
Originated or purchased new financial assets	91,750	-	-	-	-	91,750
Recovered	-	-	-	(566)	-	(566)
Changes in models/risk parameters	(51,195)	-	-	462	-	(50,733)
Effects of exchange rate changes and others	2,641	-	-	(587)	-	2,054
Balance as of June 30, 2026	**$ 361,625**	**-**	**-**	**21,867**	**-**	**383,492**

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FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9
Balance as of January 1, 2025	$ 57,511	-	-	1,020,048	-	1,077,559
Changes due to financial instruments recognized as at beginning:						
—Derecognition of financial assets at current period	(2,921)	-	-	(154)	-	(3,075)
Originated or purchased new financial assets	3,607	-	-	-	-	3,607
Recovered	-	-	-	(78)	-	(78)
Changes in models/risk parameters	(5,069)	-	-	11,340	-	6,271
Effects of exchange rate changes and others	(2,741)	-	-	(108,673)	-	(111,414)
Balance as of June 30, 2025	**$ 50,387**	**-**	**-**	**922,483**	**-**	**972,870**

Note: The reconciliation is conducted according to the overall changes of Fubon Life Insurance and its subsidiaries (includes non-controlling interests) during a reporting period, so the loss allowance balance of the subsidiary when it was acquired by Fubon Life Insurance is included.

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The reconciliations in loss allowance of financial assets measured at amortized cost are as follows:

	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9
Balance as of January 1, 2026	$ 948,040	-	-	1,782,587	-	2,730,627
Effects of retrospective application and retrospective restatement	(194,549)	-	-	937,718	-	743,169
Balance as of January 1, 2026 (restated)	753,491	-	-	2,720,305	-	3,473,796
Changes due to financial instruments recognized as at beginning:						
－Transfer to lifetime ECLs	(2,021)	2,021	-	-	-	-
－Derecognition of financial assets at current period	(6,395)	-	-	-	-	(6,395)
Originated or purchased new financial assets	28	-	-	-	-	28
Changes in models/risk parameters	(3,298)	143,768	-	41,599	-	182,069
Effects of exchange rate changes and others	9,066	1,851	-	(26,699)	-	(15,782)
Balance as of June 30, 2026	**$ 750,871**	**147,640**	**-**	**2,735,205**	**-**	**3,633,716**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9
Balance as of January 1, 2025	$ 1,107,694	-	-	1,886,341	-	2,994,035
Changes due to financial instruments recognized as at beginning:						
—Derecognition of financial assets at current period	(5,363)	-	-	-	-	(5,363)
Originated or purchased new financial assets	5,780	-	-	-	-	5,780
Changes in models/risk parameters	(120,935)	-	-	28,282	-	(92,653)
Effects of exchange rate changes and others	(83,926)	-	-	(207,107)	-	(291,033)
Balance as of June 30, 2025	**$ 903,250**	**-**	**-**	**1,707,516**	**-**	**2,610,766**

Note: The reconciliation is conducted according to the overall changes of Fubon Life Insurance and its subsidiaries (includes non-controlling interests) during a reporting period, so the loss allowance balance of the subsidiary when it was acquired by Fubon Life Insurance is included.

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

The reconciliations in loss allowance of other financial assets are as follows:

	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9
Balance as of January 1, 2026	$ 3,248	-	-	-	-	3,248
Changes due to financial instruments recognized as at beginning:						
—Derecognition of financial assets at current period	(21)	-	-	-	-	(21)
Originated or purchased new financial assets	74	-	-	-	-	74
Changes in models/risk parameters	(410)	-	-	-	-	(410)
Effects of exchange rate changes and others	12	-	-	-	-	12
Balance as of June 30, 2026	**$ 2,903**	**-**	**-**	**-**	**-**	**2,903**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (neither purchased nor originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9
Balance as of January 1, 2025	$ 7,008	-	-	-	-	7,008
Changes due to financial instruments recognized as at beginning:						
—Derecognition of financial assets at current period	(11)	-	-	-	-	(11)
Originated or purchased new financial assets	15	-	-	-	-	15
Changes in models/risk parameters	(3,140)	-	-	-	-	(3,140)
Effects of exchange rate changes and others	(467)	-	-	-	-	(467)
Balance as of June 30, 2025	**$ 3,405**	**-**	**-**	**-**	**-**	**3,405**

Note: The other financial assets of Fubon Life Insurance and its subsidiaries were reclassified to "Refundable deposits" due to being provided as collateral, and the related allowance for impairment loss was also reclassified accordingly. For detailed explanations regarding the collateral conditions of other financial assets, please refer to Note 8.

(Continued)

3) Fubon Insurance and its subsidiaries

Credit risk is the risk Fubon Insurance and its subsidiaries would suffer losses due to the downgrade of borrower' s credit rating or borrower failing to make payments, the counterparty's failure or refusing to meet its obligation. The risk includes but not limited to the following risks: the credit risk of the issuer, the counterparty and the underlying assets.

Credit risk mainly comes from the trading of financial instruments generated from operating activity of Fubon Insurance and its subsidiaries. Fubon Insurance and its subsidiaries decreases the probability of a larger loss resulting from any single credit risk event due to the over concentration of the portfolios through regular analysis and monitor.

a) Management process of credit risk

i) Risk identification

Fubon Insurance and its subsidiaries' management process of credit risk could identify the existing and potential risk, analyze the source of the major risk of the operation and the product, and plan proper control system.

ii) Risk measurement

When measuring credit risk, Fubon Insurance and its subsidiaries consider the factors including the content of contracts, the condition of the market, securities or guarantees, the variation of the future probable risk of the counterparty and evaluating the risk in asset portfolios with credit risk except for individual risk. Also, by collecting related information on credit rating, Fubon Insurance and its subsidiaries analyze and quantitatively measure the credit risk in accordance with the level of business and practical settlement methods and calculates the credit risk capital based on the rules stipulated by the authority. For financial assets at amortized cost and at fair value through other comprehensive income or other credit position, depending on the practical settlement methods, Fubon Insurance and its subsidiaries measure the credit risk by referring to the expected loss formula (ECL=EAD× PD× LGD).

iii) Risk monitoring

Based on the process of risk monitoring established, Fubon Insurance and its subsidiaries review and monitor the credit limit usage and over-limit circumstances regularly with proper disposition. Through proper and frequent monitoring and hierarchical control system, the responsible person could submit the report by related rules when finding mistakes and unusual events. When the relevant unit gets aware of significant credit risk event, it should notify risk management department of Fubon Insurance and its subsidiaries and deal with the problem according to the Company's guidelines related to the reporting of significant credit risk event to control the timeliness of the dealing process.

iv) Risk responding

When an event of credit risk occurs, the head of any related unit involved or who has authority to deal with the event would respond to the event immediately, and report to risk management department by following the authorization table of Fubon Insurance and its subsidiaries. Subsequently, the reason of the event would be investigated, the remediation plan would be developed, and the progress of actions would be followed.

b) Credit risk management mechanism

Credit risk management mechanism includes:

i) Credit risk management before transaction:

Before Fubon Insurance and its subsidiaries are engaged in investment and transaction business, a completed evaluation and analysis will be performed on subject of investments and transactions, issuer, credit and financial position information on counterparty and guarantee agency and it also will confirm the legality of the transaction. Meanwhile, Fubon Insurance and its subsidiaries will confirm if transaction counterparty, issuer and guarantee agency exceeded credit limits. In case of involving in the decision-making process of complex structured instrument, Fubon Insurance should follow the authorization level related to credit risk management, and have proper notification process and operating activities.

ii) Management of credit limit by hierarchy:

Considering the complexity and characteristics of the investment assets, Fubon Insurance and its subsidiaries set credit hierarchical management system and manages them by different hierarchy, including the following:

1. By counterparty, issuer and guarantee agency, set credit limit and manage by different hierarchy.

2. By country, set credit limit and manage hierarchically.

Besides, it will re-examine credit limit when inside or outside economic circumstances have changed severely.

iii) Credit risk management after transaction:

1. Examine credit status periodically: Periodically review the overall credit market conditions to understand trends in the credit markets and get an early warning to credit risk. Meanwhile, periodically examine credit status of counterparty, issuer and guarantee agency to fully disclose their risk situation.

2. Control credit risk limit by each position: Measure credit exposure amount monthly, compare with authorized credit risk limit and monitor the risk. Classification of the measuring credit exposure amount of Fubon Insurance and its subsidiaries includes: counterparty, issuer, guarantee agency, country and commodity. According to different business characteristics, Fubon Insurance and its subsidiaries take individual or portfolio management approach to review the changes in credit status in connection with the transaction balance or position periodically.

c) Concentrations of credit risk

To control credit concentration risk, Fubon Insurance and its subsidiaries confirm that a loss resulting from any single credit risk event will not exceed credit risk limit through regular statistic and monitor concentration as follows:

i) Concentrations of credit risk – by geographical area

	June 30, 2026					
By area	Taiwan	Asia except Taiwan	North America	Central and South America	Europe	Total
Exposure amount	$ 55,573,174	5,358,287	14,543,920	-	1,664,787	77,140,168
Ratio of the total	72.04 %	6.95 %	18.85 %	- %	2.16 %	100.00 %

	December 31, 2025					
By area	Taiwan	Asia except Taiwan	North America	Central and South America	Europe	Total
Exposure amount	$ 47,424,478	4,971,879	10,307,988	-	1,467,023	64,171,368
Ratio of the total	73.90 %	7.75 %	16.06 %	- %	2.29 %	100.00 %

	June 30, 2025					
By area	Taiwan	Asia except Taiwan	North America	Central and South America	Europe	Total
Exposure amount	$ 38,734,473	4,222,535	7,679,240	-	851,913	51,488,161
Ratio of the total	75.23 %	8.20 %	14.92 %	- %	1.65 %	100.00 %

d) Credit risk exposure

Maximum credit risk exposure of Fubon Insurance and its subsidiaries' financial assets (without considering collateral or other credit enhancements instruments) is the net amount of book values less the offset amount recognized in accordance with IAS 32 and the net expected credit-impaired recognized in accordance with IFRS 9.

	June 30, 2026		December 31, 2025		June 30, 2025	
	Book value	Maximum exposure	Book value	Maximum exposure	Book value	Maximum exposure
Non-derivative financial instruments						
Financial assets						
Cash and cash equivalents	$ 16,052,922	16,052,922	14,735,949	14,735,949	13,244,079	13,244,079
Receivables	2,102,320	2,102,320	1,803,463	1,803,463	1,960,201	1,960,201
Current tax assets	5,636,482	5,636,482	4,052,453	4,052,453	3,834,642	3,834,642
Financial assets measured at fair value through profit or loss	7,282,598	7,282,598	24,696,503	24,696,503	15,838,808	15,838,808
Financial assets measured at amortized cost	5,909,369	5,909,369	1,721,690	1,721,690	1,615,515	1,615,515
Other financial assets	59,322	59,322	101,683	101,683	128,613	128,613
Financial assets measured at fair value through other comprehensive income	41,223,488	41,223,488	16,833,450	16,833,450	14,053,603	14,053,603
Insurance contract assets	201,468	201,468	52,678	52,678	40,850	40,850
Reinsurance contract assets	26,690,961	26,690,961	28,119,638	28,119,638	32,009,717	32,009,717
Other assets	1,740,379	1,740,379	1,646,615	1,646,615	1,572,697	1,572,697
Financial liabilities						
Payables	4,861,953	4,861,953	4,759,389	4,759,389	4,086,249	4,086,249
Current tax liabilities	1,090,660	1,090,660	342,844	342,844	177,393	177,393
Insurance contract liabilities	75,074,248	75,074,248	72,883,829	72,883,829	73,432,845	73,432,845
Reinsurance contract liabilities	447,306	447,306	180,710	180,710	220,702	220,702
Lease liabilities	220,913	220,913	329,200	329,200	406,787	406,787
Other liabilities	91,524	91,524	94,320	94,320	89,157	89,157
Derivative financial instruments						
Financial assets						
Financial assets measured at fair value through profit or loss	-	-	-	-	204,952	204,952
Financial liabilities						
Financial liabilities measured at fair value through profit or loss	54,334	54,334	127,018	127,018	12,255	12,255

e) Credit quality analysis

For credit quality, Fubon Insurance and its subsidiaries periodically follow credit rating information issued by credit rating agency, and based on the rating, classified as low risk, medium risk and high risk as follows:

i) Low risk: Issuer or counterparty is capable of fulfilling contractual commitments. Even under variable negative news or unfavorable economic conditions, their financial condition is good enough to cope with it.

ii) Medium risk: Issuer or counterparty has poor ability to fulfill contractual commitments. Variable negative news or unfavorable economic conditions may weaken its financial condition, and trigger concerns of assets impairment or cause loss to Fubon Insurance and its subsidiaries.

iii) High risk: The possibility of issuer or counterparty to fulfill contractual commitments is poor and depends on operating environment, variable negative news or unfavorable economic conditions will reduce its ability and willingness to fulfill obligations.

iv) The impaired amount refers to the amount provided for all financial assets based on the regulations of accounting standards. Under the principle of conservatism, the amount is able to reflect the current value of the impairment. The information on credit quality is shown as follows:

	June 30, 2026										
	Financial assets measured by amount of 12-month ECLs				Lifetime ECLs－not credit-impaired financial assets				Lifetime ECLs－credit-impaired financial assets	Impairment allowance	Total
	Low risk	Medium risk	High risk	Total	Low risk	Medium risk	High risk	Total			
Financial assets measured at fair value through other comprehensive income－debt instruments	$ 21,783,617	-	-	21,783,617	-	-	-	-	-	-	21,783,617
Financial assets measured at amortized cost	5,912,429	-	-	5,912,429	-	-	-	-	-	3,060	5,909,369
Total	**$ 27,696,046**	**-**	**-**	**27,696,046**	**-**	**-**	**-**	**-**	**-**	**3,060**	**27,692,986**

	December 31, 2025										
	Financial assets measured by amount of 12-month ECLs				Lifetime ECLs－not credit-impaired financial assets				Lifetime ECLs－credit-impaired financial assets	Impairment allowance	Total
	Low risk	Medium risk	High risk	Total	Low risk	Medium risk	High risk	Total			
Financial assets measured at fair value through other comprehensive income－debt instruments	$ 15,674,106	-	-	15,674,106	-	-	-	-	-	-	15,674,106
Financial assets measured at amortized cost	1,722,283	-	-	1,722,283	-	-	-	-	-	593	1,721,690
Total	**$ 17,396,389**	**-**	**-**	**17,396,389**	**-**	**-**	**-**	**-**	**-**	**593**	**17,395,796**

	June 30, 2025										
	Financial assets measured by amount of 12-month ECLs				Lifetime ECLs－not credit-impaired financial assets				Lifetime ECLs－credit-impaired financial assets	Impairment allowance	Total
	Low risk	Medium risk	High risk	Total	Low risk	Medium risk	High risk	Total			
Financial assets measured at fair value through other comprehensive income－debt instruments	$ 12,958,955	-	-	12,958,955	-	-	-	-	-	-	12,958,955
Financial assets measured at amortized cost	1,616,071	-	-	1,616,071	-	-	-	-	-	556	1,615,515
Total	**$ 14,575,026**	**-**	**-**	**14,575,026**	**-**	**-**	**-**	**-**	**-**	**556**	**14,574,470**

Note: There is no purchased or originated credit impaired financial assets in the above financial assets.

(Continued)

For all notes receivable, accounts receivable and due from reinsurers and ceding companies, Fubon Insurance and its subsidiaries apply the simplified approach to estimate the expected credit loss, the analysis is as follows:

	June 30, 2026				
	Not overdue	30 days overdue	90 days overdue	90 days and above overdue	Total
Expected credit loss rate	0.01%	0.01%	0.01%	0.01%~100%	
Carrying amount	$ 779,399	130,858	-	-	910,257
Expected credit loss	105	17	-	-	122

	December 31, 2025				
	Not overdue	30 days overdue	90 days overdue	90 days and above overdue	Total
Expected credit loss rate	0.04%	0.04%~100%	0.04%	0.04%~100%	
Carrying amount	$ 807,548	115,737	40	-	923,325
Expected credit loss	303	136	-	-	439

	June 30, 2025				
	Not overdue	30 days overdue	90 days overdue	90 days and above overdue	Total
Expected credit loss rate	0.04%	0.04%	0.04%	0.04%~100%	
Carrying amount	$ 768,091	117,255	-	-	885,346
Expected credit loss	289	44	-	-	333

f) Determination on the credit risk that has increased significantly since initial recognition

i) It may be assumed that the credit risk on a financial instrument has not increased significantly since initial recognition if the financial instrument is determined to have low credit risk at the reporting date. Judgment criteria: External credit rating above investment grade (BBB-).

ii) Fubon Insurance and its subsidiaries determine whether the credit risk of financial instruments applying the impairment requirements in IFRS 9 increased significantly since the initial recognition on each reporting date. For this assessment, Fubon Insurance and its subsidiaries consider the reasonable and supportable information that shows the credit risk increased significantly since initial recognition (including forward-looking information). The main considerations include: external credit rating, overdue situation, credit spreads, and other market information related to the issuer or debtor, etc.

g) Definitions for default and credit impairment of financial assets

Fubon Insurance and its subsidiaries use the same definitions for default and credit impairment of financial assets. If one or more of the following conditions are met, Fubon Insurance and its subsidiaries determine that the financial assets are defaulted and credit-impaired:

i) Quantitative indicators: When financial assets-receivables are overdue for more than 90 days, it is determined that the financial assets have been breached and the credit is impaired.

ii) Qualitative indicators: If there is evidence that the issuer or the debtor will be unable to pay the contract, or show that the issuer or the debtor has significant financial difficulties, such as:

1. The issuer or the debtor has filed for bankruptcy or is likely to file a bankruptcy or financial reorganization.

2. The financial instrument' s contract of the issuer' s or debtor' s has defaulted.

3. The financial market of the financial asset disappeared due to the financial difficulties of the issuer or the debtor.

4. Purchase or originate financial assets at a substantial discount that reflects the credit losses have occurred.

iii) The aforementioned definition of breach of contract and credit impairment applies to all financial assets held by Fubon Insurance and its subsidiaries, and is consistent with the definition used for the purpose of internal credit risk management for financial assets, and is also applied to the relevant impairment assessment model.

iv) If a financial asset no longer meets the definition of default and credit impairment for six consecutive months, it is deemed to return to the state of compliance and is no longer considered defaulted and credit-impaired.

h) Assessment of expected credit loss

i) Adopted methods and assumptions

For Fubon Insurance and its subsidiaries, if the financial assets are of low credit risk or no significant increase in credit risk, the 12-month expected credit losses will be recognized. If the financial assets are significantly increased in credit risk or the credits have been impaired, the expected credit losses for a lifetime will be recognized.

In order to measure expected credit losses, Fubon Insurance and its subsidiaries adopt probability of default (“ PD”), and include loss given default (“LGD”) and exposure at default (“EAD”), and consider the impact of the time value of money, to calculate the expected credit losses for 12 months and lifetime, respectively.

Default probability is how likely the issuer or debtor breaches the contract, and the loss given default is the rate of loss due to default by the issuer or debtor. The default probability and loss given default used by Fubon Insurance and its subsidiaries, related impairment assessments are based on information on the default rate and loss given default regularly announced by Moody’s.

Fubon Insurance and its subsidiaries measure its exposure to breach of contract by the total amount of the amortized cost of financial instruments and interest receivable.

In order to determine if the credit risk has increased significantly since the initial recognition, Fubon Insurance and its subsidiaries assess the expected default risk during the existence of financial instruments on the reporting day, the rules for determination are as follows:

The financial instrument has the original rating, and is non-investment grade on the reporting date, and it falls at least one notch than the original score.

ii) Forward-looking information considerations

Fubon Insurance and its subsidiaries take forward-looking information into account when judging whether the credit risk of a financial instrument has increased significantly since its initial recognition and when the expected credit loss is measured. The default probability used by Fubon Insurance and its subsidiaries in relation to the impairment assessment is based on the default probability information published by Moody’s on a regular basis and contains forward-looking general economic information.

iii) The estimation techniques or material assumptions made by Fubon Insurance and its subsidiaries to assess expected credit losses have no significant changes during the reporting period.

iv) Changes in loss allowance

1. Changes in loss allowance of debt instruments measured at fair value through other comprehensive income

	For the six months ended June 30, 2026			
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Impairment recognized due to IFRS 9
Beginning balance	$ 8,918	-	-	8,918
Effects of retrospective application and retrospective restatement	(2,620)	-	-	(2,620)
Beginning balance after adjustments	6,298	-	-	6,298
Changes due to recognition of financial instruments at beginning:				
－Derecognition of financial assets at current period	(323)	-	-	(323)
Originated or purchased new financial assets	909	-	-	909
Effects of exchange rate changes and others	1,595	-	-	1,595
Ending balance	**$ 8,479**	**-**	**-**	**8,479**

	For the six months ended June 30, 2025			
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Impairment recognized due to IFRS 9
Beginning balance	$ 6,881	-	8,912	15,793
Changes due to recognition of financial instruments at beginning:				
－Transfer to 12-month ECLs	8,912	-	(8,912)	-
－Derecognition of financial assets at current period	(122)	-	-	(122)
Originated or purchased new financial assets	209	-	-	209
Effects of exchange rate changes and others	(8,258)	-	-	(8,258)
Ending balance	**$ 7,622**	**-**	**-**	**7,622**

2. Changes in loss allowance of financial assets measured at amortized cost

	For the six months ended June 30, 2026			
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Impairment recognized due to IFRS 9
Beginning balance	$ 593	-	-	593
Effects of retrospective application and retrospective restatement	2,620	-	-	2,620
Beginning balance after adjustments	3,213	-	-	3,213
Changes due to recognition of financial instruments at beginning:				
Effects of exchange rate changes and others	(153)	-	-	(153)
Ending balance	**$ 3,060**	**-**	**-**	**3,060**

(Continued)

	For the six months ended June 30, 2025			
	12-month ECLs	Lifetime ECLs (collective assessment)	Lifetime ECLs (individual assessment)	Impairment recognized due to IFRS 9
Beginning balance	$ 602	-	-	602
Effects of exchange rate changes and others	(46)	-	-	(46)
Ending balance	**$ 556**	-	-	**556**

4) Fubon Securities and its subsidiaries

Fubon Securities and its subsidiaries have exposure to credit risk, including issuer credit risk, counterparty credit risk and credit risk of underlying assets.

Issuer credit risk is the risk that an issuer of financial debt instruments or a bank will default and be unable to fulfill the repayment obligation, or go into bankruptcy or liquidation, and thereby cause Fubon Securities and its subsidiaries to suffer a financial loss.

Counterparty credit risk is the risk that a counterparty will default on a transaction and fail to pay due to price movement in the underlying securities of Fubon Securities and its subsidiaries' derivatives, and thereby cause Fubon Securities and its subsidiaries to suffer a financial loss.

Credit risk of underlying assets is the risk that an underlying asset of an instrument held by Fubon Securities will have its credit quality weakened, its risk premium increased, or its credit rating downgraded, or that the issuer will be unable to meet the contractual obligation, and thereby cause Fubon Securities and its subsidiaries to suffer a financial loss.

Fubon Securities and its subsidiaries face credit risk arising from financial assets including bank deposits, debt securities, over the counter (OTC) derivative transactions, repurchase agreements, reverse sell agreements, securities borrowing and lending, refundable deposits, futures trading margin, other refundable deposits, and receivables.

a) Analysis of concentrations of credit risk

The maximum credit risk exposure amount of financial assets by region and by industry was as described in the following tables:

	June 30, 2026					
	Credit risk exposure amount－by region					
Financial assets	Taiwan	Hong Kong	Asia	Europe	America	Total
Cash and cash equivalents	$ 98,765,748	134,936	11,795,299	74,740	18,648	110,789,371
Customer margin account	77,835,365	331,136	2,832,746	-	49,816	81,049,063
Financial assets mandatorily measured at fair value through profit or loss － current	42,036,322	-	2,755,969	1,811,047	1,356,465	47,959,803
Debt securities	34,718,975	-	2,755,969	1,811,047	1,356,465	40,642,456
Derivatives－OTC	537,801	-	-	-	-	537,801
Derivatives－Futures trading margin	6,474,541	-	-	-	-	6,474,541
Foreign exchange derivatives	15,302	-	-	-	-	15,302
Other debt securities	277,026	-	-	-	-	277,026
Call option－Futures	12,677	-	-	-	-	12,677
Margin deposits for borrowed securities	5,349,651	-	-	-	-	5,349,651
Other refundable deposits	2,418,736	12,169	-	-	-	2,430,905
Other current assets	7,525,202	159,309	-	-	-	7,684,511
Financial assets measured at fair value through other comprehensive income－Debt instruments (Note)	1,737,242	-	12,648,370	3,313,994	10,409,490	28,109,096
Total	**$ 235,668,266**	**637,550**	**30,032,384**	**5,199,781**	**11,834,419**	**283,372,400**
Proportion of the total	**83.17 %**	**0.22 %**	**10.60 %**	**1.83 %**	**4.18 %**	**100.00 %**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
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	December 31, 2025					
	Credit risk exposure amount—by region					
Financial assets	Taiwan	Hong Kong	Asia	Europe	America	Total
Cash and cash equivalents	$ 50,920,082	108,930	11,216,967	18,978	27,434	62,292,391
Customer margin account	40,648,592	1,039,480	2,714,640	-	29,114	44,431,826
Financial assets mandatorily measured at fair value through profit or loss — current	34,052,759	-	1,102,102	292,072	15,676	35,462,609
Debt securities	30,714,145	-	1,102,102	292,072	15,676	32,123,995
Derivatives—OTC	587,916	-	-	-	-	587,916
Derivatives—Futures trading margin	2,448,742	-	-	-	-	2,448,742
Foreign exchange derivatives	26,316	-	-	-	-	26,316
Other debt securities	273,208	-	-	-	-	273,208
Call option—Futures	2,432	-	-	-	-	2,432
Margin deposits for borrowed securities	5,614,229	-	-	-	-	5,614,229
Other refundable deposits	1,611,398	10,239	-	-	-	1,621,637
Other current assets	3,125,877	80,824	-	1,560	104	3,208,365
Financial assets measured at fair value through other comprehensive income—Debt instruments (Note)	1,893,813	-	8,468,555	1,970,146	8,360,103	20,692,617
Total	**$ 137,866,750**	**1,239,473**	**23,502,264**	**2,282,756**	**8,432,431**	**173,323,674**
Proportion of the total	**79.54 %**	**0.71 %**	**13.56 %**	**1.32 %**	**4.87 %**	**100.00 %**

	June 30, 2025					
	Credit risk exposure amount—by region					
Financial assets	Taiwan	Hong Kong	Asia	Europe	America	Total
Cash and cash equivalents	$ 37,096,612	245,899	7,501,777	67,956	21,659	44,933,903
Customer margin account	39,709,568	1,382,606	3,261,055	-	110,125	44,463,354
Financial assets mandatorily measured at fair value through profit or loss — current	41,504,130	-	1,991,771	415,556	168,265	44,079,722
Debt securities	39,364,516	-	1,991,771	415,556	168,265	41,940,108
Derivatives—OTC	543,222	-	-	-	-	543,222
Derivatives—Futures trading margin	1,232,150	-	-	-	-	1,232,150
Foreign exchange derivatives	61,312	-	-	-	-	61,312
Other debt securities	302,080	-	-	-	-	302,080
Call option—Futures	850	-	-	-	-	850
Margin deposits for borrowed securities	8,042,029	-	-	-	-	8,042,029
Other refundable deposits	1,593,007	4,576	-	-	-	1,597,583
Other current assets	2,884,036	421,660	-	5,020	36	3,310,752
Financial assets measured at fair value through other comprehensive income—Debt instruments (Note)	3,061,705	-	5,429,811	898,787	12,969,965	22,360,268
Total	**$ 133,891,087**	**2,054,741**	**18,184,414**	**1,387,319**	**13,270,050**	**168,787,611**
Proportion of the total	**79.33 %**	**1.22 %**	**10.77 %**	**0.82 %**	**7.86 %**	**100.00 %**

Note: Guarantee deposits for government bonds as pledged assets were included.

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	June 30, 2026											
	Credit risk exposure amount－by industry											
Financial assets	Financial service	Central and local government agencies	Retail and wholesale	Building and material	Biotechnology industry	Food and travel industry	Shipping industry	Electronic industry	Chemical industry	Motor vehicle industry	Other services	Total
Cash and cash equivalents	$ 110,436,996	-	-	-	-	-	-	-	-	-	352,375	110,789,371
Customer margin account	81,049,063	-	-	-	-	-	-	-	-	-	-	81,049,063
Financial assets mandatorily measured at fair value through profit or loss －current	13,777,382	-	238,137	3,026,787	637,010	282,571	328,198	18,752,436	2,767,610	701,504	7,448,168	47,959,803
Debt securities	6,460,035	-	238,137	3,026,787	637,010	282,571	328,198	18,752,436	2,767,610	701,504	7,448,168	40,642,456
Derivatives－OTC	537,801	-	-	-	-	-	-	-	-	-	-	537,801
Derivatives－Futures trading margin	6,474,541	-	-	-	-	-	-	-	-	-	-	6,474,541
Foreign exchange derivatives	15,302	-	-	-	-	-	-	-	-	-	-	15,302
Other debt securities	277,026	-	-	-	-	-	-	-	-	-	-	277,026
Call option－Futures	12,677	-	-	-	-	-	-	-	-	-	-	12,677
Margin deposits for borrowed securities	5,349,651	-	-	-	-	-	-	-	-	-	-	5,349,651
Other refundable deposits	2,420,380	-	-	-	-	-	-	-	-	-	10,525	2,430,905
Other current assets	5,071,099	-	-	-	-	-	-	-	-	-	2,613,412	7,684,511
Financial assets measured at fair value through other comprehensive income－Debt instruments (Note)	19,385,180	6,064,275	-	-	-	-	-	1,188,236	1,371,917	-	99,488	28,109,096
Total	**$ 237,489,751**	**6,064,275**	**238,137**	**3,026,787**	**637,010**	**282,571**	**328,198**	**19,940,672**	**4,139,527**	**701,504**	**10,523,968**	**283,372,400**
Proportion of the total	**83.81 %**	**2.14 %**	**0.08 %**	**1.07 %**	**0.22 %**	**0.10 %**	**0.12 %**	**7.04 %**	**1.46 %**	**0.25 %**	**3.71 %**	**100.00 %**

	December 31, 2025											
	Credit risk exposure amount－by industry											
Financial assets	Financial service	Central and local government agencies	Retail and wholesale	Building and material	Biotechnology industry	Food and travel industry	Shipping industry	Electronic industry	Chemical industry	Motor vehicle industry	Other services	Total
Cash and cash equivalents	$ 61,557,470	-	-	-	-	-	-	-	-	-	734,921	62,292,391
Customer margin account	44,431,826	-	-	-	-	-	-	-	-	-	-	44,431,826
Financial assets mandatorily measured at fair value through profit or loss －current	6,032,182	20,752	101,284	3,609,164	529,550	321,677	437,350	14,648,693	1,464,646	1,181,740	7,115,571	35,462,609
Debt securities	2,693,568	20,752	101,284	3,609,164	529,550	321,677	437,350	14,648,693	1,464,646	1,181,740	7,115,571	32,123,995
Derivatives－OTC	587,916	-	-	-	-	-	-	-	-	-	-	587,916
Derivatives－Futures trading margin	2,448,742	-	-	-	-	-	-	-	-	-	-	2,448,742
Foreign exchange derivatives	26,316	-	-	-	-	-	-	-	-	-	-	26,316
Other debt securities	273,208	-	-	-	-	-	-	-	-	-	-	273,208
Call option－Futures	2,432	-	-	-	-	-	-	-	-	-	-	2,432
Margin deposits for borrowed securities	5,614,229	-	-	-	-	-	-	-	-	-	-	5,614,229
Other refundable deposits	1,613,035	-	-	-	-	-	-	-	-	-	8,602	1,621,637
Other current assets	2,268,270	-	-	-	-	-	-	-	-	-	940,095	3,208,365
Financial assets measured at fair value through other comprehensive income－ Debt instruments (Note)	9,752,336	7,694,037	-	-	-	-	99,827	1,192,723	1,854,472	-	99,222	20,692,617
Total	**$ 131,269,348**	**7,714,789**	**101,284**	**3,609,164**	**529,550**	**321,677**	**537,177**	**15,841,416**	**3,319,118**	**1,181,740**	**8,898,411**	**173,323,674**
Proportion of the total	**75.74 %**	**4.45 %**	**0.06 %**	**2.08 %**	**0.31 %**	**0.19 %**	**0.31 %**	**9.14 %**	**1.91 %**	**0.68 %**	**5.13 %**	**100.00 %**

	June 30, 2025											
	Credit risk exposure amount－by industry											
Financial assets	Financial service	Central and local government agencies	Retail and wholesale	Building and material	Biotechnology industry	Food and travel industry	Shipping industry	Electronic industry	Chemical industry	Motor vehicle industry	Other services	Total
Cash and cash equivalents	$ 44,402,359	-	-	-	-	-	-	-	-	-	531,544	44,933,903
Customer margin account	44,463,354	-	-	-	-	-	-	-	-	-	-	44,463,354
Financial assets mandatorily measured at fair value through profit or loss －current	4,626,925	5,974,084	173,741	3,742,191	734,509	716,581	449,254	18,211,183	4,972,759	1,412,847	3,065,648	44,079,722
Debt securities	2,487,311	5,974,084	173,741	3,742,191	734,509	716,581	449,254	18,211,183	4,972,759	1,412,847	3,065,648	41,940,108
Derivatives－OTC	543,222	-	-	-	-	-	-	-	-	-	-	543,222
Derivatives－Futures trading margin	1,232,150	-	-	-	-	-	-	-	-	-	-	1,232,150
Foreign exchange derivatives	61,312	-	-	-	-	-	-	-	-	-	-	61,312
Other debt securities	302,080	-	-	-	-	-	-	-	-	-	-	302,080
Call option－Futures	850	-	-	-	-	-	-	-	-	-	-	850
Margin deposits for borrowed securities	8,042,029	-	-	-	-	-	-	-	-	-	-	8,042,029
Other refundable deposits	1,594,550	-	-	-	-	-	-	-	-	-	3,033	1,597,583
Other current assets	2,398,499	-	-	-	-	-	-	-	-	-	912,253	3,310,752
Financial assets measured at fair value through other comprehensive income－Debt instruments (Note)	6,212,925	12,255,221	-	-	-	-	99,545	1,891,464	1,802,441	-	98,672	22,360,268
Total	**$ 111,740,641**	**18,229,305**	**173,741**	**3,742,191**	**734,509**	**716,581**	**548,799**	**20,102,647**	**6,775,200**	**1,412,847**	**4,611,150**	**168,787,611**
Proportion of the total	**66.20 %**	**10.80 %**	**0.10 %**	**2.22 %**	**0.44 %**	**0.42 %**	**0.33 %**	**11.91 %**	**4.01 %**	**0.84 %**	**2.73 %**	**100.00 %**

Note: Pledged government bonds classified as refundable deposits were included.

(Continued)

Fubon Securities and its subsidiaries' exposure to credit risk is derived mainly from the financial industry and Taiwan because the Fubon Securities and its subsidiaries deposit cash in different financial institutions and hold debt securities issued or guaranteed by the banks; also, most of the Fubon Securities and its subsidiaries' counterparties of derivative transactions, investments in debt securities, and security lending are financial institutions in Taiwan.

b) Credit risk of financial assets

i) Cash and cash equivalents

Cash and cash equivalents included time deposits, demand deposits, checking accounts and short-term bills, with trading counterparties being mainly domestic financial institutions.

ii) Financial assets measured at fair value－current

1. Debt securities

Fubon Securities and its subsidiaries hold positions in debt securities, including bonds, convertible bonds and bond funds, which are issued by domestic companies. The details of debt securities are as follows:

a. Convertible bonds

Convertible bonds held by Fubon Securities and its subsidiaries are primarily issued by domestic companies with good credit scores. To control exposure to credit risk from convertible bonds, Fubon Securities and its subsidiaries transfer credit risk to external investors by asset swaps.

b. Bond funds

The underlying assets of bond funds held by Fubon Securities and its subsidiaries are mainly fixed income securities.

2. Bonds with repurchase/resell agreement (RP/RS) undertaking

The main counterparties of RP/RS are financial institutions. When engaging in RS transactions, Fubon Securities and its subsidiaries provide the underlying bonds as collateral which could reduce the exposure to credit risk of its counterparties.

3. Derivatives－Over-the-Counter (OTC)

When Fubon Securities and its subsidiaries engage in OTC derivatives, it would sign an ISDA agreement with each counterparty. This provides the contractual framework within which dealing activity across a full range of over-the-counter (OTC) products is conducted, and contractually binds both parties to apply close-out netting across all outstanding transactions covered by an agreement if either party defaults or another pre-agreed termination event occurs. The parties execute a Credit Support Annex (CSA) in conjunction with the ISDA Master Agreement. Under a CSA, collateral is passed between the parties to mitigate the counterparty risk inherent in outstanding positions.

OTC derivatives held by Fubon Securities and its subsidiaries include interest rate swap, convertible bond asset swaps and equity options. The counterparties are all from the financial industry and are mainly based in Taiwan.

4. Derivatives－futures trading margin

For trading on the centralized futures market, Fubon Securities and its subsidiaries deposit futures trading margin into an account designated by the futures commission merchant as a guarantee of future funding to fulfill a contractual obligation. Fubon Futures and Yuanta Futures are futures commission merchants. Since Fubon Futures is a 100%-owned subsidiary, the credit risk is very low.

5. Other debt securities

Other debt securities are mainly the real estate beneficiary securities, Fubon R1. Because of the good quality of entrusted assets and the above-average quality of renters in the asset pool, Fubon Securities and its subsidiaries have low credit risk.

iii) Margin deposits for borrowed securities

This includes relevant disclosures of collateral for borrowed securities and margin deposits for borrowed securities. When borrowing the underlying securities from the holder, Fubon Securities and its subsidiaries should deposit the margin in the designated bank account. Because it holds the underlying securities as collateral, Fubon Securities and its subsidiaries will be able to effectively decrease credit exposure to the holder.

iv) Other refundable deposits

Other refundable deposits mainly include operating deposits, clearing and settlement funds and refundable deposits. Operating deposits are mainly deposited in credit-worthy banks. Clearing and settlement funds are deposited in the TWSE. They are used as compensation when a market securities trading party does not fulfill delivery obligations. The credit risk of institutions where funds are deposited is minimal. Refundable deposits arise when Fubon Securities and its subsidiaries' deposit cash or other assets as guarantees. Because deposits are placed in various financial institutions and each deposit amount is low, the credit risk is dispersed, and the credit exposure of the overall refundable deposit is minimal.

v) Other current assets

Other current assets of Fubon Securities and its subsidiaries are cash provided for pledge or restricted use to domestic financial institutions with good credit.

c) Credit risk quality classification definitions

i) Credit Risk quality classification definitions

In terms of credit risk quality, Fubon Securities and its subsidiaries categorize the quality into three levels, which are low risk, medium risk and high risk, based on the credit rating. The definition of each level is as follow:

Low Risk: exposures demonstrate a good capacity to meet financial commitments, with low default risk and/or low levels of expected loss.

Medium Risk: exposures require closer monitoring and demonstrate an average to fair capacity to meet financial commitments, with medium default risk.

High Risk: exposures require varying degrees of special attention and default risk is of greater concern.

Impaired: Fubon Securities and its subsidiaries or the target do not perform its obligation according to the contracts and the potential estimated loss has reached the standard of impairment. The information on credit risk quality was as follow:

	June 30, 2026										
	Financial assets measured by 12-month ECLs				Lifetime ECLs – not credit-impaired financial assets						
	Low risk	Medium risk	High risk	Subtotal	Low risk	Medium risk	High risk	Subtotal	Lifetime ECLs – credit-impaired financial assets	Impairment allowance	Total
Financial assets measured fair value through other comprehensive income – debt instruments (Note)	$ 24,028,547	4,087,996	-	28,116,543	-	-	-	-	-	7,447	28,109,096

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	December 31, 2025										
	Financial assets measured by 12-month ECLs				Lifetime ECLs – not credit-impaired financial assets				Lifetime ECLs – credit-impaired financial assets	Impairment allowance	Total
	Low risk	Medium risk	High risk	Subtotal	Low risk	Medium risk	High risk	Subtotal			
Financial assets measured fair value through other comprehensive income – debt instruments (Note)	$ 13,556,882	7,139,886	-	20,696,768	-	-	-	-	-	4,151	20,692,617

	June 30, 2025										
	Financial assets measured by 12-month ECLs				Lifetime ECLs – not credit-impaired financial assets				Lifetime ECLs – credit-impaired financial assets	Impairment allowance	Total
	Low risk	Medium risk	High risk	Subtotal	Low risk	Medium risk	High risk	Subtotal			
Financial assets measured fair value through other comprehensive income – debt instruments (Note)	$ 19,285,889	3,077,934	-	22,363,823	-	-	-	-	-	3,555	22,360,268

Note: Pledged government bonds as refundable deposits were included.

Internal credit risk classification and external credit rating of Fubon Securities and its subsidiaries were as follows. There were no direct relations between the internal and the external credit rating in the chart, and they were used to present the similarity of credit quality.

	June 30, 2026						
	Financial assets credit quality and classification						
Financial assets	Low risk	Medium risk	High risk	Overdue but not impaired	Impaired	Impairment allowance	Total
Cash and cash equivalents	$ 98,994,073	11,795,298	-	-	-	-	110,789,371
Customer margin account	81,049,063	-	-	-	-	-	81,049,063
Financial assets mandatorily measured at fair value through profit or loss – current	30,630,095	17,056,131	273,577	-	-	-	47,959,803
Debt securities	23,700,187	16,668,692	273,577	-	-	-	40,642,456
Derivative assets – OTC	150,362	387,439	-	-	-	-	537,801
Derivative assets – Futures trading margin	6,474,541	-	-	-	-	-	6,474,541
Foreign exchange derivatives	15,302	-	-	-	-	-	15,302
Other debt securities	277,026	-	-	-	-	-	277,026
Call option – Futures	12,677	-	-	-	-	-	12,677
Margin deposits for borrowed securities	5,349,651	-	-	-	-	-	5,349,651
Other refundable deposits	2,430,905	-	-	-	-	-	2,430,905
Other current assets	7,684,511	-	-	-	-	-	7,684,511
Financial assets measured at fair value through other comprehensive income – debt instruments (Note1)	24,028,547	4,087,996	-	-	-	7,447	28,109,096
Subtotal	**250,166,845**	**32,939,425**	**273,577**	**-**	**-**	**7,447**	**283,372,400**
Proportion of the total	**88.28 %**	**11.62 %**	**0.10 %**	**- %**	**- %**	**- %**	**100.00 %**
Receivables	**151,956,039**	**26,894,457**	**832,276**	**-**	**136,174**	**136,174**	**179,682,772**
Accounts receivable	99,720,978	5,748	-	-	136,174	136,174	99,726,726
Receivables from pecuniary finance	52,235,061	26,888,709	832,276	-	-	-	79,956,046
Total	**$ 402,122,884**	**59,833,882**	**1,105,853**	**-**	**136,174**	**143,621**	**463,055,172**
Proportion of the total	**86.84 %**	**12.92 %**	**0.24 %**	**- %**	**0.03 %**	**0.03 %**	**100.00 %**

(Continued)

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	December 31, 2025						
	Financial assets credit quality and classification						
Financial assets	Low risk	Medium risk	High risk	Overdue but not impaired	Impaired	Impairment allowance	Total
Cash and cash equivalents	$ 51,075,424	11,216,967	-	-	-	-	62,292,391
Customer margin account	44,431,826	-	-	-	-	-	44,431,826
Financial assets mandatorily measured at fair value through profit or loss－current	20,839,233	14,347,190	276,186	-	-	-	35,462,609
Debt securities	17,955,537	13,892,272	276,186	-	-	-	32,123,995
Derivative assets－OTC	132,998	454,918	-	-	-	-	587,916
Derivative assets－Futures trading margin	2,448,742	-	-	-	-	-	2,448,742
Foreign exchange derivatives	26,316	-	-	-	-	-	26,316
Other debt securities	273,208	-	-	-	-	-	273,208
Call option－Futures	2,432	-	-	-	-	-	2,432
Margin deposits for borrowed securities	5,614,229	-	-	-	-	-	5,614,229
Other refundable deposits	1,621,637	-	-	-	-	-	1,621,637
Other current assets	3,208,365	-	-	-	-	-	3,208,365
Financial assets measured at fair value through other comprehensive income－debt instruments (Note1)	13,556,882	7,139,886	-	-	-	4,151	20,692,617
Subtotal	**140,347,596**	**32,704,043**	**276,186**	**-**	**-**	**4,151**	**173,323,674**
Proportion of the total	**80.97 %**	**18.87 %**	**0.16 %**	**- %**	**- %**	**- %**	**100.00 %**
Receivables	**87,396,335**	**18,028,683**	**1,202,938**	**-**	**136,174**	**136,174**	**106,627,956**
Accounts receivable	60,035,635	6,616	-	-	136,174	136,174	60,042,251
Receivables from pecuniary finance	27,360,700	18,022,067	1,202,938	-	-	-	46,585,705
Total	**$ 227,743,931**	**50,732,726**	**1,479,124**	**-**	**136,174**	**140,325**	**279,951,630**
Proportion of the total	**81.35 %**	**18.12 %**	**0.53 %**	**- %**	**0.05 %**	**0.05 %**	**100.00 %**

	June 30, 2025						
	Financial assets credit quality and classification						
Financial assets	Low risk	Medium risk	High risk	Overdue but not impaired	Impaired	Impairment allowance	Total
Cash and cash equivalents	$ 37,432,126	7,501,777	-	-	-	-	44,933,903
Customer margin account	44,463,354	-	-	-	-	-	44,463,354
Financial assets mandatorily measured at fair value through profit or loss－current	27,371,801	16,325,983	381,938	-	-	-	44,079,722
Debt securities	25,676,730	15,881,440	381,938	-	-	-	41,940,108
Derivative assets－OTC	98,679	444,543	-	-	-	-	543,222
Derivative assets－Futures trading margin	1,232,150	-	-	-	-	-	1,232,150
Foreign exchange derivatives	61,312	-	-	-	-	-	61,312
Other debt securities	302,080	-	-	-	-	-	302,080
Call option－Futures	850	-	-	-	-	-	850
Margin deposits for borrowed securities	8,042,029	-	-	-	-	-	8,042,029
Other refundable deposits	1,597,583	-	-	-	-	-	1,597,583
Other current assets	3,310,752	-	-	-	-	-	3,310,752
Financial assets measured at fair value through other comprehensive income－debt instruments (Note1)	19,285,889	3,077,934	-	-	-	3,555	22,360,268
Subtotal	**141,503,534**	**26,905,694**	**381,938**	**-**	**-**	**3,555**	**168,787,611**
Proportion of the total	**83.84 %**	**15.93 %**	**0.23 %**	**- %**	**- %**	**- %**	**100.00 %**
Receivables	**57,391,860**	**12,926,271**	**827,479**	**-**	**136,175**	**136,175**	**71,145,610**
Accounts receivable	41,843,354	7,757	-	-	136,175	136,175	41,851,111
Receivables from pecuniary finance	15,548,506	12,918,514	827,479	-	-	-	29,294,499
Total	**$ 198,895,394**	**39,831,965**	**1,209,417**	**-**	**136,175**	**139,730**	**239,933,221**
Proportion of the total	**82.90 %**	**16.60 %**	**0.50 %**	**- %**	**0.06 %**	**0.06 %**	**100.00 %**

Note 1: Pledged government bonds as refundable deposits were included.

Note 2: There is no purchased or originated credit-impaired financial in the above financial assets.

(Continued)

As seen in above tables, Fubon Securities and its subsidiaries have no financial assets which are overdue but not impaired. 0.24% of normal assets are classified under high risk category. Those assets mainly are receivables from pecuniary finance and electronics industry convertible bonds. The details of assets classified as high risk are as follows:

1. Cash and cash equivalents: To fulfill daily settlement payments and remittance operations, it is required to deposit a certain amount to the primary settlement bank for the brokerage business and other operations. The management of Fubon Securities and its subsidiaries periodically review the financial condition, operation and credit risk.

2. Debt securities: To control exposure to credit risk from convertible bonds, Fubon Securities and its subsidiaries transfer credit risk to external investors by asset swaps.

3. Receivables from pecuniary finance: The risk of financial loss arises from price fluctuation in the underlying securities. To lower credit risk, Fubon Securities and its subsidiaries closely monitor market volatility of underlying assets and set strict control over counterparty credit risk.

ii) Determination on the credit risk that has increased significantly since initial recognition

Fubon Securities and its subsidiaries determine whether the credit risk of financial instruments applying the impairment requirements in IFRS 9 increased significantly since the initial recognition on each reporting date. For this assessment, Fubon Securities and its subsidiaries consider the reasonable and supportable information that shows the credit risk increased significantly since initial recognition (including forward-looking information). The main considerations include: internal/external credit rating, overdue situation, credit spreads, quantitative and qualitative information.

iii) Definitions for default and credit impairment of financial assets

Fubon Securities and its subsidiaries use the same definitions for default and credit impairment of financial assets. If one or more of the following conditions are met, Fubon Securities and its subsidiaries determine that the financial assets has been defaulted and credit-impaired:

1. Quantitative indicators

When financial assets-receivables are overdue for more than 90 days.

2. Qualitative indicators

If there is evidence that the borrower or the issuer will be unable to pay the contract, or show that the borrower or the issuer has significant financial difficulties, such as:

– The borrower / issuer has filed for bankruptcy or is likely to file a bankruptcy or financial reorganization.

– The borrower / issuer has died or the company is dissolved.

– The financial instrument's contract of the borrower's or issuer's has defaulted.

– The financial market of the financial asset disappeared due to the financial difficulties of the borrower or the issuer.

– Due to financial or contractual reasons related to the financial difficulties of the borrower / issuer, the creditor of the borrower / issuer gives the borrower a concession that would not have been considered.

– Purchase or originate financial assets at a substantial discount that reflects the credit losses have occurred.

The aforementioned definition of breach of contract and credit impairment applies to all financial assets held by Fubon Securities and its subsidiaries, and is consistent with the definition used for the purpose of internal credit risk management for financial assets, and is also applied to the relevant impairment assessment model.

If a financial asset no longer meets the definition of default and credit impairment for a period of time, it is deemed to return to the state of compliance and is no longer considered defaulted and credit-impaired.

iv) Expected credit loss measurement

1. Adopted methods and assumptions

For Fubon Securities and its subsidiaries, if the financial assets are of low credit risk or no significant increase in credit risk, the 12-month expected credit losses will be recognized. Financial instruments and operating lease receivables for which the credit risk has increased significantly since the initial recognition or for which the credit has been impaired, are measured at the expected credit loss over the remaining period.

In order to measure expected credit losses, Fubon Securities and its subsidiaries adopt Probability of default ("PD"), and include Loss given default ("LGD") and Exposure at default ("EAD"), and consider the impact of the time value of money, to calculate the expected credit losses for 12 months and for a lifetime, respectively.

Default probability is how likely the issuer or the counterparty breaches the contract, and the loss given default is the rate of loss due to default by the issuer or the counterparty. Fubon Securities and its subsidiaries calculate the default probability and loss given default based on the regularly published information from international credit rating agencies (Moody's), internal historical information (such as credit losses experience), current observable data and forward-looking general economic information (such as Gross Domestic Product), after adjusting the historical data.

The estimation techniques or material assumptions made by Fubon Securities and its subsidiaries to assess expected credit losses have no significant changes for the six months ended June 30, 2026 and 2025.

v) Forward-looking information considerations

Fubon Securities and its subsidiaries take forward-looking information into account when judging whether the credit risk of a financial instrument has increased significantly since its initial recognition, and when the expected credit loss is measured. Fubon Securities and its subsidiaries use historical data to analyze and identify the economic factors that affect the credit risk and expected credit losses of various asset portfolios. Regarding the economic factors and its impact on expected credit losses vary according to the types of financial instruments.

One of the determinations of whether the credit risk of debt investments measured at fair value through other comprehensive income held by Fubon Securities and its subsidiaries has increased significantly, is based on the external ratings from international credit rating agencies (Moody's). The expected credit losses calculation is referred to the external rating scale and Moody's regularly published default rate and loss given default information. The forward-looking macroeconomic condition is considered and is appropriately adjusted.

vi) Changes in loss allowance

1. Changes in loss allowance of debt instruments measured at fair value through other comprehensive income

As of June 30, 2026 and 2025, the reconciliations of the beginning and ending balances for loss allowance of debt instruments measured at fair value through other comprehensive income were as follows:

	For the six months ended June 30, 2026						
	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (not purchased or originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9	Total
Beginning balance	$ 4,151	-	-	-	-	4,151	4,151
Changes due to financial instruments recognized as at beginning:							
—Derecognition of financial assets at current period	(487)	-	-	-	-	(487)	(487)
Originated or purchased new financial assets	3,549	-	-	-	-	3,549	3,549
Effects of exchange rate changes and others	234	-	-	-	-	234	234
Ending balance	**$ 7,447**	**-**	**-**	**-**	**-**	**7,447**	**7,447**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	For the six months ended June 30, 2025						
	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (not purchased or originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9	Total
Beginning balance	$ 4,782	-	-	-	-	4,782	4,782
Changes due to financial instruments recognized as at beginning:							
—Derecognition of financial assets at current period	(1,276)	-	-	-	-	(1,276)	(1,276)
Originated or purchased new financial assets	1,089	-	-	-	-	1,089	1,089
Effects of exchange rate changes and others	(1,040)	-	-	-	-	(1,040)	(1,040)
Ending balance	**$ 3,555**	**-**	**-**	**-**	**-**	**3,555**	**3,555**

For the six months ended June 30, 2026 and 2025, there was no significant change in the allowance loss resulting from significant changes in the total carrying amount.

2. Changes in loss allowance of accounts receivable, other receivables and overdue receivables

As of June 30, 2026 and 2025, the reconciliations of the beginning and ending balances for loss allowance of accounts receivable, other receivables and overdue receivables were as follows:

	For the six months ended June 30, 2026						
	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (not purchased or originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9	Total
Beginning balance	$ -	-	139,922	6,745	-	146,667	146,667
Originated or purchased new financial assets	-	-	368	3,200	-	3,568	3,568
Effects of exchange rate changes and others	-	-	(1,125)	(166)	-	(1,291)	(1,291)
Ending balance	**$ -**	**-**	**139,165**	**9,779**	**-**	**148,944**	**148,944**

(Continued)

	For the six months ended June 30, 2025						
	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (not purchased or originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9	Total
Beginning balance	$ -	-	142,090	5,751	-	147,841	147,841
Originated or purchased new financial assets	-	-	898	1,732	-	2,630	2,630
Effects of exchange rate changes and others	-	-	(2,836)	(1,230)	-	(4,066)	(4,066)
Ending balance	**$ -**	**-**	**140,152**	**6,253**	**-**	**146,405**	**146,405**

Affected by the sharp plummet in US stocks in February, 2018, Fubon Futures had an unpaid amount of future exchange margins receivable amounting to $141,922 thousand, $142,789 thousand and $143,931 thousand, respectively, which has yet to be recovered, and therefore, the loss allowance amounting to $136,174 thousand, $136,174 thousand and $136,175 thousand, respectively, after considering the actual recovery, had been recognized, as of June 30, 2026, December 31 and June 30, 2025.

vii) Impairment loss

As of June 30, 2026, December 31 and June 30, 2025, Fubon Securities and its subsidiaries' receivables from pecuniary finance recovery period were principally less than a year or an operating cycle (at most one and a half years). Thus, it was assumed that book value approximated fair value without discounting at an appropriate interest rate.

As of June 30, 2026, December 31 and June 30, 2025, in accordance with the "Regulations Governing Margin and Stock Loans by Securities Firms", Fubon Securities and its subsidiaries had charged the margin for margin purchases to their customers, and held all securities purchased as collaterals. Fubon Securities set a margin ratio of around 120% to manage receivables from pecuniary finance. If the stock price fluctuates too much to maintain margin ratio of 120%, Fubon Securities and its subsidiaries will inform the customers to repay part of the financing, replenish the deposit margin, or increase the amount of collaterals to make up the balance. As of June 30, 2026, December 31 and June 30, 2025, Fubon Securities and its subsidiaries had no impairment loss on receivables from pecuniary finance, taking historical experience and the recoverable amount of collateral into account.

Some investors failed to settle stock purchases made by pecuniary finance. Therefore, Fubon Securities and its subsidiaries disposed of the securities so purchased by the investors and deducted the proceeds of such sales from receivables due to pecuniary finance. In addition, some collateral securities purchased by investors through unsettled pecuniary finance contracts were unable to be disposed of.

Fubon Securities and its subsidiaries have persistently tried to settle the aforementioned claims, and recorded the uncollected receivables from such unsettled pecuniary finance contracts as overdue receivables.

5) Fubon Bank (Hong Kong) and its subsidiaries

The following disclosure related to Fubon Bank (Hong Kong) and its subsidiaries is all expressed in thousands of HKD, unless otherwise stated.

a) Sources and definition of credit risk

Credit risk is the risk of suffering financial loss in the event that any of Fubon Bank (Hong Kong) and its subsidiaries' customers or counterparties fail to fulfill their obligation to Fubon Bank (Hong Kong) and its subsidiaries. It arises mainly from loans and advances, debt securities held, and counterparty credit risk arising from derivative contracts entered into with customers or counterparties. It also arises from trading and treasury activities.

b) Strategy, objectives, policies and procedures

Fubon Bank (Hong Kong) and its subsidiaries manage credit risk through a framework of controls to ensure credit risk taking activities are based on sound principles and in line with the overall business objectives of Fubon Bank (Hong Kong) and its subsidiaries. It has established a set of credit policies and procedures, which define the credit risk taking criteria, the credit approval upper limit delegated from the Board of Directors, credit monitoring processes, credit rating and sorting systems, and loan impairment criteria.

The credit risk management process is designed to facilitate early detection of customer, industry, or product risk exposures that require special monitoring. The overall portfolio risk is subject to continuous monitoring. The general risk management report covers information including large-scale risk exposures, national risk exposures, industry risk exposures, loan quality, and loan depreciation, then it is submitted to the Credit Committee, the Executive Credit Committee, and the Risk Committee.

c) Credit risk management framework

The Board of Directors have delegated credit approval authorities to the following in descending order of authority: The Executive Credit Committee, the Credit Committee and the Wholesale Credit Committee. The Executive Credit Committee serves as the credit committee of the Board of Directors to review and approve credits that require the approval from the Board of Directors. In addition, it approves Fubon Bank (Hong Kong) and its subsidiaries' credit policies and credit risk framework, taking into consideration relevant law and regulations.

The Credit Committee is a management level committee that provides management oversight of Fubon Bank (Hong Kong) and its subsidiaries' credit risk management. It ensures that Fubon Bank (Hong Kong) and its subsidiaries have in place an effective credit risk management framework and that its credit risks are within the credit policies and credit risk framework as specified by the Board of Directors or its delegated committees. The Credit Committee reviews and endorses credit policies and the credit risk framework for the Executive Credit Committee' s approval, and reviews and approves credit related guidelines. It also conducts on-going review of the market environment and makes necessary policy recommendations to the Executive Credit Committee to ensure that the credit risk framework of Fubon Bank (Hong Kong) and its subsidiaries is within the established risk appetite of Fubon Bank (Hong Kong) and its subsidiaries. The Credit Committee also reviews and approves credits that are within the authority as delegated by the Board of Directors.

The Wholesale Credit Committee reviews and approves wholesale credits that are within its authority as delegated by the Board of Directors.

The credit units, Enterprise Credit Risk Management Department, Special Assets Management Department and Retail Credit Risk Oversight & Data Analytics Team, provide centralized management of credit risk for corporate credits and retail credits. They are responsible for:

i) independent evaluation of corporate credit applications;

ii) monitoring loan portfolios and conducting regular analysis;

iii) managing problematical corporate credits to achieve the highest recovery;

iv) recommending loan classification, impairment and charge-off;

v) reporting to the Credit Committee and Executive Credit Committee regularly on aspects of the loan portfolio.

Compliance reviews are conducted by independent unit on an ongoing basis to ensure compliance with applicable laws and regulations, standards, guidelines and codes of practice. The internal audit function of Fubon Bank (Hong Kong) and its subsidiaries is an independent appraisal function set up with the primary objective of evaluating the internal control system and compliance with laws, regulatory guidelines and internal control policies.

Credit risk limits are set at different levels, including portfolio and individual customer levels, taking into consideration various factors including market situation, capital requirements, and the returns.

d) Risk report and evaluation system

Specific policies and measures to address different kinds of credit related activities are set out below:

i) Institutional Banking

Credit risk from institutional bank is managed by conducting thorough credit evaluation, credit risk mitigation through collateral and guarantee, internal credit rating system and post-approval monitoring system. Subject to the size of the credit, the value of collateral and the internal credit rating of the client, different levels of credit approval agencies are required. Credit decision takes into account facility structure, tenor, the repayment ability of the obligor and credit mitigation through collateral and guarantee.

Fubon Bank (Hong Kong) and its subsidiaries have established limits for credit exposure to individual industry and customer groups, regardless of whether the credit exposure is funded or non-funded. Fubon Bank (Hong Kong) and its subsidiaries also undertake ongoing credit review and monitoring at several levels. The relevant policies and procedures also take into account the rules under the Hong Kong Banking Ordinance, regulatory requirements of the HKMA and best market practices.

ii) Retail Banking

Credit risk from Retail Banking is product driven, arising from retail loan products such as credit cards, unsecured personal loans, mortgage loans and loans secured with wealth management products. Because of the homogeneous nature of these products, credit risk management is primarily based on statistical analyses of risks with respect to different types of product, collateral and customer. Fubon Bank (Hong Kong) and its subsidiaries determine product terms and desired customer profiles on a regular basis by developing, validating and fine-tuning internal scorecards and stress testing models.

iii) Counterparty credit risk

Unlike on-balance sheet instruments, where the credit risk is generally represented by the principal value of loans or other financial instruments, counterparty credit risk means counterparty default risk, credit valuation adjustment risk and settlement risk. Counterparty credit risk exposure means an exposure to counterparty credit risk, which involves situation in which Fubon Bank (Hong Kong) and its subsidiaries enter into a derivative or non-same day spot foreign currency exchange settlement transaction with a counterparty which may subsequently fail to meet its obligations on or before the final settlement of the transactions. These credit exposures are managed as part of the overall credit limits to the counterparties and central clearing counterparty. In evaluating the credit risk associated with counterparty, financial strength is always the primary considerations. Fubon Bank (Hong Kong) and its subsidiaries use the current exposure method for the purpose of providing capital for such counterparty exposures.

Wrong way risk occurs when the credit exposure to a counterparty is adversely correlated with the credit quality of the counterparty. Credit exposures and potential losses may increase as a result of adverse change in market conditions. Fubon Bank (Hong Kong) and its subsidiaries have set up policies and procedures to control wrong-way risk.

iv) Credit-related commitments

The risks involved in credit-related commitments and contingencies are essentially the same as the credit risk involved in extending loan facilities to customers. These transactions are, therefore, subject to the same credit application, portfolio management and collateral requirements as for loan transactions.

v) Concentration of credit risk

Concentration of credit risk exists when changes in geographic, economic or industry factors similarly affect groups of clients or counterparties whose aggregate credit exposure is material in relation to Fubon Bank (Hong Kong) and its subsidiaries' total exposures. Fubon Bank (Hong Kong) and its subsidiaries' financial risk exposure are diversified by client group, industry and product, but are concentrated in Hong Kong.

e) Mitigation or hedging policy, and monitoring strategy and procedure

Fubon Bank (Hong Kong) and its subsidiaries' credit evaluation focuses primarily on the obligor's repayment ability from its cash flow and financial condition. In addition, Fubon Bank (Hong Kong) and its subsidiaries employ various credit risk mitigation measures such as appropriate facility structuring, posting of collateral and/or third-party support as well as transfer of risk to other third-parties, which form an integral part of the credit risk management process. Credit and market concentration risks of credit risk reduction measures used by Fubon Bank (Hong Kong) and its subsidiaries are minimal. The most commonly used credit risk mitigation measures are provided below:

Collateral

Fubon Bank (Hong Kong) and its subsidiaries hold collateral against taking credit risk mainly in the form of cash deposits, marketable securities, and mortgage interest over property and guarantees. Fubon Bank (Hong Kong) and its subsidiaries have in place policies and procedures that govern the assessment, acceptance and the periodic valuation of the collateral. Collateral taken to secure credit risk is revalued periodically ranging from daily to annually depending on the type of collateral. For treasury operations, collateral taken is marked to market daily.

Master netting agreements

Collateral generally is not held over credit risk extended to banks, except when securities are held as part of reverse repurchase and securities borrowing activity. However, where applicable, Fubon Bank (Hong Kong) and its subsidiaries manage credit exposure to banks by entering into master netting arrangements whenever it is appropriate and feasible to do so. The netting arrangement results in the settlement of counterparty exposure on a net basis in the event a default occurs.

Fubon Bank (Hong Kong) and its subsidiaries' preferred agreement for documenting derivatives activity is the ISDA Master Agreement which covers the contractual framework within which dealing activity across a full range of over-the-counter derivative instruments is conducted and contractually binds both parties to apply close-out netting across all outstanding transactions covered by an agreement if either party defaults or following other pre-agreed termination events.

It is also common for Fubon Bank (Hong Kong) and its subsidiaries to execute a Credit Support Annex in conjunction with the ISDA Master Agreement with the counterparty to mitigate the inherent market risk of derivative instruments.

f) Determination on credit risk significantly increase

Fubon Bank (Hong Kong) reviews the credit risk of financial assets at the reporting date to determine if the credit risk of individual financial assets have increased significantly since the initial recognition. Fubon Bank (Hong Kong) mainly considers the following in order to make a decision:

i) The financial asset is overdue for 30 days or more

ii) The debtor's internal credit rating declined significantly

iii) The debtor's external credit rating dropped significantly

iv) The debtor' s industry was identified as a high-risk industry and its internal credit rating was low or individual indicators reached an early warning level

v) Debtor was classified at the category of extra attention by Fubon Bank (Hong Kong)

g) The definition of breach of contract

Fubon Bank (Hong Kong) uses the same definitions for default and credit impairment of financial assets. If one or more of the following conditions are met, Fubon Bank (Hong Kong) determines that the financial assets have been defaulted and credit-impaired:

i) Quantitative indicators

When financial assets-receivables are overdue for more than 90 days.

ii) Qualitative indicators

If there is evidence that the borrower will be unable to pay the contract, or show that the borrower has significant financial difficulties, such as:

1. The borrower has filed for bankruptcy or is likely to file a bankruptcy or financial organization.

2. The borrower has died or the company is dissolved.

3. Other financial instrument contracts of the borrower have defaulted.

4. The active market of the financial asset disappeared due to the financial difficulties of the borrower.

5. Due to economic or contractual reasons related to the financial difficulties of the borrower, the creditor of the borrower gives the borrower a concession that would not have been considered.

6. Purchase or originate financial assets at a substantial discount that reflects that the credit losses have occurred.

h) Expected credit losses measurement

Fubon Bank (Hong Kong) classifies different types of financial assets into different groups based on their product categories and debtor identities, so that expected credit losses can be calculated to correspond to different risk parameters.

For Fubon Bank (Hong Kong), if there is no significant increase in credit risk of financial assets, the 12-month expected credit losses will be recognized. If the financial assets are significantly increase in credit risk, the expected credit losses for a lifetime will be recognized.

When Fubon Bank (Hong Kong) provides expected credit losses, it will consider the debtor's probability of default, and include loss given default and exposure at default, and consider the impact of the time value of money to calculate the corresponding expected credit loss.

Default probability is how likely the issuer or debtor breaches the contract, and the loss given default is the rate of loss due to default by the issuer or debtor. The default probability and loss given default used by Fubon Bank (Hong Kong) are based on the historical information on internal credit losses of each combination and makes corresponding adjustments based on the current observable data and forward-looking general economic information. If individual portfolios do not have a history of credit losses, Fubon Bank (Hong Kong) will use similar combinations of credit loss history or external credit loss histories for the portfolio. In terms of loss given default, Fubon Bank (Hong Kong) mainly bases on the market value of individual collateral, and makes corresponding adjustments based on the relevant forward-looking general economic information. In determining the amount of breach of contract, Fubon Bank (Hong Kong) will consider historical data and will make an estimate of its future withdrawal amount for the amount of commitment not yet withdrawn on the statement date, to be included in the amount of breach of contractual risk.

i) Financial assets measured at amortized cost

Units: In thousands of HKD

	For the six months ended June 30, 2026					
	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (not purchased or originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9
Beginning balance	$ 58,161	-	-	-	-	58,161
Changes due to financial instruments recognized as at beginning:						
－Derecognition of financial assets at current period	(34,716)	-	-	-	-	(34,716)
Originated or purchased new financial assets	17,819	-	-	-	-	17,819
Effects of exchange rate changes and others	5,851	-	-	-	-	5,851
Ending balance	**$ 47,115**	**-**	**-**	**-**	**-**	**47,115**

Units: In thousands of HKD

	For the six months ended June 30, 2025					
	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (not purchased or originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9
Beginning balance	$ 38,451	-	258	-	-	38,709
Changes due to financial instruments recognized as at beginning:						
－Derecognition of financial assets at current period	(5,970)	-	(258)	-	-	(6,228)
Originated or purchased new financial assets	16,605	-	-	-	-	16,605
Effects of exchange rate changes and others	(531)	-	-	-	-	(531)
Ending balance	**$ 48,555**	**-**	**-**	**-**	**-**	**48,555**

ii) Discounts and Loans

Units: In thousands of HKD

	For the six months ended June 30, 2026					
	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (not purchased or originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9
Beginning balance	$ 121,269	-	216,591	-	-	337,860
Changes due to financial instruments recognized as at beginning:						
－Transfer to lifetime ECLs	(1,654)	-	1,654	-	-	-
－Transfer to 12-month ECLs	4,221	-	(4,221)	-	-	-
－Derecognition of financial assets at current period	(23,972)	-	(10,703)	-	-	(34,675)
Originated or purchased new financial assets	57,089	-	2,168	-	-	59,257
Write-off	-	-	(88,676)	-	-	(88,676)
Effects of exchange rate changes and others	(15,622)	-	82,458	-	-	66,836
Ending balance	**$ 141,331**	**-**	**199,271**	**-**	**-**	**340,602**

(Continued)

Units: In thousands of HKD

	For the six months ended June 30, 2025					
	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (not purchased or originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9
Beginning balance	$ 150,215	-	323,319	-	-	473,534
Changes due to financial instruments recognized as at beginning:						
—Transfer to lifetime ECLs	(10,214)	-	10,214	-	-	-
—Transfer to 12-month ECLs	3,163	-	(3,163)	-	-	-
—Derecognition of financial assets at current period	(25,426)	-	(27,435)	-	-	(52,861)
Originated or purchased new financial assets	42,373	-	9,580	-	-	51,953
Write-off	-	-	(193,254)	-	-	(193,254)
Effects of exchange rate changes and others	(29,686)	-	72,949	-	-	43,263
Ending balance	**$ 130,425**	**-**	**192,210**	**-**	**-**	**322,635**

iii) Off-balance sheet guarantees and commitments

Units: In thousands of HKD

	For the six months ended June 30, 2026					
	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (not purchased or originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9
Beginning balance	$ 11,346	-	2,575	-	-	13,921
Effects of exchange rate changes and others	(3,855)	-	1,442	-	-	(2,413)
Ending balance	**$ 7,491**	**-**	**4,017**	**-**	**-**	**11,508**

Units: In thousands of HKD

	For the six months ended June 30, 2025					
	12-month ECLs	Lifetime ECLs (collectively assessed)	Lifetime ECLs (individually assessed)	Lifetime ECLs (not purchased or originated credit-impaired financial assets)	Lifetime ECLs (purchased or originated credit-impaired financial assets)	The loss allowances measured in accordance with IFRS 9
Beginning balance	$ 15,349	-	7,790	-	-	23,139
Effects of exchange rate changes and others	4,792	-	(811)	-	-	3,981
Ending balance	**$ 20,141**	**-**	**6,979**	**-**	**-**	**27,120**

(Continued)

i) The maximum exposure to credit risk

The balance sheet is not considering the maximum exposure to credit risk of the guarantees and other credit instruments being the same as their book value. The maximum exposure to credit risk of financial instruments off balance sheet is as follows (not considering the guarantees or other credit instruments):

Units: In thousands of HKD

	Maximum exposure to credit risk		
Off-balance sheet items	June 30, 2026	December 31, 2025	June 30, 2025
Irrevocable loan commitments	$ 9,358,520	5,891,016	7,132,303
Standby letters of credit	256,163	276,371	155,493
Financial guarantees	229,291	178,002	177,879
Total	**$ 9,843,974**	**6,345,389**	**7,465,675**

The maximum exposure of assets and off-balance sheet items pledged as collaterals, general agreement of net amount settlement and other credit enhancement tools are as follows:

	June 30, 2026		
On-balance sheet items	Collaterals	General agreement of net amount settlement	Other credit enhancement tools
Discounts and loans	42.64 %	- %	45.08 %
Financial assets measured at amortized cost			
－Bonds investments	- %	- %	0.47 %
Other financial assets			
－Bonds investments	- %	- %	19.43 %

	December 31, 2025		
On-balance sheet items	Collaterals	General agreement of net amount settlement	Other credit enhancement tools
Discounts and loans	42.41 %	- %	46.53 %
Financial assets measured at amortized cost			
－Bonds investments	- %	- %	0.61 %
Other financial assets			
－Bonds investments	- %	- %	17.68 %

(Continued)

	June 30, 2025		
On-balance sheet items	Collaterals	General agreement of net amount settlement	Other credit enhancement tools
Discounts and loans	49.69 %	- %	47.05 %
Financial assets measured at amortized cost			
－Bonds investments	- %	- %	0.59 %
Other financial assets			
－Bonds investments	- %	- %	20.71 %

j) The significant concentrations of the credit risk

Concentration of credit risk exists when changes in geographic, economic or industry factors similarly affect groups of borrowers or market counterparties whose aggregate credit exposure is material in relation to Fubon Bank (Hong Kong) and its subsidiaries' total exposures. Fubon Bank (Hong Kong) and its subsidiaries' financial risk exposure are diversified by obligor group, industry and product, but are concentrated in Hong Kong.

Information on loans and nonperforming loans in different industries, areas and guarantees with significant concentration of credit risk is as follow:

i) By industry and by area

Units: In thousands of HKD

	June 30, 2026		December 31, 2025		June 30, 2025	
Industry	Amount	%	Amount	%	Amount	%
Commercial and financial						
Property development	$ 4,692,065	4.89	5,508,253	6.32	5,911,958	7.93
Property investment	8,811,309	9.18	9,167,483	10.51	9,493,043	12.74
Financial concerns	1,637,245	1.71	1,433,666	1.64	1,638,955	2.20
Securities broking	794,476	0.83	-	-	-	-
Wholesale and retail trade	1,489,162	1.55	1,287,152	1.48	1,324,193	1.78
Manufacturing	3,583,893	3.74	3,046,174	3.49	1,948,294	2.61
Transport and transport equipment	955,869	1.00	69,216	0.08	100,773	0.13
Entertainment	344,155	0.36	340,488	0.39	334,000	0.45
Information technology	270,986	0.28	625,724	0.72	618,460	0.83
Electricity and gas	920,085	0.96	1,339,880	1.54	1,604,323	2.15
Others	9,100,859	9.48	8,410,149	9.64	7,310,406	9.81
Individuals						
Project plan	92,720	0.10	71,722	0.08	60,596	0.08
Loan for the purchase of other residential properties	10,617,539	11.06	11,351,802	13.01	12,004,698	16.11
Credit card advances	751,342	0.77	755,300	0.86	781,802	1.05
Others	3,784,051	3.94	3,522,824	4.04	3,398,298	4.56
Subtotal	47,845,756	49.85	46,929,833	53.80	46,529,799	62.43
Trade finance	6,032,408	6.29	5,407,359	6.20	4,840,622	6.49
Gross advances for use in Hong Kong	53,878,164	56.14	52,337,192	60.00	51,370,421	68.92
Gross advances for use outside Hong Kong	42,087,367	43.86	34,887,288	40.00	23,160,765	31.08
Gross advances to customers	**$ 95,965,531**	**100.00**	**87,224,480**	**100.00**	**74,531,186**	**100.00**

(Continued)

ii) By collateral

Units: In thousands of HKD

Collateral	June 30, 2026 Amount	%	December 31, 2025 Amount	%	June 30, 2025 Amount	%
Unsecured	$ 55,043,536	57.36	48,234,214	55.30	37,496,720	50.31
Secured						
—Financial collateral	260,073	0.27	244,227	0.28	335,800	0.45
—Real estate	39,861,250	41.54	38,609,381	44.26	36,571,649	49.07
—Other collateral	800,672	0.83	136,658	0.16	127,017	0.17
Total	**$ 95,965,531**	**100.00**	**87,224,480**	**100.00**	**74,531,186**	**100.00**

k) The analysis of credit quality and impairment of financial instruments

i) Credit quality analysis of financial assets

The definition of credit risk is as follow:

1. Low risk: Exposures demonstrate a good capacity to meet financial commitments, with low default risk and/or low levels of expected loss.

2. Medium risk: Exposures require closer monitoring and demonstrate an average to fair capacity to meet financial commitments, with medium default risk.

3. High risk: Exposures require varying degrees of special attention and default risk is of greater concern.

Units: In thousands of HKD

	June 30, 2026										
	stage1				stage2						
	Low risk	Medium risk	High risk	Total	Low risk	Medium risk	High risk	Total	stage3	Loss allowance	Total
Discounts and loans											
Personal finance											
—Mortgage	$ 15,717,255	-	-	15,717,255	-	486,542	-	486,542	161,397	45,311	16,319,883
—Consumer loans	2,884,532	-	-	2,884,532	-	254,464	-	254,464	30,037	39,669	3,129,364
Corporate finance											
—Commercial loans	73,620,061	-	-	73,620,061	-	2,269,987	-	2,269,987	541,256	255,622	76,175,682
Due from the central bank and call loans to banks	9,011,306	-	-	9,011,306	-	-	-	-	-	7,780	9,003,526
Financial assets measured at fair value through other comprehensive income—debt instruments	45,878,593	-	-	45,878,593	-	-	-	-	-	53,743	45,824,850
Financial assets measured at amortized cost—debt instruments	43,609,830	-	348,858	43,958,688	-	-	-	-	-	39,335	43,919,353
Off-balance sheet items:											
Guarantee and commitments	26,075,862	-	-	26,075,862	-	333,153	-	333,153	-	11,508	26,397,507

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
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Units: In thousands of HKD

	December 31, 2025										
	stage1				stage2						
	Low risk	Medium risk	High risk	Total	Low risk	Medium risk	High risk	Total	stage3	Loss allowance	Total
Discounts and loans											
Personal finance											
—Mortgage	$ 16,544,809	-	-	16,544,809	-	491,038	-	491,038	150,095	55,439	17,130,503
—Consumer loans	2,761,114	-	-	2,761,114	-	261,050	-	261,050	25,884	35,643	3,012,405
Corporate finance											
—Commercial loans	63,959,212	-	-	63,959,212	-	2,563,095	-	2,563,095	468,183	246,778	66,743,712
Due from the central bank and call loans to banks	17,319,097	-	-	17,319,097	-	-	-	-	-	25,024	17,294,073
Financial assets measured at fair value through other comprehensive income—debt instruments	38,530,787	-	345,219	38,876,006	-	-	-	-	-	33,137	38,842,869
Financial assets measured at amortized cost—debt instruments	35,669,375	-	-	35,669,375	-	-	-	-	-	38,676	35,630,699
Off-balance sheet items:											
Guarantee and commitments	25,074,113	-	-	25,074,113	-	218,664	-	218,664	-	13,921	25,278,856

Units: In thousands of HKD

	June 30, 2025										
	stage1				stage2						
	Low risk	Medium risk	High risk	Total	Low risk	Medium risk	High risk	Total	stage3	Loss allowance	Total
Discounts and loans											
Personal finance											
—Mortgage	$ 17,797,108	-	-	17,797,108	-	518,980	-	518,980	115,643	50,977	18,380,754
—Consumer loans	2,502,693	-	-	2,502,693	-	262,656	-	262,656	27,520	36,970	2,755,899
Corporate finance											
—Commercial loans	49,281,071	-	-	49,281,071	-	3,174,652	-	3,174,652	850,863	234,687	53,071,899
Due from the central bank and call loans to banks	18,650,493	-	-	18,650,493	-	-	-	-	-	12,678	18,637,815
Financial assets measured at fair value through other comprehensive income—debt instruments	27,890,546	-	-	27,890,546	-	-	-	-	-	24,903	27,865,643
Financial assets measured at amortized cost—debt instruments	39,952,435	-	354,857	40,307,292	-	-	-	-	-	35,877	40,271,415
Off-balance sheet items:											
Guarantee and commitments	29,515,673	-	-	29,515,673	-	646,104	-	646,104	-	27,121	30,134,656

(iv) Liquidity risk

Major subsidiaries are listed separately as follows:

1) Taipei Fubon Bank (The Bank) and its subsidiaries

a) Source and definition of liquidity risk

Liquidity risk is the risk that a bank may be unable to obtain sufficient funds in a timely manner and at an acceptable cost to meet its actual or expected payment obligations, so a bank has to delay payments to counterparties or to urgently raise funds to cover the funding shortfall.

(Continued)

b) Management strategy and principles

Taipei Fubon Bank (The Bank)

i) The Bank's strategy is to lower liquidity risk by acquiring stable, low interest rate, sufficient funding to cover asset size growth and meet obligation on matured liabilities and to avoid gaps from between funding availability and demand.

ii) The principle is to harmonize fund availability with the Bank's deposit, loan and financial transaction growth. The Bank adjusts its funding strategy depending on market fund change and the Central bank's policies to increase return of fund and lower liquidity risk. The Bank not only pays attention to maturities of long-term and short-term securities to match the timing of large-amount loan drawdown and repayment, but also analyzes the stability and percentages of various types of deposits to manage funding liquidity.

iii) The Bank has set funding liquidity risk limit indicators to monitor and manage the liquidity risk of the Bank. The general manager is authorized to set up the funding liquidity risk limit within the scope of regulations and risk appetite and regularly reports to Assets and Liabilities Management Committee and the Board of Directors.

Fubon Bank (China)

i) The liquidity risk management strategy of Fubon Bank (China) aims not only at meeting compliance and regulatory requirements but also finding sound balance between business performance and adequate liquidity position. By adjusting its short-term and long-term assets allocation and dispersing sources of funds on the basis of market conditions, Fubon Bank (China) manages its liquidity risk exposure at an acceptable level to ensure its sustainable business operations and sound reputation.

ii) The liquidity risk management of Fubon Bank (China) is centralized given the size and complexity of its current business scope with an organizational structure suitable for its liquidity exposure. The Board of Directors take the ultimate responsibility of the bank' s liquidity risk management. The management is in charge of implementations of liquidity management, authoring the Asset & Liability Management Committee (ALCO) to implement daily management duties. Liquidity risk assessment reports are submitted via ALCO to the Risk & Related Party Transaction Committee and Board of Directors on a quarterly basis.

iii) The liquidity risk management of Fubon Bank (China) involves the full participation of staff in the dynamic prevention, scientific quantification and prudent management of risk to ensure that Fubon Bank (China) has sufficient funding for its capital growth and various obligations.

c) Maturity analysis

The Bank' s management policy is to match the maturities and interest rates of assets and liabilities, and to control the un-matched gap. Because of uncertain terms and different conditions, the maturities and interest rates of assets and liabilities usually do not match perfectly, and may result in a potential gain or loss. To maintain proper liquidity, the Bank uses appropriate ways to group assets and liabilities in order to evaluate liquidity and to monitor the ratios of short-term negative funding gap to total asset in major currencies.

An analysis of cash inflow and outflow in assets and liabilities held by Taipei Fubon Bank and its subsidiaries for managing liquidity risk for the remaining periods from the balance sheet date to the contractual maturity dates. The maturity analysis of financial assets and liabilities, derivatives assets and liabilities, and off-balance sheet items in main currencies was as follows (except for non-deliverable derivatives, all were non-discounted contractual cash flow):

i) The maturity analysis of financial assets and liabilities - TWD

Taipei Fubon Bank (The Bank)

Units: In thousands of TWD

	June 30, 2026					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Assets						
Cash and due from / call loans to banks	$ 131,027,838	7,979,101	9,979,919	16,329,511	52,080,044	217,396,413
Investment in marketable securities (Note 2)	273,059,720	46,950,845	40,152,193	76,278,932	208,164,996	644,606,686
Securities purchased under resell agreements	44,976,261	-	-	-	-	44,976,261
Loans (included overdue loans)	96,657,089	143,394,161	155,852,884	149,538,018	1,724,147,922	2,269,590,074
Deliverable derivative assets	181,510,180	153,855,570	160,552,126	58,541,868	5,491,730	559,951,474
Non-deliverable derivative assets	8,941,929	-	-	5,319	200,115	9,147,363
Other capital inflow on maturity	80,093,225	17,528,942	12,495,813	8,549,411	48,917,694	167,585,085
Total assets	**$ 816,266,242**	**369,708,619**	**379,032,935**	**309,243,059**	**2,039,002,501**	**3,913,253,356**
Liabilities						
Deposits from the central bank and banks	$ 2,530,477	2,000	6,000,000	18,033,946	107,000	26,673,423
Deposits and remittances	294,508,856	225,927,529	282,651,350	462,484,539	1,473,595,420	2,739,167,694
Securities sold under repurchase agreements	1,894,970	2,441,977	10,837	31,673	-	4,379,457
Payables	1,408,820	943,218	1,791,612	1,457,544	103,473	5,704,667
Financial bonds payable	-	3,690,993	-	1,200,000	117,121,388	122,012,381
Deliverable derivative liabilities	218,709,350	161,214,803	170,481,570	54,021,777	8,276,680	612,704,180
Non-deliverable derivative liabilities	9,423,245	1,838	6,998	-	1,320,033	10,752,114
Other capital outflow on maturity	18,804,829	(812,568)	(1,387,791)	9,378,711	18,485,611	44,468,792
Total liabilities	**$ 547,280,547**	**393,409,790**	**459,554,576**	**546,608,190**	**1,619,009,605**	**3,565,862,708**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
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Units: In thousands of TWD

	December 31, 2025					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Assets						
Cash and due from / call loans to banks	$ 119,331,512	8,171,587	9,888,822	14,445,452	42,756,568	194,593,941
Investment in marketable securities (Note 2)	249,333,577	30,800,321	43,108,324	88,052,865	190,534,810	601,829,897
Securities purchased under resell agreements	48,378,073	-	-	-	-	48,378,073
Loans (included overdue loans)	102,913,148	157,605,590	144,886,813	112,647,540	1,609,915,230	2,127,968,321
Deliverable derivative assets	157,360,516	199,072,393	128,792,586	100,081,395	6,170,096	591,476,986
Non-deliverable derivative assets	8,621,935	-	-	-	146,888	8,768,823
Other capital inflow on maturity	60,872,450	15,576,342	13,895,820	8,386,510	46,695,733	145,426,855
Total assets	**$ 746,811,211**	**411,226,233**	**340,572,365**	**323,613,762**	**1,896,219,325**	**3,718,442,896**
Liabilities						
Deposits from the central bank and banks	$ 13,123,157	6,002,000	51,988	6,000,000	109,000	25,286,145
Deposits and remittances	208,026,173	237,238,595	287,163,885	419,484,961	1,240,166,289	2,392,079,903
Securities sold under repurchase agreements	5,380,093	293,390	320,835	31,567	-	6,025,885
Payables	1,054,868	926,443	1,233,021	1,653,842	138,967	5,007,141
Financial bonds payable	999,091	-	-	3,670,442	100,107,573	104,777,106
Deliverable derivative liabilities	270,544,253	264,351,526	145,478,484	107,627,330	8,881,200	796,882,793
Non-deliverable derivative liabilities	8,116,394	-	-	29,101	1,398,265	9,543,760
Other capital outflow on maturity	22,667,918	6,670,980	4,806,573	888,861	16,626,894	51,661,226
Total liabilities	**$ 529,911,947**	**515,482,934**	**439,054,786**	**539,386,104**	**1,367,428,188**	**3,391,263,959**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of TWD

	June 30, 2025					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Assets						
Cash and due from / call loans to banks	$ 98,361,523	7,993,807	8,268,363	14,494,276	39,699,888	168,817,857
Investment in marketable securities (Note 2)	264,963,536	23,800,162	32,898,915	75,531,214	196,699,448	593,893,275
Securities purchased under resell agreements	25,962,203	-	-	-	-	25,962,203
Loans (included overdue loans)	83,568,238	131,456,092	138,076,126	110,530,357	1,553,396,746	2,017,027,559
Deliverable derivative assets	119,897,092	179,952,572	169,903,858	74,355,089	2,789,206	546,897,817
Non-deliverable derivative assets	7,822,835	-	-	-	558,611	8,381,446
Other capital inflow on maturity	64,633,726	16,409,569	13,660,523	8,338,530	45,403,695	148,446,043
Total assets	**$ 665,209,153**	**359,612,202**	**362,807,785**	**283,249,466**	**1,838,547,594**	**3,509,426,200**
Liabilities						
Deposits from the central bank and banks	$ 6,715,468	2,000	6,000,000	12,051,988	109,000	24,878,456
Deposits and remittances	224,595,191	231,477,440	239,487,670	419,817,158	1,148,432,868	2,263,810,327
Securities sold under repurchase agreements	3,394,806	672,685	319,618	31,460	-	4,418,569
Payables	1,266,348	1,234,146	1,270,909	1,358,962	132,698	5,263,063
Financial bonds payable	-	2,198,246	-	993,959	99,582,274	102,774,479
Deliverable derivative liabilities	178,751,341	276,363,009	189,745,152	88,279,724	2,745,510	735,884,736
Non-deliverable derivative liabilities	7,026,533	1,697	-	5,993	867,740	7,901,963
Other capital outflow on maturity	29,960,619	42,926	397,197	7,951,428	15,931,368	54,283,538
Total liabilities	**$ 451,710,306**	**511,992,149**	**437,220,546**	**530,490,672**	**1,267,801,458**	**3,199,215,131**

Note 1: The above amounts include only New Taiwan dollar amounts (exclude foreign currencies) held by headquarter and domestic branches of Taipei Fubon Bank.

Note 2: Investment in marketable securities includes financial assets measured at fair value through profit or loss, financial assets measured at fair value through other comprehensive income and debt investments measured at amortized cost.

(Continued)

ii) The maturity analysis of financial assets and liabilities - USD

Taipei Fubon Bank (The Bank)

Units: In thousands of USD

	June 30, 2026					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Assets						
Cash and due from / call loans to banks	$ 2,284,032	236,100	774,000	318,000	-	3,612,132
Investment in marketable securities (Note 2)	1,012,633	214,655	281,341	649,599	11,828,813	13,987,041
Securities purchased under resell agreements	2,370	18,705	-	-	-	21,075
Loans (included overdue loans)	1,027,243	490,515	511,779	320,163	3,588,284	5,937,984
Deliverable derivative assets	11,616,987	9,135,845	6,879,282	3,353,897	284,262	31,270,273
Non-deliverable derivative assets	135,451	273	747	4,205	119,569	260,245
Other capital inflow on maturity	1,246,565	334,816	82,939	34,333	333,223	2,031,876
Total assets	**$ 17,325,281**	**10,430,909**	**8,530,088**	**4,680,197**	**16,154,151**	**57,120,626**
Liabilities						
Deposits from the central bank and banks	$ 2,072,257	3,159,800	620,000	130,000	-	5,982,057
Deposits and remittances	5,465,261	4,761,371	3,635,995	2,508,285	5,106,314	21,477,226
Securities sold under repurchase agreements	216,209	692,610	-	-	-	908,819
Payables	55,817	67,077	39,833	9,408	102	172,237
Financial bonds payable	-	-	-	-	428,929	428,929
Deliverable derivative liabilities	8,030,029	7,729,560	6,680,580	2,788,919	188,999	25,418,087
Non-deliverable derivative liabilities	275,504	6	15	2	128,842	404,369
Other capital outflow on maturity	407,271	196,145	60,641	91,491	1,023,458	1,779,006
Total liabilities	**$ 16,522,348**	**16,606,569**	**11,037,064**	**5,528,105**	**6,876,644**	**56,570,730**

(Continued)

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Units: In thousands of USD

	December 31, 2025					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Assets						
Cash and due from / call loans to banks	$ 1,857,190	373,000	330,000	867,000	-	3,427,190
Investment in marketable securities (Note 2)	713,842	123,348	262,932	671,807	11,881,322	13,653,251
Securities purchased under resell agreements	6,555	37,458	-	-	-	44,013
Loans (included overdue loans)	797,392	961,326	675,837	418,825	2,491,483	5,344,863
Deliverable derivative assets	13,852,542	11,302,768	5,290,690	4,535,671	300,000	35,281,671
Non-deliverable derivative assets	67,819	213	450	2,607	106,139	177,228
Other capital inflow on maturity	1,610,761	300,271	42,708	23,903	237,460	2,215,103
Total assets	**$ 18,906,101**	**13,098,384**	**6,602,617**	**6,519,813**	**15,016,404**	**60,143,319**
Liabilities						
Deposits from the central bank and banks	$ 5,267,362	1,700,800	90,000	716,000	-	7,774,162
Deposits and remittances	6,595,679	5,109,186	2,488,647	4,585,520	4,903,232	23,682,264
Securities sold under repurchase agreements	92,606	227,040	-	-	-	319,646
Payables	56,697	49,758	18,221	20,898	211	145,785
Financial bonds payable	-	-	-	-	415,960	415,960
Deliverable derivative liabilities	7,947,481	8,290,099	4,814,151	4,012,004	210,435	25,274,170
Non-deliverable derivative liabilities	122,009	-	25	265	146,513	268,812
Other capital outflow on maturity	419,594	220,455	42,647	59,922	840,503	1,583,121
Total liabilities	**$ 20,501,428**	**15,597,338**	**7,453,691**	**9,394,609**	**6,516,854**	**59,463,920**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of USD

	June 30, 2025					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Assets						
Cash and due from / call loans to banks	$ 2,935,321	335,000	198,000	123,000	-	3,591,321
Investment in marketable securities (Note 2)	698,549	137,026	152,021	481,741	11,495,241	12,964,578
Securities purchased under resell agreements	43,687	15,114	-	-	-	58,801
Loans (included overdue loans)	949,702	749,578	728,513	434,184	2,105,671	4,967,648
Deliverable derivative assets	9,206,820	11,292,020	7,112,875	3,376,226	90,000	31,077,941
Non-deliverable derivative assets	53,465	290	520	2,807	129,934	187,016
Other capital inflow on maturity	1,455,808	298,885	64,754	20,059	208,956	2,048,462
Total assets	**$ 15,343,352**	**12,827,913**	**8,256,683**	**4,438,017**	**14,029,802**	**54,895,767**
Liabilities						
Deposits from the central bank and banks	$ 2,184,503	2,398,000	57,000	20,000	-	4,659,503
Deposits and remittances	6,117,222	6,432,298	3,464,866	2,565,137	4,925,390	23,504,913
Securities sold under repurchase agreements	222,774	159,624	-	-	-	382,398
Payables	58,771	67,120	24,579	9,439	118	160,027
Financial bonds payable	-	-	-	-	402,584	402,584
Deliverable derivative liabilities	6,522,004	7,518,963	6,222,984	2,774,031	92,000	23,129,982
Non-deliverable derivative liabilities	129,570	-	43	25	148,543	278,181
Other capital outflow on maturity	479,172	129,204	77,555	104,408	1,133,602	1,923,941
Total liabilities	**$ 15,714,016**	**16,705,209**	**9,847,027**	**5,473,040**	**6,702,237**	**54,441,529**

Note1: The above amounts include only USD amounts held by headquarter, domestic branches and offshore banking units of Taipei Fubon Bank.

Note2: Investment in marketable securities includes financial assets measured at fair value through profit or loss, financial assets measured at fair value through other comprehensive income and debt investments measured at amortized cost.

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

iii) The maturity analysis of financial assets and liabilities - CNY

Fubon Bank (China)

Units: In thousands of CNY

	June 30, 2026					
	0-30 days	31-90 days	91-365 days	Over 1 year	Undetermined	Total
Assets						
Cash and due from / call loans to banks	$ 3,373,737	2,474	-	-	6,264,081	9,640,292
Investments in marketable securities (Note)	2,486,900	1,794,013	9,788,013	53,561,465	62,444	67,692,835
Securities purchased under resell agreements	1,852,072	-	-	-	-	1,852,072
Loans (included overdue loans)	7,526,705	11,455,704	34,568,392	32,889,143	-	86,439,944
Deliverable derivative assets	91,116,562	53,759,852	88,900,815	329,229	-	234,106,458
Non-deliverable derivative assets	5,890	11,621	10,412	-	-	27,923
Other capital inflow on maturity	3,301,959	2,258,444	5,060,333	-	583,817	11,204,553
Total assets	**$ 109,663,825**	**69,282,108**	**138,327,965**	**86,779,837**	**6,910,342**	**410,964,077**
Liabilities						
Deposits from the central bank and banks	$ 4,458,230	1,767,812	755,276	738,237	-	7,719,555
Due to the central bank and banks	-	-	719,518	-	-	719,518
Deposits and remittances	48,628,245	27,873,411	42,807,796	15,703,453	-	135,012,905
Securities sold under repurchase agreements	1,700,063	-	-	-	-	1,700,063
Payables	2,538,704	2,258,444	4,560,333	536	-	9,358,017
Financial bonds payable	-	34,900	92,500	5,209,100	-	5,336,500
Deliverable derivative liabilities	91,194,512	53,827,151	89,132,329	328,715	-	234,482,707
Non-deliverable derivative liabilities	51,173	228,608	462,272	2,519	-	744,572
Other capital outflow on maturity	723,949	916,926	910,264	6,166	209	2,557,514
Total liabilities	**$ 149,294,876**	**86,907,252**	**139,440,288**	**21,988,726**	**209**	**397,631,351**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of CNY

	December 31, 2025					
	0-30 days	31-90 days	91-365 days	Over 1 year	Undetermined	Total
Assets						
Cash and due from / call loans to banks	$ 3,686,575	2,417	-	-	5,834,346	9,523,338
Investments in marketable securities (Note)	2,632,818	1,826,001	11,615,528	49,813,511	64,123	65,951,981
Loans (included overdue loans)	8,245,680	11,565,338	33,847,425	28,653,274	-	82,311,717
Deliverable derivative assets	87,679,662	86,103,325	120,606,649	69,169	-	294,458,805
Non-deliverable derivative assets	22,365	51,886	237,318	471,563	-	783,132
Other capital inflow on maturity	2,871,626	2,981,676	3,405,628	-	603,679	9,862,609
Total assets	**$ 105,138,726**	**102,530,643**	**169,712,548**	**79,007,517**	**6,502,148**	**462,891,582**
Liabilities						
Deposits from the central bank and banks	$ 2,068,090	1,101,776	-	70,949	-	3,240,815
Due to the central bank and banks	-	-	771,718	-	-	771,718
Deposits and remittances	43,452,877	18,965,509	35,212,257	30,443,310	-	128,073,953
Securities sold under repurchase agreements	2,800,550	-	-	-	-	2,800,550
Payables	1,962,534	2,046,728	2,958,458	538	-	6,968,258
Financial bonds payable	-	-	2,128,700	4,854,550	-	6,983,250
Deliverable derivative liabilities	87,675,571	86,141,359	120,697,332	68,824	-	294,583,086
Non-deliverable derivative liabilities	20,759	56,266	249,463	506,134	-	832,622
Other capital outflow on maturity	469,683	519,476	1,002,130	-	209	1,991,498
Total liabilities	**$ 138,450,064**	**108,831,114**	**163,020,058**	**35,944,305**	**209**	**446,245,750**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of CNY

	June 30, 2025					
	0-30 days	31-90 days	91-365 days	Over 1 year	Undetermined	Total
Assets						
Cash and due from / call loans to banks	$ 1,997,917	1,925	-	-	5,313,857	7,313,699
Investments in marketable securities (Note)	2,416,976	6,853,706	13,256,779	43,907,648	241,358	66,676,467
Loans (included overdue loans)	8,046,056	11,053,472	28,451,999	25,102,029	-	72,653,556
Deliverable derivative assets	78,200,172	72,780,029	131,521,109	828,935	-	283,330,245
Non-deliverable derivative assets	34,252	35,138	141,771	272,605	-	483,766
Other capital inflow on maturity	3,095,609	2,137,674	3,770,128	-	696,747	9,700,158
Total assets	**$ 93,790,982**	**92,861,944**	**177,141,786**	**70,111,217**	**6,251,962**	**440,157,891**
Liabilities						
Deposits from the central bank and banks	$ 1,833,321	3,468,886	30,268	-	-	5,332,475
Due to the central bank and banks	-	-	728,009	-	-	728,009
Deposits and remittances	38,222,680	27,522,252	29,439,058	19,874,775	-	115,058,765
Securities sold under repurchase agreements	3,045,508	-	-	-	-	3,045,508
Payables	2,490,935	1,917,150	3,766,622	539	-	8,175,246
Financial bonds payable	-	-	2,099,950	2,314,550	-	4,414,500
Deliverable derivative liabilities	78,055,611	72,624,666	131,498,810	835,237	-	283,014,324
Non-deliverable derivative liabilities	24,047	36,163	142,736	305,157	-	508,103
Other capital outflow on maturity	545,514	752,144	717,013	-	209	2,014,880
Total liabilities	**$ 124,217,616**	**106,321,261**	**168,422,466**	**23,330,258**	**209**	**422,291,810**

Note: Investment in marketable securities includes financial assets measured at fair value through profit or loss, financial assets measured at fair value through other comprehensive income and debt investments measured at amortized cost.

(Continued)

iv) The maturity analysis of derivatives assets and liabilities - TWD

Taipei Fubon Bank (The Bank)

Units: In thousands of TWD

	June 30, 2026					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Assets						
Deliverable derivative assets						
－Forward contracts	$ 305,251	228,375	14,631	-	-	548,257
－Currency swap	178,549,044	151,173,027	156,312,181	50,566,249	4,083,130	540,683,631
－Cross currency swap	2,655,885	2,454,168	4,225,314	7,975,619	1,408,600	18,719,586
Subtotal	181,510,180	153,855,570	160,552,126	58,541,868	5,491,730	559,951,474
Non-deliverable derivative assets						
－Interest rate derivative instruments－hedging	-	-	-	5,319	200,115	205,434
－Interest rate derivative instruments－non-hedging	9,428,013	-	-	-	-	9,428,013
－Equity derivative instruments	(486,084)	-	-	-	-	(486,084)
Subtotal	8,941,929	-	-	5,319	200,115	9,147,363
Liabilities						
Deliverable derivative liabilities						
－Forward contracts	$ 711,206	757,310	15,774	-	-	1,484,290
－Currency swap	217,179,369	158,892,134	164,902,316	51,824,177	6,126,280	598,924,276
－Cross currency swap	818,775	1,565,359	5,563,480	2,197,600	2,150,400	12,295,614
Subtotal	218,709,350	161,214,803	170,481,570	54,021,777	8,276,680	612,704,180
Non-deliverable derivative liabilities						
－Interest rate derivative instruments－hedging	-	1,838	6,998	-	1,320,033	1,328,869
－Interest rate derivative instruments－non-hedging	9,208,129	-	-	-	-	9,208,129
－Equity derivative instruments	215,116	-	-	-	-	215,116
Subtotal	9,423,245	1,838	6,998	-	1,320,033	10,752,114

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of TWD

	December 31, 2025					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Assets						
Deliverable derivative assets						
—Forward contracts	$ 199,433	49,796	-	-	-	249,229
—Currency swap	155,384,503	194,893,751	128,280,334	93,298,490	3,771,350	575,628,428
—Cross currency swap	1,776,580	4,128,846	512,252	6,782,905	2,398,746	15,599,329
Subtotal	157,360,516	199,072,393	128,792,586	100,081,395	6,170,096	591,476,986
Non-deliverable derivative assets						
—Foreign exchange derivative instruments	-	-	-	-	-	-
—Interest rate derivative instruments—hedging	-	-	-	-	146,888	146,888
—Interest rate derivative instruments—non-hedging	8,418,134	-	-	-	-	8,418,134
—Equity derivative instruments	203,801	-	-	-	-	203,801
Subtotal	8,621,935	-	-	-	146,888	8,768,823
Liabilities						
Deliverable derivative liabilities						
—Forward contracts	$ 1,398,449	1,744,329	26,811	-	-	3,169,589
—Currency swap	268,463,863	257,979,711	144,557,314	102,971,040	5,814,500	779,786,428
—Cross currency swap	681,941	4,627,486	894,359	4,656,290	3,066,700	13,926,776
Subtotal	270,544,253	264,351,526	145,478,484	107,627,330	8,881,200	796,882,793
Non-deliverable derivative liabilities						
—Foreign exchange derivative instruments	-	-	-	-	-	-
—Interest rate derivative instruments—hedging	785	-	-	29,101	1,398,265	1,428,151
—Interest rate derivative instruments—non-hedging	7,908,538	-	-	-	-	7,908,538
—Equity derivative instruments	207,071	-	-	-	-	207,071
Subtotal	8,116,394	-	-	29,101	1,398,265	9,543,760

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of TWD

	June 30, 2025					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Assets						
Deliverable derivative assets						
—Forward contracts	$ 23,935	573,938	177,238	-	-	775,111
—Currency swap	119,511,889	175,415,737	169,591,099	68,973,466	548,160	534,040,351
—Cross currency swap	361,268	3,962,897	135,521	5,381,623	2,241,046	12,082,355
Subtotal	119,897,092	179,952,572	169,903,858	74,355,089	2,789,206	546,897,817
Non-deliverable derivative assets						
—Interest rate derivative instruments—hedging	192	-	-	-	558,611	558,803
—Interest rate derivative instruments—non-hedging	7,578,727	-	-	-	-	7,578,727
—Equity derivative instruments	243,916	-	-	-	-	243,916
Subtotal	7,822,835	-	-	-	558,611	8,381,446
Liabilities						
Deliverable derivative liabilities						
—Currency swap	$ 2,275,674	1,861,210	601,303	51,269	-	4,789,456
—Cross currency swap	174,409,527	272,559,303	188,495,149	82,986,669	264,810	718,715,458
—Cross currency swap	2,066,140	1,942,496	648,700	5,241,786	2,480,700	12,379,822
Subtotal	178,751,341	276,363,009	189,745,152	88,279,724	2,745,510	735,884,736
Non-deliverable derivative liabilities						
—Interest rate derivative instruments—hedging	-	1,697	-	5,993	867,740	875,430
—Interest rate derivative instruments—non-hedging	6,779,791	-	-	-	-	6,779,791
—Equity derivative instruments	246,742	-	-	-	-	246,742
Subtotal	7,026,533	1,697	-	5,993	867,740	7,901,963

Note: The above amounts include only New Taiwan dollar amounts (exclude foreign currencies) held by headquarter and domestic branches of Taipei Fubon Bank.

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

v) The maturity analysis of derivative assets and liabilities - USD

Taipei Fubon Bank (The Bank)

Units: In thousands of USD

	June 30, 2026					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Assets						
Deliverable derivative assets						
－Forward contracts	$ 521,127	418,026	471,136	424,629	4,262	1,839,180
－Currency swap	11,093,650	8,665,176	6,232,146	2,859,268	210,000	29,060,240
－Cross currency swap	2,210	52,643	176,000	70,000	70,000	370,853
Subtotal	11,616,987	9,135,845	6,879,282	3,353,897	284,262	31,270,273
Non-deliverable derivative assets						
－Foreign exchange derivative instruments	55,368	-	-	-	-	55,368
－Interest rate derivative instruments－hedging	24	273	747	4,205	119,569	124,818
－Interest rate derivative instruments－non-hedging	79,930	-	-	-	-	79,930
－Equity derivative instruments	127	-	-	-	-	127
－Commodity derivative instruments	2	-	-	-	-	2
Subtotal	135,451	273	747	4,205	119,569	260,245
Liabilities						
Deliverable derivative liabilities						
－Forward contracts	$ 362,192	537,784	680,026	439,673	5,564	2,025,239
－Currency swap	7,602,787	7,112,997	5,865,422	2,105,246	138,435	22,824,887
－Cross currency swap	65,050	78,779	135,132	244,000	45,000	567,961
Subtotal	8,030,029	7,729,560	6,680,580	2,788,919	188,999	25,418,087
Non-deliverable derivative liabilities						
－Foreign exchange derivative instruments	62,093	-	-	-	-	62,093
－Interest rate derivative instruments－hedging	9,007	6	15	2	128,842	137,872
－Interest rate derivative instruments－non-hedging	204,276	-	-	-	-	204,276
－Equity derivative instruments	127	-	-	-	-	127
－Commodity derivative instruments	1	-	-	-	-	1
Subtotal	275,504	6	15	2	128,842	404,369

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of USD

	December 31, 2025					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Assets						
Deliverable derivative assets						
－Forward contracts	$ 567,217	478,415	235,488	212,477	-	1,493,597
－Currency swap	13,282,291	10,681,413	5,026,202	4,173,194	200,000	33,363,100
－Cross currency swap	3,034	142,940	29,000	150,000	100,000	424,974
Subtotal	13,852,542	11,302,768	5,290,690	4,535,671	300,000	35,281,671
Non-deliverable derivative assets						
－Foreign exchange derivative instruments	21,551	-	-	-	-	21,551
－Interest rate derivative instruments－hedging	12	213	450	2,607	106,139	109,421
－Interest rate derivative instruments－non-hedging	46,157	-	-	-	-	46,157
－Equity derivative instruments	99	-	-	-	-	99
－Commodity derivative instruments	-	-	-	-	-	-
Subtotal	67,819	213	450	2,607	106,139	177,228
Liabilities						
Deliverable derivative liabilities						
－Forward contracts	$ 408,782	538,231	248,990	314,754	-	1,510,757
－Currency swap	7,503,759	7,623,670	4,552,161	3,475,118	133,435	23,288,143
－Cross currency swap	34,940	128,198	13,000	222,132	77,000	475,270
Subtotal	7,947,481	8,290,099	4,814,151	4,012,004	210,435	25,274,170
Non-deliverable derivative liabilities						
－Foreign exchange derivative instruments	28,430	-	-	-	-	28,430
－Interest rate derivative instruments－hedging	-	-	25	265	146,513	146,803
－Interest rate derivative instruments－non-hedging	93,480	-	-	-	-	93,480
－Equity derivative instruments	99	-	-	-	-	99
－Commodity derivative instruments	-	-	-	-	-	-
Subtotal	122,009	-	25	265	146,513	268,812

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of USD

	June 30, 2025					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Assets						
Deliverable derivative assets						
－Forward contracts	$ 692,407	548,146	381,933	149,487	-	1,771,973
－Currency swap	8,456,975	10,683,452	6,710,942	3,063,798	10,000	28,925,167
－Cross currency swap	57,438	60,422	20,000	162,941	80,000	380,801
Subtotal	9,206,820	11,292,020	7,112,875	3,376,226	90,000	31,077,941
Non-deliverable derivative assets						
－Foreign exchange derivative instruments	39,400	-	-	-	-	39,400
－Interest rate derivative instruments－hedging	-	290	520	2,807	129,934	133,551
－Interest rate derivative instruments－non-hedging	13,957	-	-	-	-	13,957
－Equity derivative instruments	108	-	-	-	-	108
Subtotal	53,465	290	520	2,807	129,934	187,016
Liabilities						
Deliverable derivative liabilities						
－Forward contracts	$ 466,300	505,909	448,921	125,901	-	1,547,031
－Currency swap	6,052,852	6,889,688	5,769,938	2,485,432	20,000	21,217,910
－Cross currency swap	2,852	123,366	4,125	162,698	72,000	365,041
Subtotal	6,522,004	7,518,963	6,222,984	2,774,031	92,000	23,129,982
Non-deliverable derivative liabilities						
－Foreign exchange derivative instruments	47,038	-	-	-	-	47,038
－Interest rate derivative instruments－hedging	18	-	43	25	148,543	148,629
－Interest rate derivative instruments－non-hedging	82,406	-	-	-	-	82,406
－Equity derivative instruments	108	-	-	-	-	108
Subtotal	129,570	-	43	25	148,543	278,181

Note: The above amounts include only USD amounts held by headquarter, domestic branches and offshore banking units of Taipei Fubon Bank.

(Continued)

vi) The maturity analysis of derivative assets and liabilities - CNY

Fubon Bank (China)

Units: In thousands of CNY

	June 30, 2026				
	0~30 days	31~90 days	91~365 days	Over 1 year	Total
Assets					
Deliverable derivative assets					
－Forward contracts	$ 307,357	554,241	712,405	160,987	1,734,990
－Currency swap	90,600,529	53,132,694	88,188,410	168,242	232,089,875
－Cross currency swap	208,676	72,917	-	-	281,593
Subtotal	91,116,562	53,759,852	88,900,815	329,229	234,106,458
Non-deliverable derivative assets					
－Option contracts	5,890	11,621	10,412	-	27,923
Subtotal	5,890	11,621	10,412	-	27,923
Liabilities					
Deliverable derivative liabilities					
－Forward contracts	$ 306,590	553,025	731,628	168,288	1,759,531
－Currency swap	90,679,253	53,201,202	88,400,701	160,427	232,441,583
－Cross currency swap	208,669	72,924	-	-	281,593
Subtotal	91,194,512	53,827,151	89,132,329	328,715	234,482,707
Non-deliverable derivative liabilities					
－Interest rate derivative instruments－non-hedging	49,482	215,585	451,360	2,519	718,946
－Option contracts	1,691	13,023	10,912	-	25,626
Subtotal	51,173	228,608	462,272	2,519	744,572

Units: In thousands of CNY

	December 31, 2025				
	0~30 days	31~90 days	91~365 days	Over 1 year	Total
Assets					
Deliverable derivative assets					
－Forward contracts	$ 1,639,154	140,080	34,786	-	1,814,020
－Currency swap	85,257,744	85,963,245	120,492,245	69,169	291,782,403
－Cross currency swap	782,764	-	79,618	-	862,382
Subtotal	87,679,662	86,103,325	120,606,649	69,169	294,458,805
Non-deliverable derivative assets					
－Interest rate derivative instruments－non-hedging	18,099	46,961	223,027	471,324	759,411
－Option contracts	4,266	4,925	14,291	239	23,721
Subtotal	22,365	51,886	237,318	471,563	783,132
Liabilities					
Deliverable derivative liabilities					
－Forward contracts	$ 1,638,271	140,278	35,073	-	1,813,622
－Currency swap	85,226,982	86,001,081	120,582,375	68,824	291,879,262
－Cross currency swap	810,318	-	79,884	-	890,202
Subtotal	87,675,571	86,141,359	120,697,332	68,824	294,583,086
Non-deliverable derivative liabilities					
－Interest rate derivative instruments－non-hedging	13,099	53,905	240,480	505,879	813,363
－Option contracts	7,660	2,361	8,983	255	19,259
Subtotal	20,759	56,266	249,463	506,134	832,622

(Continued)

Units: In thousands of CNY

	June 30, 2025				
	0~30 days	31~90 days	91~365 days	Over 1 year	Total
Assets					
Deliverable derivative assets					
－Forward contracts	$ 85,791	209,994	1,521,592	-	1,817,377
－Currency swap	78,114,381	72,570,035	129,053,269	828,935	280,566,620
－Cross currency swap	-	-	946,248	-	946,248
Subtotal	78,200,172	72,780,029	131,521,109	828,935	283,330,245
Non-deliverable derivative assets					
－Interest rate derivative instruments－non-hedging	23,790	22,168	133,796	272,605	452,359
－Option contracts	10,462	12,970	7,975	-	31,407
Subtotal	34,252	35,138	141,771	272,605	483,766
Liabilities					
Deliverable derivative liabilities					
－Forward contracts	$ 86,643	211,618	1,530,332	-	1,828,593
－Currency swap	77,968,968	72,413,048	129,007,389	835,237	280,224,642
－Cross currency swap	-	-	961,089	-	961,089
Subtotal	78,055,611	72,624,666	131,498,810	835,237	283,014,324
Non-deliverable derivative liabilities					
－Interest rate derivative instruments－non-hedging	20,426	19,313	139,306	305,157	484,202
－Option contracts	3,621	16,850	3,430	-	23,901
Subtotal	24,047	36,163	142,736	305,157	508,103

vii) The maturity analysis of off-balance sheet items

The maturity analysis of off-balance sheet items shows the remaining balance from the balance sheet date to the maturity date. For each item, the maximum amounts are possibly asked for settlement in the earliest period. The amounts in the table below were on cash flow basis; therefore, some disclosed amounts will not match with the consolidated balance sheet.

Taipei Fubon Bank (The Bank)

Units: In thousands of TWD

June 30, 2026	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Irrevocable loan commitments	$ 248,137,138	-	-	-	-	248,137,138
Standby letters of credit	1,776,832	2,925,271	1,716,352	156,745	-	6,575,200
Financial guarantees	34,024,270	547,600	361,500	27,619	253,681	35,214,670
Total	$ 283,938,240	3,472,871	2,077,852	184,364	253,681	289,927,008

Units: In thousands of TWD

December 31, 2025	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Irrevocable loan commitments	$ 213,843,711	-	-	-	-	213,843,711
Standby letters of credit	1,490,909	2,143,522	1,294,164	521,364	2,199	5,452,158
Financial guarantees	27,466,650	198,700	-	421,100	281,300	28,367,750
Total	$ 242,801,270	2,342,222	1,294,164	942,464	283,499	247,663,619

(Continued)

Units: In thousands of TWD

June 30, 2025	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Irrevocable loan commitments	$ 196,431,561	-	-	-	-	196,431,561
Standby letters of credit	2,111,816	3,053,036	994,443	148,214	-	6,307,509
Financial guarantees	22,293,891	1,257,554	300,000	2,562,120	702,400	27,115,965
Total	$ 220,837,268	4,310,590	1,294,443	2,710,334	702,400	229,855,035

Fubon Bank (China)

Units: In thousands of CNY

June 30, 2026	0-30 days	31-90 days	91-365 days	Over 1 year	Total
Irrevocable loan commitments	$ 25,520	77,050	804,405	176,200	1,083,175
Standby letters of credit	54,180	62,410	198,441	76,522	391,553
Financial guarantees	1,290	92,368	396,090	98,990	588,738
Total	$ 80,990	231,828	1,398,936	351,712	2,063,466

Units: In thousands of CNY

December 31, 2025	0-30 days	31-90 days	91-365 days	Over 1 year	Total
Irrevocable loan commitments	$ -	50,413	180,181	86,523	317,117
Standby letters of credit	111,568	17,260	55,369	26,582	210,779
Financial guarantees	2,654	29,034	294,649	151,027	477,364
Total	$ 114,222	96,707	530,199	264,132	1,005,260

Units: In thousands of CNY

June 30, 2025	0-30 days	31-90 days	91-365 days	Over 1 year	Total
Irrevocable loan commitments	$ 1,774	-	701,968	181,363	885,105
Standby letters of credit	64,716	80,123	41,534	-	186,373
Financial guarantees	46,886	45,652	138,074	331,553	562,165
Total	$ 113,376	125,775	881,576	512,916	1,633,643

2) Fubon Life Insurance and its subsidiaries

The liquidity risk of financial instruments is divided into capital liquidity risk and market liquidity risk. Capital liquidity risk refers to the risk that Fubon Life Insurance does not possess sufficient cash and is not able to raise funds in time and finally failed to fulfill the obligation (debt repayment). Market liquidity risk refers to the risk that Fubon Life Insurance is not able to settle or offset current position with reasonable market price due to the shallow market depth or market disorder or the oversized possession of the investment position and finally Fubon Life Insurance may suffer from losses.

In terms of capital liquidity risk, Fubon Life Insurance and its subsidiaries manage it in two aspects, short term and mid-to-long term. In addition to setting indicators for short-term liquidity risk management, the relevant business departments have established a real-time cash reporting mechanism and use appropriate currency market instruments for the daily capital movement. Besides, mid- and long-term liquidity management targets are set and reviewed regularly through the Asset and Liability Management Committee or other relevant functional units, and cash flow analysis models are used to monitor the asset-liability alignment to plan for risk reduction.

Regarding market liquidity risk, the risk management department of Fubon Life Insurance and its subsidiaries established a monitoring mechanism for the concentration of stock and the overall liquidity of investment positions in accordance with the internal management policies and relevant regulations, and the investment department assesses market liquidity risk before trading to avoid market liquidity risk.

In addition, Fubon Life Insurance and its subsidiaries establish complete crisis management and responding mechanism to cope with significant capital demand of unusual or emergent situations.

Fubon Life Insurance and its subsidiaries possess sufficient operating funds, including cash and cash equivalent and securities with excellent liquidity such as government bond, to cover the investments and debt repayments. Therefore, the liquidity risk of Fubon Life Insurance and its subsidiaries is extremely low. In addition, the derivative financial instruments Fubon Life Insurance and its subsidiaries engage in, such as delivery forward exchange contracts and foreign exchange swaps, are all of highly liquid currencies. The possibility that they are not able to be sold at reasonable prices in the market is minimum, and therefore the market liquidity risk is low. Furthermore, forward exchange contracts and foreign exchange swaps, which matured are mostly rolled forward and the capital to pay for the settlements is sufficient. Thus, the capital liquidity risk is insignificant.

The maturity structure of the non-derivative financial liabilities of Fubon Life Insurance and its subsidiaries is listed below:

	June 30, 2026				
	Less than 1 year	1 to 3 years	3 to 5 years	Over 5 years	Total
Accounts payable	$ 53,552,791	2,402,137	-	-	55,954,928
Short-term liabilities (Note 1)	252,377	-	-	-	252,377
Investment contracts measured at financial liabilities at fair value through profit and loss	217,655,837	-	-	-	217,655,837
Investment contracts measured at amortized cost	77,496,654	62,154,189	1,180,645	3,119,744	143,951,232
Bonds payables (Note 1)	44,268,446	17,472,847	17,487,218	258,804,792	338,033,303
Other financial liabilities (Note 1)	460,245	3,166,101	802,290	803,735	5,232,371
Guarantee deposits received (Note 2)	183,670	184,421	218,032	1,210,513	1,796,636
Total	**$ 393,870,020**	**85,379,695**	**19,688,185**	**263,938,784**	**762,876,684**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	December 31, 2025				
	Less than 1 year	1 to 3 years	3 to 5 years	Over 5 years	Total
Accounts payable	$ 83,977,455	294,600	-	-	84,272,055
Short-term liabilities (Note 1)	8,975,725	-	-	-	8,975,725
Investment contracts measured at financial liabilities at fair value through profit and loss	192,936,056	-	-	-	192,936,056
Investment contracts measured at amortized cost (Note 3)	66,276,164	70,596,100	15,959,191	3,371,804	156,203,259
Bonds payables (Note 1)	37,613,713	22,721,663	16,172,278	239,026,340	315,533,994
Other financial liabilities (Note 1)	278,190	3,193,105	812,249	1,000,573	5,284,117
Guarantee deposits received (Note 2)	178,709	217,827	226,870	1,197,227	1,820,633
Total	**$ 390,236,012**	**97,023,295**	**33,170,588**	**244,595,944**	**765,025,839**

	June 30, 2025				
	Less than 1 year	1 to 3 years	3 to 5 years	Over 5 years	Total
Accounts payable	$ 68,987,637	284,403	-	-	69,272,040
Short-term liabilities (Note 1)	3,633,858	-	-	-	3,633,858
Investment contracts measured at financial liabilities at fair value through profit and loss	172,824,724	-	-	-	172,824,724
Investment contracts measured at amortized cost (Note 3)	111,351,924	44,964,176	4,019,627	3,372,034	163,707,761
Bonds payables (Note 1)	6,685,076	46,618,533	11,057,729	166,476,113	230,837,451
Other financial liabilities (Note 1)	1,535,674	2,224,224	291,541	437,373	4,488,812
Guarantee deposits received (Note 2)	162,132	245,017	231,537	792,380	1,431,066
Total	**$ 365,181,025**	**94,336,353**	**15,600,434**	**171,077,900**	**646,195,712**

Note 1: The disclosed amounts include estimated interests and thus cannot be equal to the relevant accounts in the financial statements. In addition, the bonds payable has no maturity date, the contractual cash flows are calculated based on a remaining maturity of 10 years.

Note 2: The aforementioned amount excludes margins for derivative financial instruments.

Note 3: Classified by contract maturity date on a reserve basis.

(Continued)

Note 4: Fubon Life Insurance and its subsidiaries operate credit business in 2026 and 2025. As of June 30, 2026, December 31 and June 30, 2025, loan commitments credit exposures of the off-balance sheet were $0 thousand, $1,534,395 thousand and $3,963,346 thousand, and the recognized loan commitments reserve were $0 thousand, $3,069 thousand and $7,927 thousand, respectively. Among the total amounts of the loan commitment, $0 thousand, $1,534,395 thousand and $3,553,075 thousand will be due within a year. As of June 30, 2025, the amount of the loan commitment $410,272 thousand will be due in 1 to 3 years.

The maturity structure of the derivative financial liabilities of Fubon Life Insurance and its subsidiaries is listed below:

	June 30, 2026				
	Less than 1 year	1 to 3 years	3 to 5 years	Over 5 years	Total
Financial liabilities measured at fair value through profit or loss	$ 7,176,003	-	-	-	7,176,003
Financial liabilities for hedging	5,023,062	798,708	-	-	5,821,770
Total	**$ 12,199,065**	**798,708**	**-**	**-**	**12,997,773**

	December 31, 2025				
	Less than 1 year	1 to 3 years	3 to 5 years	Over 5 years	Total
Financial liabilities measured at fair value through profit or loss	$ 14,770,185	-	-	-	14,770,185
Financial liabilities for hedging	2,555,691	181,339	-	-	2,737,030
Total	**$ 17,325,876**	**181,339**	**-**	**-**	**17,507,215**

	June 30, 2025				
	Less than 1 year	1 to 3 years	3 to 5 years	Over 5 years	Total
Financial liabilities measured at fair value through profit or loss	$ 15,489,495	-	-	-	15,489,495
Financial liabilities for hedging	828,077	218,340	-	-	1,046,417
Total	**$ 16,317,572**	**218,340**	**-**	**-**	**16,535,912**

Note: The amounts disclosed in the above table represent the aggregated undiscounted contractual cash flows.

3) Fubon Insurance and its subsidiaries

Liquidity risks are divided into "funding liquidity risk" and "market liquidity risk." Fubon Insurance and its subsidiaries monitor liquidity risks in compliance with their risk management rules. Funding liquidity risk is the risk that the entity cannot provide sufficient funding to meet the needs for the growth of asset level and the settlement of the obligation of matured liabilities, which caused late-payment to counterparties or called for an emergency fund raising requirement to cover the funding gaps. Market liquidity risk is the loss incurred as a market participant unable to easily exit a position on a prevailing market price or to liquidate a position immediately while not hitting the best price due to insufficiency of market depth or market transparency, or market failure.

a) Management process of liquidity risk

i) Risk identification

To achieve liquidity risk management goal, Fubon Insurance and its subsidiaries identify potential liquidity risk factors encountered during operation process. Those risk factors are such as funding liquidity risk factors, market liquidity risk factors and characteristics of products being traded.

ii) Risk measurement

Fubon Insurance and its subsidiaries measure the possibility of occurrence and the degree of negative impact of risk events and risk factors by qualitative or quantitative method, and compare these influences with risk limits set by the management which is used as a basis for the setting of the priority in risk control and the response measures subsequently.

iii) Risk monitoring

Fubon Insurance and its subsidiaries establish liquidity risk monitoring procedure to review and monitor utilization of various risk limits monthly. An action would be taken if the risk limits are breached. Fubon Insurance and its subsidiaries have established proper monitor frequency and hierarchical reporting mechanism to deal with whenever there is any abnormal situation occurred or deficiency identified. A specific reporting procedure would be followed to ensure the timely response to significant liquidity risk.

iv) Risk responding

As liquidity risk occurs, the head of any related unit being impacted or relevant unit with the authority to deal with the event would respond to the event immediately, and report to risk management and related departments in accordance with the established authorization. Afterwards, every related unit would work with risk management department to investigate the underlying reason for the event, and develop a remediation plan, and risk management department would monitor the progress of the follow up actions.

b) Liquidity risk management mechanism

i) Management strategies of funding liquidity risk in operation and investment are as follows: ensuring balance of capital inflow and outflow, examining and predicting capital demand at present and in the future in accordance with strategies of operational management and investment activities, establishing critical indicators of funding liquidity risk, and making appropriate adjustment with business strategy and market condition.

Fubon Insurance and its subsidiaries manage the liquidity risk efficiently in two aspects, short-term and medium-long term. Besides setting the percentage of liquid assets in total assets and the net everyday cash flow as standards of measurement and control, Fubon Insurance and its subsidiaries have already established the immediate cash-using information system, using proper market monetary instruments or foreign exchange instruments to allocate daily cash. Medium-long term liquidity management decreases related risk through annual reviewing on the assessment report of using assets and liabilities and applying the model of cash flow analysis to monitor the using of assets and liabilities.

ii) Market liquidity risk management mainly considers the proportionality of trade volumes and holding position. Fubon Insurance and its subsidiaries set up key indicators of market liquidity risk management in accordance with the market size, depth, dimension and liquidity of each product, as well as with the operation strategy and target budget. In order to avoid market liquidity risk, Fubon Insurance and its subsidiaries establish control mechanism to concentrate for daily transactions and investment position limits.

iii) Fubon Insurance and its subsidiaries establish complete risk management system to deal with the mass demand of cash in abnormal or urgent condition. To monitor daily net cash flow, Fubon Insurance and its subsidiaries have established immediate cash flow estimation system and preserved proper amount of equivalent cash for future response. Financial department and accounting office provide risk management department with the condition of cash liquidity monthly, while risk management department also regularly reviews the limitation of market liquidity risk and it should inform the Risk Management Committee with the indicators of the market liquidity risk and the management of the limitation. If the management indicator approaches the limitation, it should enhance the intention of the capital variation.

Fubon Insurance and its subsidiaries possess sufficient operating capital, government bonds and other securities to satisfy the capital demand in investment, pay liabilities matured and execute contracts' obligation. Therefore, the liquidity risk is low and in compliance with rules.

iv) The maturity analyses of financial assets and liabilities are as follows:

	June 30, 2026							
	Less than one year	1 to 3 years	3 to 5 years	5 to 10 years	10 to 20 years	More than 20 years	No maturity date	Total
The maturity analysis of financial assets								
Financial assets measured at fair value through other comprehensive income	$ 876,029	1,756,582	1,499,519	6,025,584	984,290	-	10,641,613	21,783,617
Financial assets measured at amortized cost	-	-	-	58,487	2,655,676	3,195,206	-	5,909,369
	$ 876,029	**1,756,582**	**1,499,519**	**6,084,071**	**3,639,966**	**3,195,206**	**10,641,613**	**27,692,986**

	December 31, 2025							
	Less than one year	1 to 3 years	3 to 5 years	5 to 10 years	10 to 20 years	More than 20 years	No maturity date	Total
The maturity analysis of financial assets								
Financial assets measured at fair value through other comprehensive income	$ 199,495	2,485,098	1,360,067	4,205,048	2,782,586	1,638,925	3,002,887	15,674,106
Financial assets measured at amortized cost	-	-	-	64,152	314,412	1,343,126	-	1,721,690
	$ 199,495	**2,485,098**	**1,360,067**	**4,269,200**	**3,096,998**	**2,982,051**	**3,002,887**	**17,395,796**

	June 30, 2025							
	Less than one year	1 to 3 years	3 to 5 years	5 to 10 years	10 to 20 years	More than 20 years	No maturity date	Total
The maturity analysis of financial assets								
Financial assets measured at fair value through other comprehensive income	$ 200,054	1,943,685	882,765	2,193,864	3,024,137	1,878,368	2,836,082	12,958,955
Financial assets measured at amortized cost	-	-	-	66,248	298,978	1,250,289	-	1,615,515
	$ 200,054	**1,943,685**	**882,765**	**2,260,112**	**3,323,115**	**3,128,657**	**2,836,082**	**14,574,470**

(Continued)

c) The maturity analyses of derivative financial assets and liabilities

All of the forward rate contracts and swap contracts are not held for trading, but mainly for avoiding the foreign exchange rate risk generated from the foreign investment capital. Being high liquidity monetary, whose probability of being unable to sale in the market is extremely small, the liquidity risk of the currency held is low. Matured forward rate contracts and swap contracts almost will be continued and there is enough capital for settlement. Therefore, the liquidity risk of the capital is low. The maturity analysis of derivative financial instruments is as follows:

	June 30, 2026					
	Less than 1 year	1 to 3 years	3 to 5 years	5 to 10 years	No maturity date	Total
Maturity analysis of financial assets	$ -	-	-	-	-	-
Maturity analysis of financial liabilities	$ 54,334	-	-	-	-	54,334

	December 31, 2025					
	Less than 1 year	1 to 3 years	3 to 5 years	5 to 10 years	No maturity date	Total
Maturity analysis of financial assets	$ -	-	-	-	-	-
Maturity analysis of financial liabilities	$ 127,018	-	-	-	-	127,018

	June 30, 2025					
	Less than 1 year	1 to 3 years	3 to 5 years	5 to 10 years	No maturity date	Total
Maturity analysis of financial assets	$ 204,952	-	-	-	-	204,952
Maturity analysis of financial liabilities	$ 12,255	-	-	-	-	12,255

4) Fubon Securities and its subsidiaries

Liquidity risk is the risk that Fubon Securities and its subsidiaries cannot provide sufficient funding for asset size growth or matured liabilities, do not have sufficient cash to meet obligations to counterparties, or cannot raise emergency funding to cover funding gaps.

a) Capital liquidity risk measurement analysis

	June 30, 2026					
	Cash flow gap					
Financial assets	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Cash and cash equivalents	$ 75,263,881	28,568,577	4,946,403	1,270,510	740,000	110,789,371
Customer margin account	81,049,063	-	-	-	-	81,049,063
Financial assets mandatorily measured at fair value through profit or loss－current	107,155,445	928	-	98,971	9,317,302	116,572,646
Open-end funds, money market instruments and other securities	236,608	-	-	-	-	236,608
Operating securities	99,671,705	-	-	98,971	9,040,276	108,810,952
Derivatives－OTC	537,801	-	-	-	-	537,801
Derivatives－Futures trading margin	6,474,541	-	-	-	-	6,474,541
Foreign exchange derivatives	14,374	928	-	-	-	15,302
Other debt securities	-	-	-	-	277,026	277,026
Call option－Futures	12,677	-	-	-	-	12,677
Securities invested by brokers	207,739	-	-	-	-	207,739
Financial assets measured at fair value through other comprehensive income－current and non-current (Note 1)	266,730	159,439	-	22,200,666	43,579,177	66,206,012
Receivables from pecuniary finance	72,772,549	4,788,998	1,596,333	798,166	-	79,956,046
Collateral for borrowed securities	7,430	-	-	-	-	7,430
Margin deposits for borrowed securities	5,349,651	-	-	-	-	5,349,651
Accounts receivables (including related party)	99,690,539	39,311	18,361	6,178	-	99,754,389
Total	**$ 441,555,288**	**33,557,253**	**6,561,097**	**24,374,491**	**53,636,479**	**559,684,608**
Proportion of the total	**78.89 %**	**6.00 %**	**1.17 %**	**4.36 %**	**9.58 %**	**100.00 %**

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	June 30, 2026					
	Cash flow gap					
Financial liabilities	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Short-term borrowings	$ 20,079,143	4,480,000	-	-	-	24,559,143
Commercial papers issued	51,106,228	30,606,206	37,809,981	26,353,312	-	145,875,727
Held-for-trading financial liabilities－current	38,297,784	-	-	-	-	38,297,784
Call (put) warrants	4,041,860	-	-	-	-	4,041,860
Derivatives－OTC	17,838,109	-	-	-	-	17,838,109
Liabilities in sale of borrowed securities	16,408,901	-	-	-	-	16,408,901
Equity derivative instruments	8,914	-	-	-	-	8,914
Financial liabilities designated as at fair value through profit or loss	4,539,681	-	-	-	-	4,539,681
Securities sold under repurchase agreements	42,383,818	-	-	-	-	42,383,818
Securities financing refundable deposits	2,101,250	138,544	46,181	23,091	-	2,309,066
Deposits payable for securities financing	2,451,275	161,623	53,874	26,937	-	2,693,709
Securities lending refundable deposits	83,214,237	-	-	-	-	83,214,237
Futures customers' equity	81,049,063	-	-	-	-	81,049,063
Accounts payable (including related party)	98,523,237	26	9	4	-	98,523,276
Bonds payable (Note 2)	-	-	-	120,000	6,080,000	6,200,000
Lease liabilities－current and non-current (Note 2)	21,970	35,808	50,306	87,379	326,966	522,429
Receipts under custody	7,759,260	206	-	-	-	7,759,466
Total	**$ 431,526,946**	**35,422,413**	**37,960,351**	**26,610,723**	**6,406,966**	**537,927,399**
Proportion of the total	**80.22 %**	**6.58 %**	**7.06 %**	**4.95 %**	**1.19 %**	**100.00 %**
Cash inflow	**441,555,288**	**33,557,253**	**6,561,097**	**24,374,491**	**53,636,479**	**559,684,608**
Cash outflow	**431,526,946**	**35,422,413**	**37,960,351**	**26,610,723**	**6,406,966**	**537,927,399**
Net cash flow	**10,028,342**	**(1,865,160)**	**(31,399,254)**	**(2,236,232)**	**47,229,513**	**21,757,209**

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	December 31, 2025					
	Cash flow gap					
Financial assets	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Cash and cash equivalents	$ 29,078,426	30,772,955	477,700	1,963,310	-	62,292,391
Customer margin account	44,431,826	-	-	-	-	44,431,826
Financial assets mandatorily measured at fair value through profit or loss－current	58,825,421	-	-	-	5,487,437	64,312,858
Open-end funds, money market instruments and other securities	198,684	-	-	-	-	198,684
Operating securities	55,200,123	-	-	-	5,214,229	60,414,352
Derivatives－OTC	587,916	-	-	-	-	587,916
Derivatives－Futures trading margin	2,448,742	-	-	-	-	2,448,742
Other debt securities	-	-	-	-	273,208	273,208
Call option－Futures	2,432	-	-	-	-	2,432
Securities invested by brokers	361,208	-	-	-	-	361,208
Foreign exchange derivatives	26,316	-	-	-	-	26,316
Financial assets measured at fair value through other comprehensive income－current and non-current (Note 1)	230,530	-	99,827	6,459,806	33,577,720	40,367,883
Bond purchased under resell agreement	109,231	-	-	-	-	109,231
Receivables from pecuniary finance	40,063,706	4,192,714	1,397,571	931,714	-	46,585,705
Collateral for borrowed securities	11,110	-	-	-	-	11,110
Margin deposits for borrowed securities	5,614,229	-	-	-	-	5,614,229
Accounts receivables (including related party)	59,971,548	54,766	24,181	11,624	-	60,062,119
Total	**$ 238,336,027**	**35,020,435**	**1,999,279**	**9,366,454**	**39,065,157**	**323,787,352**
Proportion of the total	**73.61 %**	**10.81 %**	**0.62 %**	**2.89 %**	**12.07 %**	**100.00 %**

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	December 31, 2025					
	Cash flow gap					
Financial liabilities	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Short-term borrowings	$ 740,292	-	-	-	-	740,292
Commercial papers issued	32,128,394	34,338,110	-	-	-	66,466,504
Held-for-trading financial liabilities－current	25,158,844	-	-	-	-	25,158,844
Call (put) warrants	835,300	-	-	-	-	835,300
Derivatives－OTC	13,145,085	-	-	-	-	13,145,085
Liabilities in sale of borrowed securities	11,070,466	-	-	-	-	11,070,466
Bonds purchased under resell agreements－borrowed securities	107,766	-	-	-	-	107,766
Put option－Futures	227	-	-	-	-	227
Financial liabilities designated as at fair value through profit or loss	1,837,921	-	-	-	-	1,837,921
Securities sold under repurchase agreements	28,977,632	-	-	-	-	28,977,632
Securities financing refundable deposits	3,318,235	347,257	115,753	77,168	-	3,858,413
Deposits payable for securities financing	3,653,982	382,394	127,465	84,976	-	4,248,817
Securities lending refundable deposits	58,989,326	-	-	-	-	58,989,326
Futures customers' equity	44,431,826	-	-	-	-	44,431,826
Accounts payable (including related party)	58,483,953	99	33	22	-	58,484,107
Lease liabilities－current and non-current (Note 2)	20,763	41,380	55,963	83,309	281,035	482,450
Receipts under custody	2,781,165	262	-	-	-	2,781,427
Total	**$ 260,522,333**	**35,109,502**	**299,214**	**245,475**	**281,035**	**296,457,559**
Proportion of the total	**87.88 %**	**11.84 %**	**0.10 %**	**0.08 %**	**0.10 %**	**100.00 %**
Cash inflow	**238,336,027**	**35,020,435**	**1,999,279**	**9,366,454**	**39,065,157**	**323,787,352**
Cash outflow	**260,522,333**	**35,109,502**	**299,214**	**245,475**	**281,035**	**296,457,559**
Net cash flow	**(22,186,306)**	**(89,067)**	**1,700,065**	**9,120,979**	**38,784,122**	**27,329,793**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	June 30, 2025					
	Cash flow gap					
Financial assets	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Cash and cash equivalents	$ 18,755,123	19,878,838	5,317,382	982,560	-	44,933,903
Customer margin account	44,463,354	-	-	-	-	44,463,354
Financial assets mandatorily measured at fair value through profit or loss－current	35,074,127	-	-	-	17,345,115	52,419,242
Open-end funds, money market instruments and other securities	227,616	-	-	-	-	227,616
Operating securities	32,575,858	-	-	-	17,043,035	49,618,893
Derivatives－OTC	543,222	-	-	-	-	543,222
Derivatives－Futures trading margin	1,232,150	-	-	-	-	1,232,150
Foreign exchange derivatives	61,312	-	-	-	-	61,312
Other debt securities	-	-	-	-	302,080	302,080
Call option－Futures	850	-	-	-	-	850
Securities invested by brokers	433,119	-	-	-	-	433,119
Financial assets measured at fair value through other comprehensive income－current and non-current (Note 1)	204,796	-	88,929	9,485,718	34,347,509	44,126,952
Bond purchased under resell agreement	456,711	-	-	-	-	456,711
Receivables from pecuniary finance	24,900,324	2,929,450	878,835	585,890	-	29,294,499
Collateral for borrowed securities	10,576	-	-	-	-	10,576
Margin deposits for borrowed securities	8,042,029	-	-	-	-	8,042,029
Accounts receivables (including related party)	41,774,625	60,716	25,679	11,467	-	41,872,487
Total	**$ 173,681,665**	**22,869,004**	**6,310,825**	**11,065,635**	**51,692,624**	**265,619,753**
Proportion of the total	**65.39 %**	**8.61 %**	**2.37 %**	**4.17 %**	**19.46 %**	**100.00 %**

(Continued)

	June 30, 2025					
	Cash flow gap					
Financial liabilities	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Short-term borrowings	$ 255,882	-	-	-	-	255,882
Commercial papers issued	35,877,106	1,098,636	-	-	-	36,975,742
Held-for-trading financial liabilities－current	26,261,643	-	-	-	-	26,261,643
Call (put) warrants	271,887	-	-	-	-	271,887
Derivatives－OTC	11,175,233	-	-	-	-	11,175,233
Liabilities in sale of borrowed securities	14,359,440	-	-	-	-	14,359,440
Bonds purchased under resell agreement－Borrowed securities	454,510	-	-	-	-	454,510
Put option－Futures	140	-	-	-	-	140
Foreign exchange derivatives	433	-	-	-	-	433
Financial liabilities designated as at fair value through profit or loss	2,569,099	-	-	-	-	2,569,099
Securities sold under repurchase agreements	42,244,844	-	-	-	-	42,244,844
Securities financing refundable deposits	2,158,297	253,917	76,175	50,784	-	2,539,173
Deposits payable for securities financing	2,254,786	265,269	79,581	53,054	-	2,652,690
Securities lending refundable deposits	41,343,658	-	-	-	-	41,343,658
Futures customers' equity	44,463,354	-	-	-	-	44,463,354
Accounts payable (including related party)	38,224,832	32	10	6	-	38,224,880
Lease liabilities－current and non-current (Note 2)	21,458	42,521	62,929	109,375	319,293	555,576
Receipts under custody	4,789,681	232	-	-	-	4,789,913
Total	**$ 240,464,640**	**1,660,607**	**218,695**	**213,219**	**319,293**	**242,876,454**
Proportion of the total	**99.01 %**	**0.68 %**	**0.09 %**	**0.09 %**	**0.13 %**	**100.00 %**
Cash inflow	**173,681,665**	**22,869,004**	**6,310,825**	**11,065,635**	**51,692,624**	**265,619,753**
Cash outflow	**240,464,640**	**1,660,607**	**218,695**	**213,219**	**319,293**	**242,876,454**
Net cash flow	**(66,782,975)**	**21,208,397**	**6,092,130**	**10,852,416**	**51,373,331**	**22,743,299**

Note 1: Pledged government bonds as refundable deposits were included.

Note 2: The disclosed amounts include estimated interests.

As of the reporting date, the cash flows of Fubon Securities and its subsidiaries have shown an increase in net cash inflow in most of the periods. Fubon Securities and its subsidiaries maintained great net cash inflow to accumulated capital deficit for a long-term period which shows Fubon Securities and its subsidiaries could sustain adequate quality of capital volatility.

b) Capital liquidity risk management

In order to allocate capital effectively, Fubon Securities and its subsidiaries utilize liquidity risk management mechanisms to evaluate and monitor short-term cash flow requirements for various types of business, and consider local short-term, cross-border, or cross-market demand for capital.

The Financial Department provides capital requirement evaluating information to the Risk Management Department, and the Risk Management Department provides a capital deficit analysis stress test evaluation report to the Financial Department every six months to evaluate Fubon Securities and its subsidiaries' related action taken while facing periods of high market volatility. If a stressful situation occurs, the department reports the result to the management and performs the following procedures to prevent the occurrence of a stressful event when necessary.

In order to increase liquidity reserve, Fubon Securities and its subsidiaries sell the low-risk assets of dealing positions from trading departments. Fubon Securities and its subsidiaries dispose of high-liquidity stocks, government bonds, and other securities in order to respond to adverse shocks affecting the market. Fubon Securities and its subsidiaries also use secured loan credit lines and long-term financing credit lines form banks and bills corporations to implement Fubon Securities and its subsidiaries' capital allocation emergency response plan.

5) Fubon Bank (Hong Kong) and its subsidiaries

The following disclosures related to Fubon Bank (Hong Kong) are all expressed in thousands of HKD, unless otherwise stated.

a) Management strategy and principles

The purpose of liquidity management is to ensure sufficient cash flows to meet all financial commitment and to capitalize on opportunities for business expansion. This includes Fubon Bank (Hong Kong) and its subsidiaries' ability to meet deposit withdrawals either on demand or at contractual maturity, to repay borrowings as they mature, to comply with the statutory liquidity maintenance ratio, and to make new loans and investments as opportunities arise.

Fubon Bank (Hong Kong) and its subsidiaries have a Liquidity Risk Management Policy which covers Fubon Bank (Hong Kong) and its subsidiaries' liquidity risk management strategy, a mechanism to identify, measure, monitor and control liquidity risks, and also Fubon Bank (Hong Kong) and its subsidiaries' contingency funding plan. A Liquidity Risk Management Guideline covers risk measurement, risk reporting and operational requirements in implementing Fubon Bank (Hong Kong) and its subsidiaries' liquidity management strategy. The policy and guideline are both reviewed by the Asset and Liability Committee ("ALCO"). The policy and guideline are approved by Risk Committee of the Board ("RCB") and the ALCO respectively.

RCB reviews and approves Fubon Bank (Hong Kong) and its subsidiaries' risk appetite statement at least annually. Fubon Bank (Hong Kong) and its subsidiaries' liquidity risk management strategy is to maintain a healthy liquidity position with adequate stock of liquid assets, well-diversified funding structure relying on a broad customer deposit portfolio with prudent loan-to-deposit ratio and money market funding ratio to support Fubon Bank (Hong Kong) and its subsidiaries' liquidity needs under both normal and stressed conditions.

It is the responsibility of management to ensure compliance with local regulatory requirements and limits set by RCB. Liquidity is managed on a daily basis by Funding Desk unit. The Funding Desk unit is responsible for ensuring that Fubon Bank (Hong Kong) and its subsidiaries have adequate liquidity for all operations, ensuring that the funding mix is appropriate so as to avoid maturity mismatches and to minimize price and reinvestment rate risk in the case of a maturity gap, and monitoring relevant markets for the adequacy of funding and liquidity.

Compliance with liquidity and funding requirements is monitored by the ALCO and is reported to the RCB on a regular basis. This process includes:

i) maintaining balances within relevant regulatory requirements;

ii) predicting cash flows under various stress scenarios and considering the level of liquid assets necessary in relation thereto;

iii) maintaining adequate intraday liquidity position and assessing how the intraday liquidity profile will change in conditions of stress;

iv) monitoring balance sheet liquidity and loan to deposit ratios against internal requirements;

v) maintaining diversified sources of liquidity with adequate back-up facilities;

vi) managing the concentration and profile of debt maturities;

vii) managing lending commitment to customers within pre-determined management alert triggers;

viii) managing debt financing plans;

ix) monitoring depositor concentration in order to avoid undue reliance on individual large depositors and ensuring a satisfactory overall funding mix;

x) setting up funding contingency plans, which identify early indicators of stress conditions and describe actions to be taken in the event of difficulties arising from systematic or other crises, while minimizing adverse long-term implications for the business; and

xi) managing liquidity on a legal entity and on a group basis. Intragroup funding transactions are carried out at arm's length and treated in the same way as transactions with non-related third parties and controlled within pre-determined management alert triggers.

b) Qualitative explanation

i) Major sources of funding

Customer deposits form a significant part of the Fubon Bank (Hong Kong)'s overall funding. Fubon Bank (Hong Kong) places considerable importance on the stability of these deposits, which is achieved through the Fubon Bank (Hong Kong)' s retail and corporate banking activities and by maintaining depositor confidence in the Fubon Bank (Hong Kong)' s capital strength. Fubon Bank (Hong Kong) also issues certificates of deposit with different maturities from time to time. Interbank markets are also accessed for the purposes of providing additional funding, maintaining a regular presence in local money markets and optimizing asset and liability maturities.

ii) The management of funding and liquidity risk

As part of its liquidity risk management, Fubon Bank (Hong Kong) and its subsidiaries focus on a number of components, including maintaining sufficient liquid assets, maintaining diversified sources of liquidity, reserving necessary funding capacity and contingent planning. Fubon Bank (Hong Kong) and its subsidiaries manage liquidity risk by holding sufficient liquid assets (e.g. cash and short-term funds and securities) of appropriate quality to ensure that short term funding requirements are covered within prudential level. Debt securities held are marked to the market on daily basis to ensure their market liquidity. Fubon Bank (Hong Kong) and its subsidiaries also adopt a funding strategy that is to achieve diversification of funding by controlling the concentration of top deposits, wholesale funding and reliance of foreign exchange swap markets. Moreover, adequate standby facilities are maintained to provide strategic liquidity to meet unexpected and material cash outflows in the ordinary course of business.

In addition to observing the statutory liquidity ratios, Fubon Bank (Hong Kong) has established different liquidity risk metrics, including but not limited to the liquidity maintenance ratio, loan-to-deposits ratio, cumulative cash flow gap and concentration of funding sources to measure and analyze its liquidity risks. Capital, Asset and Liability Management Division is responsible for measurement and monitoring of these liquidity metrics and reporting to the ALCO regularly.

Fubon Bank (Hong Kong) and its subsidiaries applied the following different risks indicators to assess and monitor the balance sheet structure and concentration of funding sources at intervals throughout the six months ended June 30, 2026:

- The loan-to-deposit ratio of all currencies remained below 85%, and each individual major loan did not exceed its relevant management alert triggers;

- Core funding ratio remained above 125%;
- Irrevocable and unfulfilled loan commitments (in terms of liquidity maintenance ratio) maintained at not more than HKD 14 billion;
- The concentration of single depositor maintained at less than 5% of total customer deposits;
- The concentration of the first ten depositors maintained at less than 20% of total customer deposits;
- Total financial institution deposits was maintained below 15% of total customer deposits, while total individual customer deposits was maintained above 50% of total customer deposits;
- The ratio of swap fund (a measure of reliance on foreign exchange and/or currency swap markets) maintained at less than 15%;
- The wholesale fund of repurchase agreement and due from banks remained at less than 20% of total funds;
- Certificates of deposit and other debt securities issued did not exceed 10% of total funds; and
- The total amount of funds lent to intragroup companies was maintained at a low level, not exceeding USD53 million

iii) Core deposits

Fubon Bank (Hong Kong) and its subsidiaries monitor the stability of customer deposits by means of the core deposit ratio, which is the ratio of core deposits to customer deposits. Fubon Bank (Hong Kong) and its subsidiaries categorize customer deposits into core deposits after taking into consideration of deposit security and stability of customer's total balance. An alert trigger level is set on the core deposits ratio which is monitored by the ALCO.

iv) Loan to deposit ratio

Fubon Bank (Hong Kong) and its subsidiaries emphasize the importance of customer deposits as a source of funds to finance lending to customers, and mitigate against reliance on short-term interbank funding. A limit on the loan to deposit ratio is established and approved by the RCB and monitored by the ALCO.

v) Cash flow forecasting and stress testing

Fubon Bank (Hong Kong) and its subsidiaries conduct cash flow analysis and cash flow forecasting arising from on-and off-balance sheet items over a set of time horizons on a regular basis to identify funding needs in specific time buckets. Fubon Bank (Hong Kong) and its subsidiaries also regularly perform stress tests on its liquidity position to ensure that proper liquidity is maintained. In the stress test, both on-and off-balance sheet items with a cash flow impact are considered, with applicable hypothetical and historical assumptions. Three stressed scenarios, namely an institution-specific crisis scenario, a general market crisis scenario, and a combined scenario are adopted with minimum survival period defined pursuant to HKMA' s Supervisory Policy Manual guideline " Sound Systems and Controls for Liquidity Risk Management". Stress testing assumptions are reviewed and approved by the ALCO regularly to ensure their continued appropriateness.

vi) Liquidity Cushion

Fubon Bank (Hong Kong) and its subsidiaries maintain a stock of high-quality readily liquefiable assets as a liquidity cushion against a range of stressed scenarios. The eligible assets are unencumbered, low credit risk and low market risk. The liquidity cushion is segregated from debt securities held for trading purposes. A certain portion of the liquidity cushion is made up of the most liquid and readily marketable assets (such as debt securities issued by government or multilateral development banks) that can be easily liquidated to meet funding needs in the initial phase of liquidity stress.

The size of the liquidity cushion shall be adequate to meet Fubon Bank (Hong Kong) and its subsidiaries' day-to-day liquidity needs and also emergency funding needs under both normal and stress market conditions. The minimum required liquidity cushion size is determined with reference to the funding gap arising from the results of the periodic liquidity stress tests of Fubon Bank (Hong Kong) and its subsidiaries. Management alert triggers are established by the ALCO to ensure sufficient size of liquidity cushion is maintained and appropriate diversification among the liquidity cushion is achieved. The size and mix of the liquidity cushion is reviewed by the ALCO regularly.

Size and portfolio of liquidity cushion were maintained above all relevant management alert triggers throughout the six months ended June 30, 2026:

– net long position of Exchange Fund Bills/Notes held was maintained at not less than 5% of total customer deposits;

– assets eligible for Lenders of Last Resort purpose was maintained at not less than 30% of total customer deposits;

– level 1 high-quality readily liquefiable assets were maintained at not less than 13% of total customer deposits;

– non-financial institution high-quality readily liquefiable assets were maintained at not less than 30% of total customer deposits; and

– total high-quality readily liquefiable assets were maintained at not less than 36% of total customer deposits.

vii) Contingent liquidity risk

Fubon Bank (Hong Kong) and its subsidiaries provide customers with committed and standby facilities. These facilities increase the funding requirements of Fubon Bank (Hong Kong) and its subsidiaries when customers drawdown. The liquidity risk associated with the potential drawdown on committed facilities is factored into our stressed scenarios and a management alert trigger is set for these facilities.

viii) Contingency funding plan

Fubon Bank (Hong Kong) and its subsidiaries have formulated a Contingency Funding Plan (" CFP") that describes Fubon Bank (Hong Kong) and its subsidiaries' strategy for dealing with any liquidity problem and the procedures for making up cash flow deficits in emergency situations. The CFP is designed to be pro-active and pre-emptive. Fubon Bank (Hong Kong) and its subsidiaries utilize early warning indicators, which cover both qualitative and quantitative measures, monitoring both internal and external factors. Should there be any early signs of significant impact on Fubon Bank (Hong Kong) and its subsidiaries' liquidity position, the management would be informed for their consideration. Once the CFP is triggered, a Crisis Management Team, which is led by the senior management, is formed to handle the crisis. Strategy and procedures in obtaining contingency funding, as well as roles and responsibilities of parties concerned are clearly stated. The CFP also includes the analysis of cash flow projections to estimate potential liquidity needs under stress scenarios.

The CFP is subject to regular testing to ensure its effectiveness and operational feasibility, particularly in respect of the availability of the contingency sources of funding listed in it. The CFP is also subject to review and update on a regular basis to ensure it remains robust over time. Any changes to the CFP would be approved by the RCB.

Moreover, in accordance with the HKMA' s Supervisory Policy Manual " Recovery Planning", Fubon Bank (Hong Kong) and its subsidiaries have established a Recovery Plan, which has been approved by the Board. The Recovery Plan helps ensure that Fubon Bank (Hong Kong) and its subsidiaries are able to recover quickly from period of severe stress and preserve or restore its liquidity level. The Recovery Plan is subject to a regular, at least annual, review and update.

c) The maturity analysis of non-derivative financial liabilities

Units: In thousands of HKD

	June 30, 2026					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Deposits from the central bank and banks	$ 1,668,479	633,024	-	-	-	2,301,503
Non-derivative financial liabilities measured at fair value through profit or loss	949,594	1,598,570	-	-	-	2,548,164
Securities sold under repurchase agreements	3,294,890	336,172	-	-	-	3,631,062
Current tax liabilities	-	-	123,230	123,230	-	246,460
Deposits and remittances	68,192,001	77,364,541	15,427,826	15,600,240	367	176,584,975
Lease liabilities	2,843	5,420	7,745	14,119	68,541	98,668
Deferred tax liabilities	50,275	-	-	-	-	50,275
Other liabilities	2,349,173	150,463	117,611	45,323	1,844	2,664,414

Units: In thousands of HKD

	December 31, 2025					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Deposits from the central bank and banks	$ 1,890,349	876,664	-	-	-	2,767,013
Non-derivative financial liabilities measured at fair value through profit or loss	469,251	698,525	1,292,642	-	-	2,460,418
Securities sold under repurchase agreements	905,627	361,954	-	-	-	1,267,581
Current tax liabilities	-	89,577	-	-	-	89,577
Deposits and remittances	54,234,745	68,507,055	26,744,843	15,412,087	597	164,899,327
Lease liabilities	2,783	5,588	8,109	14,871	62,967	94,318
Deferred tax liabilities	58,088	-	-	-	-	58,088
Other liabilities	1,286,060	120,112	4,056	150,592	9,583	1,570,403

Units: In thousands of HKD

	June 30, 2025					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Deposits from the central bank and banks	$ 1,165,150	1,072,397	-	-	-	2,237,547
Non-derivative financial liabilities measured at fair value through profit or loss	749,998	1,319,405	-	-	-	2,069,403
Securities sold under repurchase agreements	387,532	341,853	-	-	-	729,385
Current tax liabilities	-	-	178,660	-	-	178,660
Deposits and remittances	60,248,530	57,498,331	13,601,568	17,050,915	1,110	148,400,454
Deferred tax liabilities	329,620	-	-	-	-	329,620
Other liabilities	1,524,496	74,548	8,612	113,168	75,739	1,796,563

(Continued)

d) The maturity analysis of derivative financial liabilities

i) Net settlement derivative instruments

Units: In thousands of HKD

	June 30, 2026					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Derivative financial liabilities measured at fair value through profit or loss						
—Foreign exchange derivative instruments	$ 17,189,319	11,402,084	6,059,149	6,028,390	8,700,976	49,379,918
—Interest rate derivative instruments	-	-	-	2,539,726	1,048,138	3,587,864
Derivative financial liabilities for hedging						
—Interest rate derivative instruments	1,080,641	551,417	1,137,105	2,007,578	34,828,339	39,605,080
Total	**$ 18,269,960**	**11,953,501**	**7,196,254**	**10,575,694**	**44,577,453**	**92,572,862**

Units: In thousands of HKD

	December 31, 2025					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Derivative financial liabilities measured at fair value through profit or loss						
—Foreign exchange derivative instruments	$ 10,386,784	10,091,406	4,671,043	471,809	4,319,359	29,940,401
—Interest rate derivative instruments	-	15,567	15,567	-	2,861,388	2,892,522
Derivative financial liabilities for hedging						
—Interest rate derivative instruments	517,609	225,724	1,060,905	2,747,460	30,317,512	34,869,210
Total	**$ 10,904,393**	**10,332,697**	**5,747,515**	**3,219,269**	**37,498,259**	**67,702,133**

Units: In thousands of HKD

	June 30, 2025					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Derivative financial liabilities measured at fair value through profit or loss						
—Foreign exchange derivative instruments	$ 8,555,562	6,055,608	4,272,009	7,015,742	5,613,616	31,512,537
—Interest rate derivative instruments	-	-	-	31,399	2,275,324	2,306,723
Derivative financial liabilities for hedging						
—Interest rate derivative instruments	164,847	525,940	1,036,180	1,819,595	30,422,654	33,969,216
Total	**$ 8,720,409**	**6,581,548**	**5,308,189**	**8,866,736**	**38,311,594**	**67,788,476**

(Continued)

ii) The maturity analysis of off-balance sheet items

Units: In thousands of HKD

	June 30, 2026					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Irrevocable loan commitments	$ 264,583	349,494	946,135	1,830,906	5,967,402	9,358,520
Standby letters of credit	25,866	211,624	18,673	-	-	256,163
Financial guarantees	16,643	15,067	118,111	9,325	70,145	229,291
Total	**$ 307,092**	**576,185**	**1,082,919**	**1,840,231**	**6,037,547**	**9,843,974**

Units: In thousands of HKD

	December 31, 2025					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Irrevocable loan commitments	$ 118	507,625	270,578	1,243,321	3,869,374	5,891,016
Standby letters of credit	36,151	221,218	19,002	-	-	276,371
Financial guarantees	4,310	17,155	12,561	133,107	10,869	178,002
Total	**$ 40,579**	**745,998**	**302,141**	**1,376,428**	**3,880,243**	**6,345,389**

Units: In thousands of HKD

	June 30, 2025					
	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year	Total
Irrevocable loan commitments	$ 2,450	85,123	1,043,481	468,143	5,533,106	7,132,303
Standby letters of credit	24,951	93,893	36,649	-	-	155,493
Financial guarantees	4,098	14,892	129,934	23,389	5,566	177,879
Total	**$ 31,499**	**193,908**	**1,210,064**	**491,532**	**5,538,672**	**7,465,675**

(v) Market risk

Major subsidiaries are listed separately as follows:

1) Taipei Fubon Bank (The Bank) and its subsidiaries

a) The definition and classification of market risk

Market risk refers to unfavorable changes in the market (such as changes in interest rates, exchange rates, stock prices and commodity prices), which may cause a potential loss on or off the balance sheet. Based on the Bank and its subsidiaries' policies on risk measurement and management, financial instruments are recorded in either the trading book or the banking book, and the Bank performs risk measurement and management accordingly.

b) Market risk strategy and procedures

Taipei Fubon Bank (The Bank)

The Bank has comprehensive policies on market risk management and has a systematic mechanism for deal execution, clearing and settlement. The risk management strategies, which are exposed to risk factors, are as follows: interest rate-related instruments, exchange rate-related instruments, securities and commodities. The risk management systems apply the Bank's management policies and market risk limits to identify, measure, monitor and control market risks.

Fubon Bank (China)

Pursuant to the guidance of relevant laws and regulations, a series of policies and procedures regarding market risk management policies and procedure control are stipulated to regulate internal control of market risks as well as trading strategies and limits. IT systems are also established to identify, quantify, monitor and control market risks, ensuring that market risk exposures of Fubon Bank (China) are managed strongly and effectively.

c) Organization and framework

Taipei Fubon Bank (The Bank)

To strengthen risk management function, the Bank has established the Risk Management Executive Committee, which is composed of chief executive officer and senior executives of relevant departments, and chaired by the Chairman or the designees by the Chairman, to review related significant market risk policies, monitor the changes of significant market risk information and qualification quotas. The Risk Management Department is responsible for formulating policies on and procedures for market risk management, enforcing market risk limits, reporting market risk events timely and validating valuation models independently. Furthermore, the independent audit department under the Bank's Board of Directors manages the independent assurance functions of the market risk management framework.

Fubon Bank (China)

The Board of Directors of Fubon Bank (China), which is at the highest level of supervising market risk management and approving institutes the market risk management policies and procedures. The Risk & Related Party Transaction Committee, under the Board of Directors, is responsible for approving market risk limits. Market risk assessment reports are submitted quarterly by the Risk Management Department to senior management, the Risk & Related Party Transaction Committee and the Board of Directors.

The Risk Management Department, which is independent from front trading desk and back settlement desk, is responsible for implementing market risk policies authorized by the Board and the senior management. Internal Audit Department is responsible for reviewing and evaluating the effectiveness and independence of the risk management system. Compliance Department, on the other hand, is accountable for monitoring compliance risk and reporting to the Board and senior management.

d) Market risk management, control and reporting

The Risk Management Department is responsible for monitoring compliance with the daily market risk limit (including the analysis of risk sensitivity factors such as Delta, Vega, DV01, and Value at Risk ("VaR")) and loss control. The valuation of financial instruments is evaluated independently by the Market Risk Management Department to ensure their stability and effectiveness. The Bank has established a market risk management system and related market risk management procedures to be able to observe the VaR limit. In addition, the Bank does back testing periodically to check the effectiveness of the VaR calculation module and establishes financial trading system.

e) Measurement of trading book market risk

Taipei Fubon Bank (The Bank)

The Bank's measurement of trading book market risk includes methods for determining degrees (known as the "Greeks") of sensitivity to risk and measures (such as VaR and stress testing) of the risk of loss on specific portfolios of financial assets. These measures provide consistent and comparable measurement of various types of risks across different trading desks.

i) VaR (Value at Risk)

VaR is a tool that measures "the worst expected loss over a given time horizon under normal market conditions at a given level of confidence." The Bank adopts various risk models to evaluate the worst loss on current net positions within one day, with a 99% confidence level. The Bank adopts the historical simulation to calculate current VaR and stressed VaR, covering most market risk scenarios. To ensure the VaR's quality, the Bank performs back-testing and statistical tests regularly.

VaR information of trading book is shown below:

	For the six months ended June 30, 2026			
Common VaR	Highest	Lowest	Average	End of period
Equity group	$ 59,613	344	28,053	344
Interest rate group	100,632	44,390	76,978	57,067
Exchange rate group	27,597	15,631	19,532	16,861
Volatility group	2,360	942	1,516	942
Diversification effect	-	-	(46,665)	(31,456)
Common VaR of trading book			**$ 79,414**	**43,758**

	For the six months ended June 30, 2025			
Common VaR	Highest	Lowest	Average	End of period
Equity group	$ 45,777	13,183	32,637	41,612
Interest rate group	49,229	12,798	29,121	49,229
Exchange rate group	55,033	11,814	20,801	13,316
Volatility group	3,757	1,021	1,893	1,950
Diversification effect	-	-	(38,605)	(39,280)
Common VaR of trading book			**$ 45,847**	**66,827**

Note : The highest and lowest VaRs may occur on different dates; the related diversification effects were not disclosed in the above table because it has no significant meaning.

The above VaRs are calculated on the basis of changes in risk factors. If one product includes several risk factors, it will be classified under different risk factors. For example, forward contracts are exposed to interest rate risk and exchange rate risk; foreign exchange option is exposed to exchange rate risk and volatility risk.

ii) Stress testing

As described earlier, VaR is the worst loss likely to occur over a holding period with a given confidence level during normal fluctuation. However, VaR cannot be used to predict the losses when an extreme event or the systematic risk appears in the market. Therefore, stress testing is introduced to compensate the insufficiency of VaR, and capture the above risk by measuring the potential impact on trading book portfolio during the abnormal market period.

Fubon Bank (China)

To manage the trading book market risks, Fubon Bank (China) has set appropriate market risk measurements and relevant risk limits based on its trading products and the features and complexity of its risk exposures, including position limits on notional amounts, net exposures of foreign currencies, stop loss limits of various products, and sensitivity limits. Fubon Bank (China)'s main currency businesses of trading book are spot trade and options. The main interest rate businesses of trading book are bonds, forward contracts, currency swap and CNY interest rate swap. The market risk level is normal.

The Risk Management Department also performs stress tests on trading book on a quarterly basis to evaluate Fubon Bank (China)'s ability to sustain loss of market value of its trading book when main market risk factors such as interest rates and exchange rates move adversely.

f) Banking Book Market Risk

Taipei Fubon Bank (The Bank)

i) Interest rate risk

Interest rate risk refers to the possible loss on investment portfolio value due to interest rate changes. The interest rate-sensitive assets/liabilities include banking book debt securities. The characteristics of banking book debt securities differ from those of trading book securities, which are for short-term trading. The valuation basis of banking book debt securities includes fair value and accrued interest.

Banking book interest rate risk refers to possible loss due to unfavorable changes in interest rates for the banking book portfolio. One of the methods used to determine exposure to interest rate risks is earnings analysis, which focuses on the effects interest rate changes on the earnings of the banking book portfolio, especially earnings in the short term. Had the interest rate increased/decreased 1bps (basis points) as of June 30, 2026, December 31 and June 30, 2025, and all other factors been held constant, the profit would have decreased/increased by $16 million, $7 million and $1 million, respectively.

ii) Exchange rate risk

Banking book exchange rate risk refers to the risk of loss due to unfavorable changes in exchange rates for the Bank's foreign currency operating funds to be used for the launch of a foreign exchange business, the establishment of overseas branches or overseas subsidiaries branch's investment accounted for using the equity method. These exchange rate differences are reflected under either the statement of comprehensive income or "exchange differences on translation of foreign operations under equity.

The Bank has a foreign exchange business, overseas branches, overseas subsidiaries branch's investment accounted for using the equity method. As of June 30, 2026, the percentage of the exchange differences on translation of foreign operation is immaterial when compared with the Bank's entire foreign currency position.

iii) Equity securities risk

The Bank' s equity instruments as shown in the banking book have two groups. The first consists of investments in accordance with Article 74 of the Banking Act. The second group refers to investments in promising companies with a higher cash dividend payout ratio. For the second group, even though changes in equity prices may influence the stockholder' s equity, the Bank holds these investments for a long term and has strict regulations on buying or selling these investments.

The sensitivity analysis for equity positions of banking book is listed below:

	June 30, 2026		December 31, 2025		June 30, 2025	
	Effect on profit or loss	Effect on equity	Effect on profit or loss	Effect on equity	Effect on profit or loss	Effect on equity
Stock prices increased by 10%	$ -	4,730,834	-	3,634,910	-	3,721,331
Stock prices decreased by 10%	-	(4,730,834)	-	(3,634,910)	-	(3,721,331)

Fubon Bank (China)

i) Interest rate risk

The interest rate risk of Fubon Bank (China) is mainly from the risk of interest repricing. Calculate the repricing gap of interest-rate sensitive assets and liabilities according to the standardized measurement framework designated by local regulatory authorities, and set risk indicators for monitoring. Assuming the other conditions remain the same, the following sensitivity analysis is performed for the risk measure in terms of a 50 basis point increase or decrease in interest rate:

Units: In thousands of CNY

	June 30, 2026		December 31, 2025		June 30, 2025	
	Effect on profit or loss	Effect on equity	Effect on profit or loss	Effect on equity	Effect on profit or loss	Effect on equity
Interest rate increased by 50 basis points	$ (216,486)	(26,091)	(121,399)	(397,466)	(156,739)	(343,155)
Interest rate decreased by 50 basis points	237,774	914,291	143,585	577,324	157,984	380,496

ii) Exchange rate risk

Fubon Bank (China) uses CNY to perform the loan/deposit and inter-bank borrowing and foreign currency is composed of USD. In order to effectively control the exchange rate risk, Fubon Bank (China) establishes the foreign exchange gap controlling conditions and simultaneously conducts the foreign currency sensitivity analysis on assets/liabilities, based on its risk-taking ability and operating strategy. Assuming CNY appreciates or depreciates 5% compared to all foreign currency spot rate and forward rate, the outcome is as follows:

Units: In thousands of CNY

	June 30, 2026		December 31, 2025		June 30, 2025	
	Effect on profit or loss	Effect on equity	Effect on profit or loss	Effect on equity	Effect on profit or loss	Effect on equity
Foreign exchange rate for USD and HKD against CNY increased by 5%	$ (664,468)	242,551	(690,258)	199,675	(746,659)	197,937
Foreign exchange rate for USD and HKD against CNY decreased by 5%	664,468	(242,551)	690,258	(199,675)	746,659	(197,937)

2) Fubon Life Insurance and its subsidiaries

Market risk refers to the risk that the value of assets decreases due to disadvantageous movement of the market price and this may result in a loss to Fubon Life Insurance and its subsidiaries. The risk factors of the market price fluctuation include interest rates, foreign exchange rates, stock prices, and commodity prices.

Guided by Assets and Liabilities Management Committee and other operations, Fubon Life Insurance takes financial environment, all the economic indicators, liability risk properties and ALM into account, to choose appropriate investment target through risk control mechanism. Under the consent of regulatory framework and market environment, choosing and acquisition of long-term assets is monitored by the Assets and Liabilities Management Committee or other operations. This is to allow assets and liabilities to coordinate better in terms of payment terms and profits, to pursue long term business and protect the rights of policyholders. This will also reduce the influence on insurance contract caused by market risk and eventually lower the potential loss to Fubon Life Insurance and its subsidiaries.

Fubon Life Insurance and its subsidiaries widely apply various risk management instruments to measure market risk. The primary methods adopted would be Value at Risk (VaR) and Sensitivity Analysis. By using these two instruments, Fubon Life Insurance and its subsidiaries are able to measure, monitor and manage market risk completely and effectively.

a) Value at Risk

Value at Risk is to apply statistical techniques to measure the maximum potential loss of the investment portfolio resulted from market risk factor variation in a given period of time and under certain confidence interval. Fubon Life Insurance and its subsidiaries apply 99% as the confidence interval to predict the VaR in the next 1 day or 10 days.

The VaR model applied to manage risk shall be examined retrospectively and continuously to ensure that Fubon Life Insurance and its subsidiaries are able to measure the maximum potential risk of the portfolios reasonably, completely and accurately.

b) Sensitivity analysis

Besides using VaR to manage market risk, Fubon Life Insurance and its subsidiaries adopt sensitivity analysis to serve as a basis for corporate risk analysis, risk alert and operation management. Sensitivity analysis is to measure the amount changed in the portfolio value and groups of insurance contracts resulting from the variation of single risk factor. This will facilitate Fubon Life Insurance and its subsidiaries to understand how each variation of risk factors may influence the portfolios and groups of insurance contracts in certain extreme scenarios.

i) Fubon Life Insurance

		June 30, 2026					
		Financial assets		Insurance contract liabilities		Net change	
Risk factor	Variation	Change in profit or loss (before tax)	Change in Equity (before tax)	Change in profit or loss (before tax)	Change in Equity (before tax)	Change in profit or loss (before tax)	Change in Equity (before tax)
Equity risk	Price incline by 10%	32,502,706	116,801,545	(8,806,651)	(8,806,651)	23,696,055	107,994,894
(Price index)	Price decline by 10%	(32,502,706)	(116,801,545)	8,806,650	8,806,650	(23,696,056)	(107,994,895)
Interest rate risk	Interest rate curve (Functional currency) incline by 50bps	(5,102,276)	(71,373,437)	244,405	196,989,316	(4,857,871)	125,615,879
(Yield curve)	Interest rate curve (Functional currency) decline by 50bps	5,015,740	74,283,209	(186,838)	(210,659,217)	4,828,902	(136,376,008)
Exchange rate risk	Functional currency to all currency incline by 3%	(24,371,507)	(30,466,979)	21,716,312	21,716,312	(2,655,195)	(8,750,667)
(Foreign exchange rate)	Functional currency to all currency decline by 3%	24,371,507	30,466,979	(21,716,310)	(21,716,310)	2,655,197	8,750,669

		December 31, 2025					
		Financial assets		Insurance contract liabilities		Net change	
Risk factor	Variation	Change in profit or loss (before tax)	Change in Equity (before tax)	Change in profit or loss (before tax)	Change in Equity (before tax)	Change in profit or loss (before tax)	Change in Equity (before tax)
Equity risk	Price incline by 10%	86,691,072	89,667,001	(3,747,275)	(3,747,274)	82,943,797	85,919,727
(Price index)	Price decline by 10%	(86,691,072)	(89,667,001)	3,747,277	3,747,277	(82,943,795)	(85,919,724)
Interest rate risk	Interest rate curve (Functional currency) incline by 50bps	(30,243,591)	(41,871,411)	2,557,798	200,481,326	(27,685,793)	158,609,915
(Yield curve)	Interest rate curve (Functional currency) decline by 50bps	30,683,353	43,038,781	(2,566,746)	(198,043,315)	28,116,607	(155,004,534)
Exchange rate risk	Functional currency to all currency incline by 3%	(62,466,059)	(76,175,147)	20,970,940	20,970,940	(41,495,119)	(55,204,207)
(Foreign exchange rate)	Functional currency to all currency decline by 3%	62,466,059	76,175,147	(20,970,936)	(20,970,936)	41,495,123	55,204,211

(Continued)

		June 30, 2025					
		Financial assets		Insurance contract liabilities		Net change	
Risk factor	Variation	Change in profit or loss (before tax)	Change in Equity (before tax)	Change in profit or loss (before tax)	Change in Equity (before tax)	Change in profit or loss (before tax)	Change in Equity (before tax)
Equity risk	Price incline by 10%	86,783,223	88,607,184	(4,281,879)	(4,281,879)	82,501,344	84,325,305
(Price index)	Price decline by 10%	(86,783,223)	(88,607,184)	4,281,894	4,281,894	(82,501,329)	(84,325,290)
Interest rate risk	Interest rate curve (Functional currency) incline by 50bps	(28,040,495)	(35,377,854)	2,268,210	196,585,348	(25,772,285)	161,207,494
(Yield curve)	Interest rate curve (Functional currency) decline by 50bps	28,392,233	36,218,277	(2,258,501)	(201,020,515)	26,133,732	(164,802,238)
Exchange rate risk	Functional currency to all currency incline by 3%	(40,749,829)	(54,528,009)	19,453,438	19,502,651	(21,296,391)	(35,025,358)
(Foreign exchange rate)	Functional currency to all currency decline by 3%	40,749,829	54,528,009	(19,453,431)	(19,502,643)	21,296,398	35,025,366

ii) Fubon Hyundai Life Insurance

Unit: in thousands of KRW

		June 30, 2026					
		Financial assets		Insurance contract liabilities		Net change	
Risk factor	Variation	Change in profit or loss (before tax)	Change in Equity (before tax)	Change in profit or loss (before tax)	Change in Equity (before tax)	Change in profit or loss (before tax)	Change in Equity (before tax)
Equity risk	Price incline by 10%	251,124,773	251,124,773	(785,326)	(785,326)	250,339,447	250,339,447
(Price index)	Price decline by 10%	(251,124,773)	(251,124,773)	708,617	708,617	(250,416,156)	(250,416,156)
Interest rate risk	Interest rate curve (Functional currency) incline by 50bps	-	(73,800,823)	-	262,329,301	-	188,528,478
(Yield curve)	Interest rate curve (Functional currency) decline by 50bps	-	77,036,956	-	(259,795,254)	-	(182,758,298)
Exchange rate risk	Functional currency to all currency incline by 3%	(24,175,980)	(24,175,980)	-	-	(24,175,980)	(24,175,980)
(Foreign exchange rate)	Functional currency to all currency decline by 3%	24,175,980	24,175,980	-	-	24,175,980	24,175,980

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

		December 31, 2025					
		Financial assets		Insurance contract liabilities		Net change	
Risk factor	Variation	Change in profit or loss (before tax)	Change in Equity (before tax)	Change in profit or loss (before tax)	Change in Equity (before tax)	Change in profit or loss (before tax)	Change in Equity (before tax)
Equity risk	Price incline by 10%	160,888,301	160,888,301	(414,658)	(414,658)	160,473,643	160,473,643
(Price index)	Price decline by 10%	(160,888,301)	(160,888,301)	379,454	379,454	(160,508,847)	(160,508,847)
Interest rate risk	Interest rate curve (Functional currency) incline by 50bps	-	(73,847,326)	4,383	276,112,806	4,383	202,265,480
(Yield curve)	Interest rate curve (Functional currency) decline by 50bps	-	77,132,373	(6,239)	(310,098,159)	(6,239)	(232,965,786)
Exchange rate risk	Functional currency to all currency incline by 3%	(10,828,836)	(10,828,836)	-	-	(10,828,836)	(10,828,836)
(Foreign exchange rate)	Functional currency to all currency decline by 3%	10,828,836	10,828,836	-	-	10,828,836	10,828,836

		June 30, 2025					
		Financial assets		Insurance contract liabilities		Net change	
Risk factor	Variation	Change in profit or loss (before tax)	Change in Equity (before tax)	Change in profit or loss (before tax)	Change in Equity (before tax)	Change in profit or loss (before tax)	Change in Equity (before tax)
Equity risk	Price incline by 10%	176,486,674	176,486,674	-	-	176,486,674	176,486,674
(Price index)	Price decline by 10%	(176,486,674)	(176,486,674)	-	-	(176,486,674)	(176,486,674)
Interest rate risk	Interest rate curve (Functional currency) incline by 50bps	-	(70,092,448)	5,965	340,261,307	5,965	270,168,859
(Yield curve)	Interest rate curve (Functional currency) decline by 50bps	-	73,188,803	(8,104)	(332,329,989)	(8,104)	(259,141,186)
Exchange rate risk	Functional currency to all currency incline by 3%	69,243	69,243	-	-	69,243	69,243
(Foreign exchange rate)	Functional currency to all currency decline by 3%	(69,243)	(69,243)	-	-	(69,243)	(69,243)

(Continued)

Note 1: The financial assets subject to sensitivity analyses for equity risk and interest rate risk primarily comprise financial assets measured at fair value through profit or loss and financial assets measured at fair value through other comprehensive income. Equity risk scenarios include equities and funds (excluding money market funds and bond funds), while interest rate risk scenarios include bonds and bond funds.

Note 2: The sensitivity analysis of foreign exchange rate risk for financial assets includes positions relating to foreign currency-denominated policies and Offshore Insurance Unit (OIU) assets, and excludes investments in foreign underlying funds denominated in New Taiwan dollars. In respect of New Taiwan dollar-denominated policies, foreign currency debt instruments classified as financial assets measured at amortized cost with a remaining maturity of more than one year are subject to exchange differences arising under the scenarios. Such exchange differences are amortized over the expected remaining duration of the instruments, and the amount attributable to one year is recognized in profit or loss.

Note 3: The calculation results presented in the above table do not include the impact of the foreign exchange valuation reserve.

Note 4: The abovementioned sensitivity analysis is a scenario assumed that the impact of changes in risk factor on fair value is based on other factors which remained constant.

Note 5: Assuming other factors remain constant, as of June 30, 2026, December 31 and June 30, 2025, a 1 bp upward parallel shift in the New Taiwan dollar yield curve would result in impacts of $(48,756) thousand, $(192,471) thousand and $(44,160) thousand, and $(203,825) thousand, $(35,662) thousand and $(132,594) thousand on profit before tax and equity, respectively, arising from financial assets. In addition, a 1 bp upward parallel shift in the U.S. dollar yield curve would result in impacts of $(42,884) thousand, $(1,252,493) thousand and $(551,351) thousand and $(629,663) thousand, $(506,255) thousand and $(558,951) thousand on profit before tax and equity, respectively.

Note 6: Assuming other factors remain the same, an upward parallel shift in the yield curve for individual currency of 1 bp will affect KRW (1,507,729) thousand, KRW (1,509,138) thousand and KRW (1,432,193) thousand in equity on June 30, 2026, December 31 and June 30, 2025, respectively for the subsidiary, Fubon Hyundai Life Insurance.

Note 7: Hong Kong, Vietnam and Singapore subsidiaries are considered immaterial to the consolidated disclosures after the Group’s assessment; therefore, their financial data are not separately presented.

(Continued)

3) Fubon Insurance and its subsidiaries

Market risk is the risk of losses in a given period resulting from unfavorable changes in the fair value or future cash flows of the financial instrument. Fubon Insurance and its subsidiaries management set a monitor system on the concentration of daily transactions, established a sound crisis response mechanism to deal with working capital demand due to emergency or abnormal event.

a) Management process of market risk

i) Risk identification

To achieve market risk management goal, Fubon Insurance and its subsidiaries have identified potential market risk factors encountered during operation process. Positions in different financial instruments were classified into four categories, mainly interest, foreign exchange rate, equity security and commodity.

ii) Risk measurement

1. Establish a risk quantification model, adopt basic statistical measurement, sensitivity analysis and scenario analysis etc., for different risk factors to measure market risk.

2. Analyze outcome from the risk model for better market risk planning, supervision and control.

3. Measure possible losses from the holding position daily under normal market fluctuation and perform stress testing monthly.

4. Evaluate accuracy of the risk model by retroactive testing or other methodologies.

iii) Risk monitoring

Fubon Insurance and its subsidiaries have established market risk monitoring procedure to review and monitor utilization of various risk limits monthly. An action would be taken if the risk limit is breached. Fubon Insurance and its subsidiaries have established proper monitoring frequency and hierarchical reporting mechanism to ensure proper reporting whenever there is any abnormal situation occurred or any deficiency identified. A specific reporting procedure would be followed to ensure the control of timing in dealing with significant market risk.

iv) Risk responding

As market risk occurs, the head of any related unit being impacted or in-charge unit with relevant authority would respond to the event immediately, and report to risk management and related departments based on the established authorization. Afterwards, every related unit would work with risk management department to investigate the underlying reason for the risk event, develop a remediation plan, and risk management department would monitor the progress of the follow up actions.

b) Concentration of market risk

The main counterparty and buyer of financial instruments of Fubon Insurance and its subsidiaries are companies in financial industry. There are rules about limitation of the government bonds, fixed income bonds, bonds, convertible bonds, funds, stocks, derivative financial instruments, structured notes and bonds securitization to control the risk.

c) Market risk management mechanism

i) Risk tolerance management

Risk tolerance refers to the maximum amount of risk an entity is willing to withstand. Market risk tolerance is submitted to and approved by the Risk Management Committee annually.

ii) Risk limit management

Establishment of risk limits is to put risk tolerance management into practice. Risk limits for different financial products were made by trading position, investment position and hedging position separately. When setting risk limits, various factors were taken into account, such as risk tolerance, business history, expected budget target, market liquidity of a specific product, historical utilization of risk limits, traders' trading experiences, trading system and supports by the operation department. The amendments of risk limits should first be proposed to Risk Control Department of the Company and signed by internal delegates. After reviewed by the Risk Management Committee of the Company and Fubon Insurance, the amendments are presented to the Board of Directors. Under system support, Fubon Insurance and its subsidiaries' limits include VaR and foreign exchange risk.

iii) Valuation management

Commodity is evaluated based on the market value if it is available. If the market value is not readily available, the product value will be calculated using the latest market price, quotation from the counterparty or valuation model.

d) Risk value model

Risk value is a statistical estimate of probable worst outcome during normal fluctuation. Fubon Insurance and its subsidiaries use value at risk (VaR) model to measure the potential maximum loss in value of an investment portfolio at risk over a period of ten-day for a 99% confidence interval with respect to different market factors.

Fubon Insurance and its subsidiaries apply retroactive testing which provides estimates of the accuracy of VaR model to check whether a VaR methodology is being used appropriately, completely and accurately in measuring the potential maximum loss in value of an investment portfolio. The retroactive testing procedure consists of calculating the number or percentage of times that the actual portfolio returns fall outside the VaR estimate. A VaR is computed over a period of one year with reconciled profit and loss on a daily basis. Fubon Insurance and its subsidiaries periodically monitor the outcome of the aforementioned model and test the accuracy of parameters and assumptions being used.

i) Fubon Insurance

Units: In thousands of TWD

	June 30, 2026		
Common VaR	**Average**	**Highest**	**Lowest**
Fixed income group	$ 296,018	355,333	200,042
Equity group	2,909,772	3,552,910	1,878,942
Fund group	118,048	226,488	42,186
Asset securitization group	31,145	36,207	23,309
Total position	2,969,551	3,731,815	1,767,645

Units: In thousands of TWD

	December 31, 2025		
Common VaR	**Average**	**Highest**	**Lowest**
Fixed income group	$ 393,143	688,558	294,313
Equity group	1,860,696	2,586,326	967,639
Fund group	26,438	51,962	5,124
Asset securitization group	26,520	61,350	18,208
Total position	2,001,793	2,793,318	919,314

Units: In thousands of TWD

	June 30, 2025		
Common VaR	**Average**	**Highest**	**Lowest**
Fixed income group	$ 415,059	688,558	294,784
Equity group	1,564,343	2,528,259	967,639
Fund group	12,232	33,771	5,124
Asset securitization group	27,040	42,015	18,208
Total position	1,726,372	2,772,801	919,314

(Continued)

ii) Fubon Property and Casualty Insurance

Units: In thousands of TWD

	June 30, 2026		
Common VaR	Average	Highest	Lowest
Fixed income group	$ 13,765	35,651	11,516
Equity group	43,976	60,942	31,013
Total position	53,477	96,752	36,537

Units: In thousands of TWD

	December 31, 2025		
Common VaR	Average	Highest	Lowest
Fixed income group	$ 8,848	20,191	6,385
Equity group	50,499	67,066	28,740
Total position	56,161	74,020	35,128

Units: In thousands of TWD

	June 30, 2025		
Common VaR	Average	Highest	Lowest
Fixed income group	$ 7,171	20,191	6,458
Equity group	52,337	63,648	45,061
Total position	58,275	74,020	50,815

Note 1: VaR was adopted for the six months ended June 30, 2026 and 2025 and for the year ended December 31, 2025.

Note 2: VaR was computed over a period of ten days.

Since Vietnam, Thailand, Philippines and Labuan subsidiaries did not have any investment, it was unnecessary to disclose their risk value.

e) Interest rate risk

The risks of interest rates of Fubon Insurance and its subsidiaries mainly come from short-term borrowings with floating interest rates. Changes in market interest rates will cause the effective interest rate of borrowings to change accordingly, causing fluctuations in future cash flows. In order to reduce the impact of interest rate fluctuations on future cash flows, Fubon Insurance and its subsidiaries regularly evaluate the borrowing interest rates of banks to avoid cash flow risks caused by changes in market interest rates.

4) Fubon Securities and its subsidiaries

Market risk is defined as an unfavorable change in market prices (such as interest rates, exchange rates, stock prices and commodity prices) which may cause a potential loss on or off the balance sheet. According to Fubon Securities and its subsidiaries' internal administrative policies, the positions in the trading book are for the purpose of market risk measurement and management.

Trading book positions fit the following definitions:

a) Positions held for earning profits from changes in bid-ask spread or changes in price and interest rate.

b) Positions held for brokerage business or dealing trading.

c) Positions held for offsetting risk from other positions (either entirely or partly).

d) Positions held for trading within approved market risk limits.

Trading book positions should not be under any restrictive trading terms and should be completely hedged against risks.

i) Guidelines and Procedures

Fubon Securities and its subsidiaries have enacted comprehensive policies of market risk management and have established mechanism for deal execution, clearing and settlement. Based on the risk factors they are exposed to trading book positions are categorized in the following four groups: interest rates instruments, exchange rates instruments, securities and commodities. Fubon Securities and its subsidiaries have established management policies and market risk limits that implement the risk management systems to identify, measure, monitor and control the market risk.

ii) Organization and Framework

Under the supervision of the Board of Directors, the Asset-Liability and Risk Management Executive Committee is composed of the senior managers from each department, while the chairman of the board oversees this committee. To improve market risk management, the Committee supervises the suitability of market risk exposures and the effectiveness of market risk management.

The Risk Management Department is responsible for formulating policies and procedures on market risk management, for executing market risk limits control, for reporting mark risk events immediately, and for verifying valuation models independently. In addition, the independent Audit Department, which is under the Board of Directors, plays the role in the market risk management framework.

iii) Procedure for Market Risk Control, Reporting and Verification

The Risk Management Department is responsible for monitoring the daily risk limit (including the analysis of risk sensitivity factors such as Delta, Vega, DV01, and VaR etc.), notional quota, and profit and loss (P&L). Based on the authorized daily limit, this department controls the quota used and the monthly / yearly P&L. However, a position exceeding the approved limit is treated as an exceptional case to be monitored. Fubon Securities and its subsidiaries have established related mechanism and procedures for VaR limit management while also applying back-testing to check the VaR model calculation and the effectiveness of the valuation methodology. Fubon Securities and its subsidiaries also keep upgrading and improving its trading system with a market risk control function. Moreover, the valuation models and VaR models are verified independently by the Risk Management Department to ensure their effectiveness and stability.

iv) Market Risk Measurement of Trading Book

Fubon Securities and its subsidiaries' market risk measurement of the trading book includes individual risk measures (such as Greeks) and integrated risk measures (such as VaR and stress-testing). The integrated measures provide consistent and comparable measurement across different trading desks or risk types.

Value at Risk (VaR)

VaR is defined as 'the worst expected loss over a target horizon with a given level of confidence and normal market environment'. Fubon Securities and its subsidiaries adopt Historical Simulation risk models to evaluate the one-day worst loss on current net positions, with a 99% confidence level. Historical Simulation is used to calculate Common VaR and Stressed VaR, which reflects the impact on position held by Fubon Securities and its subsidiaries in the historical scenario. To conform to Basel Committee on Banking Supervision' s suggestion after the financial crisis in 2008, a new Stressed VaR used a 12-month period of market turmoil to assess potential losses above the 99% confidence level used in the VaR model. The outcome of Historical Simulation was easier to explain and understand, and the method could also avoid mistaken risk factor hypotheses being used. To ensure the quality of VaR measures, Fubon Securities and its subsidiaries execute statistical hypothesis testing and back-testing periodically.

In addition, to follow the newest trend of international risk management, Fubon Securities and its subsidiaries calculated the stressed VaR with the Company' s assistance to observe the impact to Fubon Securities and its subsidiaries' positions in a historical stress scenario, which was one year during the Covid-19 pandemic.

Common VaR information of trading book was as follows:

Units: In thousands of TWD

For the three months ended June 30, 2026

Common VaR	Highest	Lowest	Average
Foreign exchange rate	$ 3,668	835	1,829
Interest rate	44,765	30,395	35,686
Equity	378,198	238,753	327,418
Fluctuation	31,403	18,631	25,262

Units: In thousands of TWD

For the three months ended June 30, 2025

Common VaR	Highest	Lowest	Average
Foreign exchange rate	$ 2,664	790	1,701
Interest rate	42,312	28,755	36,300
Equity	84,788	59,376	74,657
Fluctuation	85,680	42,674	58,359

Units: In thousands of TWD

For the six months ended June 30, 2026

Common VaR	Highest	Lowest	Average
Foreign exchange rate	$ 3,784	835	2,322
Interest rate	58,050	30,395	39,941
Equity	378,198	106,102	239,035
Fluctuation	32,612	8,825	24,364

Units: In thousands of TWD

For the six months ended June 30, 2025

Common VaR	Highest	Lowest	Average
Foreign exchange rate	$ 2,664	694	1,315
Interest rate	42,312	24,064	33,795
Equity	90,979	59,376	76,911
Fluctuation	85,680	1,851	30,647

(The highest and lowest VaR in the table may appear on different dates, so its diversification effect is not significant. Therefore, it is not disclosed in the table.)

Stress Testing

As described earlier, VaR is the worst loss likely to occur over a holding period with a given confidence level during normal fluctuation. However, VaR cannot be used to predict the loss when an extreme event or the systematic risk appears in the market. Therefore, stress testing is introduced to capture the above risk by measuring the potential impact on the trading book portfolio during the abnormal market period, compensating the insufficiency of VaR.

Some techniques can be used when executing stress testing, such as sensitivity analysis, scenario analysis, and maximum loss analysis. Fubon Securities and its subsidiaries selected and implemented stress testing periodically within the scope of market risk set by the Company's risk control system. The result from the stress testing would be reported to the Asset-Liability and Risk Management Executive Committee as a reference for management setting each managerial objective and quota.

Sensitivity analysis

Sensitivity analysis is used to measure the impact and effect of the products and portfolios when these are changes in the factors of a specific market. Fubon Securities and its subsidiaries use the following sensitivities to measure and monitor the risk exposure based on each type of risk.

1. Delta: Measure the changing value of a specific asset whose price changes 1%.

2. Gamma: Measure the changing Delta value of a specific asset whose price changes 1%.

3. Vega: Measure the changing value of a specific asset whose price volatility changes 1%.

4. Price Value of Basis Point (PVBP): Measure the changing value of the yield rate curve when it moves 1 bp in parallel.

5) Fubon Bank (Hong Kong) and its subsidiaries

The following disclosures related to Fubon Bank (Hong Kong) are all expressed in thousands of HKD, unless otherwise stated.

a) The definition and classification of market risk

Market risk arises on all market risk sensitive financial instruments, including securities, foreign exchange contracts, equity and other derivative instruments, as well as from balance sheet or structural positions. Fubon Bank (Hong Kong) and its subsidiaries transact in the money market, foreign exchange market, equity market and capital market giving rise to market risk exposures. Positions are taken as a result of the execution of customers' orders, market making activities, and offsetting transactions in order to hedge Fubon Bank (Hong Kong) and its subsidiaries' open position. Fubon Bank (Hong Kong) and its subsidiaries do not engage in significant proprietary trading.

b) Guidelines and procedures

The objective of market risk management is to avoid excessive exposure of earnings and equity to loss and to reduce Fubon Bank (Hong Kong) and its subsidiaries' exposure to the volatility inherent in financial instruments.

The Board of Directors reviews and approves policies concerning market risk management, including handling authorizations and limits. The Board of Directors has delegated the responsibility for continuing general market risk management to the Asset and Liability Committee. The committee is responsible for determining future business strategies in response to Fubon Bank (Hong Kong) and its subsidiaries' forecasts of interest rate movements. The committee also reviews and formulates financing policies and ensures compliance with various risk management objectives.

Fubon Bank (Hong Kong) and its subsidiaries have also established clear market risk policies, including limits, reporting lines and control procedures, which are reviewed regularly and approved by the Board of Directors. Market risk is managed within various limits approved by the Board of Directors. These limits are determined for each financial instrument and include limits on product volume, gross and net positions, position concentrations, mark to market limits, stop loss limits and risk position limits. The Asset and Liability Committee reviews and approves these restrictions, which are approved by the Board of Directors at least once a year. Regular monitoring is performed daily and the results are reported to the members of the Asset and Liability Committee. The risk exposures are also reported to the Risk Committee at least monthly.

The sale of derivatives to customers as risk management products and the subsequent use of derivatives to manage the resulting position is an integral part of Fubon Bank (Hong Kong) and its subsidiaries' business activities. These instruments are also used to manage Fubon Bank (Hong Kong) and its subsidiaries' own exposures to market risk as part of its asset and liability management process. The principal derivative instruments used by Fubon Bank (Hong Kong) and its subsidiaries are interest and foreign exchange rate related contracts, which are primarily over-the-counter derivatives. Fubon Bank (Hong Kong) and its subsidiaries also purchases exchange traded derivatives. Most of Fubon Bank (Hong Kong) and its subsidiaries' derivatives positions have been entered into to meet customer demand and to hedge these and other positions.

One of the tools used by Fubon Bank (Hong Kong) and its subsidiaries to monitor and limit market risk exposure is Value-at-risk (VaR). VaR is one of the techniques that estimates the potential losses that could occur on risk positions as a result of movements in market rates and prices over a specified time horizon and to a given level of confidence. The calculation uses the historical simulation method as the means to estimate the statistical confidence level.

The VaR technique is only effective for potential loss events which are not correlated. Fubon Bank (Hong Kong) and its subsidiaries therefore augment its VaR limits with other positions and sensitivity limit structures. Additionally, Fubon Bank (Hong Kong) and its subsidiaries apply a wide range of sensitivity analysis and stress testing, both on individual portfolios and on Fubon Bank (Hong Kong) and its subsidiaries' consolidated positions to assess the potential impact on Fubon Bank (Hong Kong) and its subsidiaries' earnings as a result of extreme movements in market prices.

c) Organization and framework

The Board of Directors reviews and approves policies concerning market risk management, including handling authorizations and limits. The Board of Directors has delegated the responsibility for continuing general market risk management to the Asset and Liability Committee. The committee is responsible for determining future business strategies in response to Fubon Bank (Hong Kong) and its subsidiaries' forecasts of interest rate movements. The committee also reviews and formulates financing policies and ensures compliance with various risk management objectives.

d) Evaluation technique of market risk: Value at risk (VaR). Fubon Bank (Hong Kong) adopts various risk models to evaluate the worst loss on current net positions within one day, with a 99% confidence level.

The following table shows the relevant market risk VaR:

Units: In thousands of HKD

	June 30, 2026		
VaR	Average	Highest	Lowest
Foreign exchange risk	$ 112	2,296	8
Interest rate risk	85	791	21
Total risk	382	1,921	182

Units: In thousands of HKD

	December 31, 2025		
VaR	Average	Highest	Lowest
Foreign exchange risk	$ 937	3,820	180
Interest rate risk	88	591	2
Total risk	948	3,698	300

Units: In thousands of HKD

	June 30, 2025		
VaR	Average	Highest	Lowest
Foreign exchange risk	$ 1,432	3,820	454
Interest rate risk	86	428	2
Total risk	1,423	3,698	371

e) Sensitivity information of interest rate risk, foreign exchange risk and equity risk

Units: In thousands of HKD

June 30, 2026			
		Influenced amount	
Main risk	Variance	Equity	profit or loss
Foreign Exchange Risk	HKD appreciates by 10% against all foreign currencies	-	(11,600)
Foreign Exchange Risk	HKD depreciates by 10% against all foreign currencies	-	11,600
Interest Rate Risk	HKD yield curve shifts upward by 225bps	31,171	(363,663)
Interest Rate Risk	USD yield curve shifts upward by 200bps	56,170	(183,295)
Interest Rate Risk	HKD yield curve shifts downward by 225bps	(31,171)	363,663
Interest Rate Risk	USD yield curve shifts downward by 200bps	(56,170)	183,295
Equity Securities Price Risk	Equity securities prices increase by 10%	-	-
Equity Securities Price Risk	Equity securities prices decrease by 10%	-	-

Units: In thousands of HKD

December 31, 2025			
		Influenced amount	
Main risk	Variance	Equity	profit or loss
Foreign Exchange Risk	HKD appreciates by 10% against all foreign currencies	-	(14,500)
Foreign Exchange Risk	HKD depreciates by 10% against all foreign currencies	-	14,500
Interest Rate Risk	HKD yield curve shifts upward by 200bps	189,735	(421,485)
Interest Rate Risk	USD yield curve shifts upward by 200bps	11,810	(117,282)
Interest Rate Risk	HKD yield curve shifts downward by 200bps	(189,735)	421,485
Interest Rate Risk	USD yield curve shifts downward by 200bps	(11,810)	117,282
Equity Securities Price Risk	Equity securities prices increase by 10%	-	-
Equity Securities Price Risk	Equity securities prices decrease by 10%	-	-

Units: In thousands of HKD

June 30, 2025			
		Influenced amount	
Main risk	Variance	Equity	profit or loss
Foreign Exchange Risk	HKD appreciates by 10% against all foreign currencies	-	(16,100)
Foreign Exchange Risk	HKD depreciates by 10% against all foreign currencies	-	16,100
Interest Rate Risk	HKD yield curve shifts upward by 200bps	305,157	(421,045)
Interest Rate Risk	USD yield curve shifts upward by 200bps	51,885	(186,151)
Interest Rate Risk	HKD yield curve shifts downward by 200bps	(305,157)	421,045
Interest Rate Risk	USD yield curve shifts downward by 200bps	(51,885)	186,151
Equity Securities Price Risk	Equity securities prices increase by 10%	-	-
Equity Securities Price Risk	Equity securities prices decrease by 10%	-	-

(vi) Transfer of financial assets

1) Taipei Fubon Bank and its subsidiaries

Transferred financial assets that are not completely derecognized

The transferred financial assets of Taipei Fubon Bank and its subsidiaries that are not qualified for de-recognition in the daily operation are mainly debt securities under repurchase agreements or equity securities under lending agreements. Since the right to receive cash flow is transferred and it reflects the associated liabilities to repurchase transferred financial assets at fixed price in future period, Taipei Fubon Bank and its subsidiaries cannot use, sell or pledge these transferred financial assets during the valid transaction period. However, since Taipei Fubon Bank and its subsidiaries still bear the interest rate risk and credit risk, transferred financial assets are not completely derecognized.

Analysis of financial assets that are not completely derecognized and the associated liabilities are shown in following table:

	June 30, 2026	
Types of financial assets	Carrying amount of the transferred financial assets	Carrying amount of relevant financial liabilities
Financial assets measured at fair value through other comprehensive income		
Repurchase agreements	$ 2,035,431	2,050,329
Debt investments measured at amortized cost		
Repurchase agreements	58,576,334	56,414,543

Types of financial assets	December 31, 2025 Carrying amount of the transferred financial assets	Carrying amount of relevant financial liabilities
Financial assets measured at fair value through other comprehensive income		
Repurchase agreements	$ 2,157,237	2,156,909
Debt investments measured at amortized cost		
Repurchase agreements	28,707,852	27,569,366

Types of financial assets	June 30, 2025 Carrying amount of the transferred financial assets	Carrying amount of relevant financial liabilities
Financial assets measured at fair value through other comprehensive income		
Repurchase agreements	$ 198,907	187,714
Debt investments measured at amortized cost		
Repurchase agreements	32,339,881	29,960,786

2) Fubon Life Insurance and its subsidiaries

The transferred financial assets of Fubon Life Insurance and its subsidiaries that are not qualified for de-recognition in the daily operation are mainly equity securities under lending agreements. Since the right to receive cash flow is transferred and it reflects the associated liabilities to repurchase transferred financial assets at fixed price in future period, Fubon Life Insurance and its subsidiaries cannot use, sell or pledge these transferred financial assets during the valid transaction period. Therefore, Fubon Life Insurance and its subsidiaries do not completely derecognize the transferred assets.

As of June 30, 2026 and December 31, 2025, no financial instruments transferred occurred Fubon Life Insurance and its subsidiaries. As of June 30, 2025, the information of financial assets that are not completely derecognized. The associated financial liabilities are shown in the table below:

Units: In thousands of TWD

Types of financial assets	June 30, 2025 Carrying amount of the transferred financial assets	Carrying amount of relevant financial liabilities	Fair value of the transferred financial assets	Fair value of relevant financial liabilities	Fair value net position
Financial assets measured at fair value through profit or loss					
Securities lending agreements	$ 8,875	-	8,875	-	8,875

(Continued)

3) Fubon Insurance and its subsidiaries

The transferred financial assets of Fubon Insurance and its subsidiaries that are not qualified for de-recognition in the daily operation are mainly equity securities under lending agreements. Since the right to receive cash flow is transferred and it reflects the associated liabilities to repurchase transferred financial assets at fixed price in future period, Fubon Insurance and its subsidiaries cannot use, sell or pledge these transferred financial assets during the valid transaction period. However, since Fubon Insurance and its subsidiaries still bear the interest rate risk and credit risk, transferred financial assets are not completely derecognized.

There is no financial asset which is not completely derecognized on June 30, 2026, December 31 and June 30, 2025.

4) Fubon Securities and its subsidiaries

Transferred financial assets that are not completely derecognized

The transferred financial assets of Fubon Securities and its subsidiaries that are not qualified for de-recognition in the daily operation are mainly debt securities under repurchase agreements. Since the right to receive cash flow is transferred and it reflects the associated liabilities to repurchase transferred financial assets at fixed price in future period, Fubon Securities and its subsidiaries cannot use, sell or pledge these transferred financial assets during the valid transaction period. However, since Fubon Securities and its subsidiaries still bear the interest rate risk and credit risk, transferred financial assets are not completely derecognized.

Fubon Securities and its subsidiaries split the convertible bonds into corporate bonds and option, and sell them to separate investors with varying needs. Because the transactions involved ownership transfer, the entry for disposal of corporate bonds is the same as the normal bond transactions. The agreed exchanged interest payments are recorded as net value and evaluate at the market price as of balance sheet date.

When engaging in convertible bond option transactions, buyers pay premium to obtain the right to purchase or sell a security at a predetermined price on or before a specified day; sellers have the corresponding obligation to sell his options at a predetermined price on or before a specified day. The premium of the options will be shown on the balance sheet.

Notional amounts of the option should be recorded by memorandum entries. When options' owner fulfills his obligation, Fubon Securities and its subsidiaries will sell repurchased bonds to options' owner. Thus, the entry for disposal of corporate bonds is the same as the normal bond transactions. However, Fubon Securities and its subsidiaries still have the right to control the underlying interest; therefore, the financial assets are not derecognized in their entirety.

Analyses of financial assets that are not completely derecognized and the associated liabilities are as follows:

	June 30, 2026	
Types of financial assets	Carrying amount of the transferred financial assets	Carrying amount of relevant financial liabilities
Financial assets measured at fair value through profit or loss		
Repurchase agreements	$ 18,286,550	15,971,352
Convertible bonds transferred to counter parties of asset exchange option	12,515,954	9,391,952
Financial assets measured at fair value through other comprehensive income		
Repurchase agreements	27,445,121	26,412,666

	December 31, 2025	
Types of financial assets	Carrying amount of the transferred financial assets	Carrying amount of relevant financial liabilities
Financial assets measured at fair value through profit or loss		
Repurchase agreements	$ 9,766,214	9,151,963
Convertible bonds transferred to counter parties of asset exchange option	10,191,211	8,916,417
Financial assets measured at fair value through other comprehensive income		
Repurchase agreements	20,314,571	19,825,669

	June 30, 2025	
Types of financial assets	Carrying amount of the transferred financial assets	Carrying amount of relevant financial liabilities
Financial assets measured at fair value through profit or loss		
Repurchase agreements	$ 21,447,088	20,919,310
Convertible bonds transferred to counter parties of asset exchange option	8,625,766	7,842,588
Financial assets measured at fair value through other comprehensive income		
Repurchase agreements	22,042,758	21,325,534

5) Fubon Bank (Hong Kong) and its subsidiaries

Transferred financial assets that are not completely derecognized

The transferred financial assets of Fubon Bank (Hong Kong) and its subsidiaries that are not qualified for de-recognition in the daily operation are mainly debt securities under repurchase agreements or equity securities under lending agreements. Since the right to receive cash flow is transferred and it reflects the associated liabilities to repurchase transferred financial assets at fixed price in future period, Fubon Bank (Hong Kong) and its subsidiaries cannot use, sell or pledge these transferred financial assets during the valid transaction period. However, since Fubon Bank (Hong Kong) and its subsidiaries still bear the interest rate risk and credit risk, transferred financial assets are not completely derecognized. The table below shows the financial assets that are not completely derecognized and the associated liabilities.

Unit: In thousands of HKD

	June 30, 2026				
Types of financial assets	Carrying amount of the transferred financial assets	Carrying amount of relevant financial liabilities	Fair value of the transferred financial assets	Fair value of relevant financial liabilities	Fair value net position
Financial assets measured at amortized cost					
Repurchase agreements	$ 2,739,336	2,709,829	2,783,409	2,709,829	73,580
Financial assets measured at fair value through other comprehensive income					
Repurchase agreements	926,928	910,279	929,378	910,279	19,099

Unit: In thousands of HKD

	December 31, 2025				
Types of financial assets	Carrying amount of the transferred financial assets	Carrying amount of relevant financial liabilities	Fair value of the transferred financial assets	Fair value of relevant financial liabilities	Fair value net position
Financial assets measured at amortized cost					
Repurchase agreements	$ 751,706	730,454	761,765	730,454	31,311
Financial assets measured at fair value through other comprehensive income					
Repurchase agreements	535,572	532,630	535,572	532,630	2,942

Unit: In thousands of HKD

	June 30, 2025				
Types of financial assets	Carrying amount of the transferred financial assets	Carrying amount of relevant financial liabilities	Fair value of the transferred financial assets	Fair value of relevant financial liabilities	Fair value net position
Financial assets measured at amortized cost					
Repurchase agreements	$ 751,622	725,107	760,570	725,107	35,463

(Continued)

(vii) Offsetting financial assets and financial liabilities

1) Taipei Fubon Bank and its subsidiaries

Taipei Fubon Bank and its subsidiaries did not hold any financial instruments which meet Section 42 of the IAS 32 endorsed by the FSC. Therefore, the financial instrument will be offset on the balance sheet.

Although Taipei Fubon Bank and its subsidiaries do not engage in any transactions that meet the offsetting condition in IFRSs, they have signed net settlement contracts of similar agreements with counterparties, such as global master repurchase agreement, global securities lending agreement and similar repurchase agreement or reverse-repurchase agreement. If both parties choose to net settle, the abovementioned executable net settlement contracts or similar agreements will be allowed to be settled in net amount after offsetting the financial assets and financial liabilities. Otherwise, the transaction will be settled in gross amount. However, if one party defaults, the other party could choose to net settle.

The offsetting information on financial assets and financial liabilities is shown below:

June 30, 2026						
Financial assets under offsetting or general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
Financial assets	Total recognized financial assets (a)	Total recognized financial liabilities offsetting on the balance sheets (b)	Net amount of financial assets on the balance sheets (c)=(a)-(b)	Financial instruments (Note 1)	Cash received as collaterals	Net amount (e)=(c)-(d)
Derivative financial instruments (Note 2)	$ 55,606,438	-	55,606,438	36,095,812	7,002,453	12,508,173
Securities purchased under resell agreements	55,126,517	-	55,126,517	54,999,648	-	126,869
Total	**$ 110,732,955**	**-**	**110,732,955**	**91,095,460**	**7,002,453**	**12,635,042**

June 30, 2026						
Financial liabilities under offsetting or general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
Financial liabilities	Total recognized financial liabilities (a)	Total recognized financial assets offsetting on the balance sheets (b)	Net amount of financial liabilities on the balance sheets (c)=(a)-(b)	Financial instruments (Note 1)	Pledged cash Collaterals	Net amount (e)=(c)-(d)
Derivative financial instruments (Note 2)	$ 56,162,574	-	56,162,574	35,851,199	12,017,606	8,293,769
Securities sold under repurchase agreements	58,464,872	-	58,464,872	58,380,037	27,577	57,258
Total	**$ 114,627,446**	**-**	**114,627,446**	**94,231,236**	**12,045,183**	**8,351,027**

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December 31, 2025						
Financial assets under offsetting or general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
Financial assets	**Total recognized financial assets (a)**	**Total recognized financial liabilities offsetting on the balance sheets (b)**	**Net amount of financial assets on the balance sheets (c)=(a)-(b)**	**Financial instruments (Note 1)**	**Cash received as collaterals**	**Net amount (e)=(c)-(d)**
Derivative financial instruments (Note 2)	$ 54,230,156	-	54,230,156	33,811,413	5,905,370	14,513,373
Securities purchased under resell agreements	49,969,185	-	49,969,185	49,857,470	-	111,715
Total	**$ 104,199,341**	**-**	**104,199,341**	**83,668,883**	**5,905,370**	**14,625,088**

December 31, 2025						
Financial liabilities under offsetting or general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
Financial liabilities	**Total recognized financial liabilities (a)**	**Total recognized financial assets offsetting on the balance sheets (b)**	**Net amount of financial liabilities on the balance sheets (c)=(a)-(b)**	**Financial instruments (Note 1)**	**Pledged cash Collaterals**	**Net amount (e)=(c)-(d)**
Derivative financial instruments (Note 2)	$ 56,118,567	-	56,118,567	32,561,620	13,720,150	9,836,797
Securities sold under repurchase agreements	29,726,275	-	29,726,275	29,668,644	-	57,631
Total	**$ 85,844,842**	**-**	**85,844,842**	**62,230,264**	**13,720,150**	**9,894,428**

June 30, 2025						
Financial assets under offsetting or general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
Financial assets	**Total recognized financial assets (a)**	**Total recognized financial liabilities offsetting on the balance sheets (b)**	**Net amount of financial assets on the balance sheets (c)=(a)-(b)**	**Financial instruments (Note 1)**	**Cash received as collaterals**	**Net amount (e)=(c)-(d)**
Derivative financial instruments (Note 2)	$ 66,057,638	-	66,057,638	43,513,839	12,208,230	10,335,569
Securities purchased under resell agreements	28,366,295	-	28,366,295	28,215,909	-	150,386
Total	**$ 94,423,933**	**-**	**94,423,933**	**71,729,748**	**12,208,230**	**10,485,955**

(Continued)

June 30, 2025						
Financial liabilities under offsetting or general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
Financial liabilities	Total recognized financial liabilities (a)	Total recognized financial assets offsetting on the balance sheets (b)	Net amount of financial liabilities on the balance sheets (c)=(a)-(b)	Financial instruments (Note 1)	Pledged cash Collaterals	Net amount (e)=(c)-(d)
Derivative financial instruments (Note 2)	$ 73,530,145	-	73,530,145	41,550,668	9,900,641	22,078,836
Securities sold under repurchase agreements	30,148,500	-	30,148,500	25,528,602	-	4,619,898
Total	**$ 103,678,645**	**-**	**103,678,645**	**67,079,270**	**9,900,641**	**26,698,734**

Note 1: Netting settlement agreement and non-cash financial collaterals are included.

Note 2: Derivative financial assets for hedging are included.

2) Fubon Life Insurance and its subsidiaries

Although Fubon Life Insurance and its subsidiaries do not engage in transactions that meet the offsetting condition in IFRSs, they have signed net settlement contracts of similar agreements with counterparties. If both parties choose to net settle, the abovementioned executable net settlement contracts or similar agreements will be allowed to be settled in net amount after offsetting the financial assets and financial liabilities. Otherwise, the transaction will be settled in gross amount. However, if one party defaults, the other party could choose to net settle. Relevant information is shown as follows:

June 30, 2026						
Financial assets under general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
	Total recognized financial assets (a)	Total recognized financial liabilities offsetting on the balance sheets (b)	Net amount of financial assets on the balance sheets (c)=(a)-(b)	Financial instruments (Note)	Cash received as collaterals	Net amount (e)=(c)-(d)
Derivative financial instruments and structured deposits	$ 56,935,846	-	56,935,846	1,793,158	-	55,142,688
Securities purchased under resell agreements	51,108,566	-	51,108,566	51,108,566	-	-
Total	**$ 108,044,412**	**-**	**108,044,412**	**52,901,724**	**-**	**55,142,688**

(Continued)

June 30, 2026						
Financial liabilities under general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
	Total recognized financial liabilities (a)	Total recognized financial assets offsetting on the balance sheets (b)	Net amount of financial liabilities on the balance sheets (c)=(a)-(b)	Financial instruments (Note)	Pledged cash Collaterals	Net amount (e)=(c)-(d)
Derivative financial instruments	**$ 13,055,237**	**-**	**13,055,237**	**7,619,332**	**344,151**	**5,091,754**

December 31, 2025						
Financial assets under general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
	Total recognized financial assets (a)	Total recognized financial liabilities offsetting on the balance sheets (b)	Net amount of financial assets on the balance sheets (c)=(a)-(b)	Financial instruments (Note)	Cash received as collaterals	Net amount (e)=(c)-(d)
Derivative financial instruments and structured deposits	$ 57,428,962	-	57,428,962	3,560,784	-	53,868,178
Securities purchased under resell agreements	82,413,220	-	82,413,220	82,413,220	-	-
Total	**$ 139,842,182**	**-**	**139,842,182**	**85,974,004**	**-**	**53,868,178**

December 31, 2025						
Financial liabilities under general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
	Total recognized financial liabilities (a)	Total recognized financial assets offsetting on the balance sheets (b)	Net amount of financial liabilities on the balance sheets (c)=(a)-(b)	Financial instruments (Note)	Pledged cash collaterals	Net amount (e)=(c)-(d)
Derivative financial instruments	**$ 17,666,851**	**-**	**17,666,851**	**5,961,963**	**842,234**	**10,862,654**

June 30, 2025						
Financial assets under general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
	Total recognized financial assets (a)	Total recognized financial liabilities offsetting on the balance sheets (b)	Net amount of financial assets on the balance sheets (c)=(a)-(b)	Financial instruments (Note)	Cash received as collaterals	Net amount (e)=(c)-(d)
Derivative financial instruments and structured deposits	$ 97,775,949	-	97,775,949	6,205,638	4,391,877	87,178,434
Securities purchased under resell agreements	67,214,502	-	67,214,502	67,214,502	-	-
Total	**$ 164,990,451**	**-**	**164,990,451**	**73,420,140**	**4,391,877**	**87,178,434**

(Continued)

	June 30, 2025					
	Financial liabilities under general agreement of net amount settlement or similar norms					
				Relevant amount not offset on the balance sheets (d)		
	Total recognized financial liabilities (a)	Total recognized financial assets offsetting on the balance sheets (b)	Net amount of financial liabilities on the balance sheets (c)=(a)-(b)	Financial instruments (Note)	Pledged cash collaterals	Net amount (e)=(c)-(d)
Derivative financial instruments	$ 16,834,424	-	16,834,424	6,953,219	64,176	9,817,029

Note: General agreement of net amount settlement and non-cash collateral are included.

3) Fubon Insurance and its subsidiaries

Although Fubon Insurance and its subsidiaries do not engage in transactions that meet the offsetting condition in IFRSs, they have signed net settlement contracts of similar agreements with counterparties. If both parties choose to net settle, the abovementioned executable net settlement contracts or similar agreements will be allowed to be settled in net amount after offsetting the financial assets and financial liabilities. Otherwise, the transaction will be settled in gross amount. However, if one party defaults, the other party could choose to net settle. Relevant information is shown as follows:

	June 30, 2026					
	Financial assets under general agreement of net amount settlement or similar norms					
				Relevant amount not offset on the balance sheets (d)		
	Total recognized financial assets (a)	Total recognized financial liabilities offsetting on the balance sheets (b)	Net amount of financial assets on the balance sheets (c)=(a)-(b)	Financial instruments	Cash received as collaterals	Net amount (e)=(c)-(d)
Derivative financial instruments	$ -	-	-	-	-	-

	June 30, 2026					
	Financial liabilities under general agreement of net amount settlement or similar norms					
				Relevant amount not offset on the balance sheets (d)		
	Total recognized financial liabilities (a)	Total recognized financial assets offsetting on the balance sheets (b)	Net amount of financial liabilities on the balance sheets (c)=(a)-(b)	Financial instruments	Pledged cash collaterals	Net amount (e)=(c)-(d)
Derivative financial instruments	$ 54,334	-	54,334	-	-	54,334

December 31, 2025						
Financial assets under general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
	Total recognized financial assets (a)	Total recognized financial liabilities offsetting on the balance sheets (b)	Net amount of financial assets on the balance sheets (c)=(a)-(b)	Financial instruments	Cash received as collaterals	Net amount (e)=(c)-(d)
Derivative financial instruments	$ -	-	-	-	-	-

December 31, 2025						
Financial liabilities under general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
	Total recognized financial liabilities (a)	Total recognized financial assets offsetting on the balance sheets (b)	Net amount of financial liabilities on the balance sheets (c)=(a)-(b)	Financial instruments	Pledged cash collaterals	Net amount (e)=(c)-(d)
Derivative financial instruments	$ 127,018	-	127,018	-	-	127,018

June 30, 2025						
Financial assets under general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
	Total recognized financial assets (a)	Total recognized financial liabilities offsetting on the balance sheets (b)	Net amount of financial assets on the balance sheets (c)=(a)-(b)	Financial instruments	Cash received as collaterals	Net amount (e)=(c)-(d)
Derivative financial instruments	$ 204,952	-	204,952	12,255	-	192,697

June 30, 2025						
Financial liabilities under general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
	Total recognized financial liabilities (a)	Total recognized financial assets offsetting on the balance sheets (b)	Net amount of financial liabilities on the balance sheets (c)=(a)-(b)	Financial instruments	Pledged cash collaterals	Net amount (e)=(c)-(d)
Derivative financial instruments	$ 12,255	-	12,255	12,255	-	-

(Continued)

4) Fubon Securities and its subsidiaries

Fubon Securities and its subsidiaries did not hold any financial instruments contract which meets Section 42 of IAS 32 endorsed by the FSC. Therefore, the financial assets and financial liabilities will be offset on the balance sheet.

Although Fubon Securities and its subsidiaries do not engage in transactions that meet the offsetting condition in IFRSs, they have signed net settlement contracts of similar agreements with counterparties. If both parties choose to net settle, the abovementioned executable net settlement contracts or similar agreements will be allowed to be settled in net amount after offsetting the financial assets and financial liabilities. Otherwise, the transaction will be settled in gross amount. However, if one party defaults, the other party could choose to net settle.

The offsetting information on financial assets and liabilities is shown below:

June 30, 2026						
Financial assets under general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
	Total recognized financial assets (a)	Total recognized financial liabilities offsetting on the balance sheets (b)	Net amount of financial assets on the balance sheets (c)=(a)-(b)	Financial instruments (note)	Cash received as collaterals	Net amount (e)=(c)-(d)
Derivative financial assets	**$ 565,780**	**-**	**565,780**	**-**	**-**	**565,780**

June 30, 2026						
Financial liabilities under general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
	Total recognized financial liabilities (a)	Total recognized financial assets offsetting on the balance sheets (b)	Net amount of financial liabilities on the balance sheets (c)=(a)-(b)	Financial instruments (note)	Pledged cash collaterals	Net amount (e)=(c)-(d)
Derivative financial liabilities	$ 17,847,023	-	17,847,023	-	-	17,847,023
Repurchase agreements	42,383,818	-	42,383,818	42,383,818	-	-
Total	**$ 60,230,841**	**-**	**60,230,841**	**42,383,818**	**-**	**17,847,023**

December 31, 2025						
Financial assets under general agreement of net amount settlement or similar norms						
				Relevant amount not offset on the balance sheets (d)		
	Total recognized financial assets (a)	Total recognized financial liabilities offsetting on the balance sheets (b)	Net amount of financial assets on the balance sheets (c)=(a)-(b)	Financial instruments (note)	Cash received as collaterals	Net amount (e)=(c)-(d)
Derivative financial assets	$ 616,664	-	616,664	-	-	616,664
Resell agreements	109,231	-	109,231	109,231	-	-
Total	**$ 725,895**	**-**	**725,895**	**109,231**	**-**	**616,664**

(Continued)

December 31, 2025							
Financial liabilities under general agreement of net amount settlement or similar norms							
			Total recognized financial assets offsetting on the balance sheets (b)	Net amount of financial liabilities on the balance sheets (c)=(a)-(b)	Relevant amount not offset on the balance sheets (d)		
		Total recognized financial liabilities (a)			Financial instruments (note)	Pledged cash collaterals	Net amount (e)=(c)-(d)
Derivative financial liabilities	$	13,145,312	-	13,145,312	-	-	13,145,312
Repurchase agreements		28,977,632	-	28,977,632	28,977,632	-	-
Total	**$**	**42,122,944**	**-**	**42,122,944**	**28,977,632**	**-**	**13,145,312**

June 30, 2025							
Financial assets under general agreement of net amount settlement or similar norms							
			Total recognized financial liabilities offsetting on the balance sheets (b)	Net amount of financial assets on the balance sheets (c)=(a)-(b)	Relevant amount not offset on the balance sheets (d)		
		Total recognized financial assets (a)			Financial instruments (note)	Cash received as collaterals	Net amount (e)=(c)-(d)
Derivative financial assets	$	605,384	-	605,384	-	-	605,384
Resell agreements		456,711	-	456,711	456,711	-	-
Total	**$**	**1,062,095**	**-**	**1,062,095**	**456,711**	**-**	**605,384**

June 30, 2025							
Financial liabilities under general agreement of net amount settlement or similar norms							
			Total recognized financial assets offsetting on the balance sheets (b)	Net amount of financial liabilities on the balance sheets (c)=(a)-(b)	Relevant amount not offset on the balance sheets (d)		
		Total recognized financial liabilities (a)			Financial instruments (note)	Pledged cash collaterals	Net amount (e)=(c)-(d)
Derivative financial liabilities	$	11,175,806	-	11,175,806	-	-	11,175,806
Repurchase agreements		42,244,844	-	42,244,844	42,244,844	-	-
Total	**$**	**53,420,650**	**-**	**53,420,650**	**42,244,844**	**-**	**11,175,806**

Note: Netting settlement agreements and non-cash collaterals are included.

5) Fubon Bank (Hong Kong) and its subsidiaries

Fubon Bank (Hong Kong) and its subsidiaries hold financial instruments contracts which meet Section 42 of IAS 32 endorsed by the FSC. Therefore, the financial assets and financial liabilities will be offset on the balance sheet.

Although Fubon Bank (Hong Kong) and its subsidiaries do not engage in transactions that meet the offsetting condition in IFRSs, they have signed net settlement contracts of similar agreements with counterparties, such as global master repurchase agreement, global securities lending agreement and similar repurchase agreement or reverse-repurchase agreement. If both parties choose to net settle, the abovementioned executable net settlement contracts or similar agreements will be allowed to be settled in net amount after offsetting the financial assets and financial liabilities. Otherwise, the transaction will be settled in gross amount. However, if one party defaults, the other party could choose to net settle. Relevant information is shown as follows:

Units: In thousands of HKD

June 30, 2026						
Financial assets under general agreement of net amount settlement or similar norms						
	Total recognized financial assets (a)	Total recognized financial liabilities offsetting on the balance sheets (b)	Net amount of financial assets on the balance sheets (c)=(a)-(b)	Relevant amount not offset on the balance sheets (d)		Net amount (e)=(c)-(d)
				Financial instruments (note)	Cash received as collaterals	
Derivative financial instruments	**$ 1,594,926**	**-**	**1,594,926**	**98,636**	**-**	**1,496,290**

Units: In thousands of HKD

June 30, 2026						
Financial liabilities under general agreement of net amount settlement or similar norms						
	Total recognized financial liabilities (a)	Total recognized financial assets offsetting on the balance sheet (b)	Net amount of financial liabilities on the balance sheets (c)=(a)-(b)	Relevant amount not offset on the balance sheets (d)		Net amount (e)=(c)-(d)
				Financial instruments (note)	Pledged cash collaterals	
Derivative financial instruments	$ 165,555	-	165,555	98,636	-	66,919
Securities sold under repurchase agreements	3,620,108	-	3,620,108	-	-	3,620,108
Total	**$ 3,785,663**	**-**	**3,785,663**	**98,636**	**-**	**3,687,027**

Units: In thousands of HKD

December 31, 2025						
Financial assets under general agreement of net amount settlement or similar norms						
	Total recognized financial assets (a)	Total recognized financial liabilities offsetting on the balance sheets (b)	Net amount of financial assets on the balance sheets (c)=(a)-(b)	Relevant amount not offset on the balance sheets (d)		Net amount (e)=(c)-(d)
				Financial instruments (note)	Cash received as collaterals	
Derivative financial instruments	**$ 1,132,800**	**-**	**1,132,800**	**149,232**	**-**	**983,568**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of HKD

December 31, 2025						
Financial liabilities under general agreement of net amount settlement or similar norms						
	Total recognized financial liabilities (a)	**Total recognized financial assets offsetting on the balance sheets (b)**	**Net amount of financial liabilities on the balance sheets (c)=(a)-(b)**	**Relevant amount not offset on the balance sheets (d)**		**Net amount (e)=(c)-(d)**
				Financial instruments (note)	**Pledged cash collaterals**	
Derivative financial instruments	$ 302,012	-	302,012	149,232	-	152,780
Securities sold under repurchase agreements	1,263,084	-	1,263,084	-	-	1,263,084
Total	**$ 1,565,096**	**-**	**1,565,096**	**149,232**	**-**	**1,415,864**

Units: In thousands of HKD

June 30, 2025						
Financial assets under general agreement of net amount settlement or similar norms						
	Total recognized financial assets (a)	**Total recognized financial liabilities offsetting on the balance sheets (b)**	**Net amount of financial assets on the balance sheets (c)=(a)-(b)**	**Relevant amount not offset on the balance sheets (d)**		**Net amount (e)=(c)-(d)**
				Financial instruments (note)	**Cash received as collaterals**	
Derivative financial instruments	**$ 1,321,614**	**-**	**1,321,614**	**144,174**	**-**	**1,177,440**

Units: In thousands of HKD

June 30, 2025						
Financial liabilities under general agreement of net amount settlement or similar norms						
	Total recognized financial liabilities (a)	**Total recognized financial assets offsetting on the balance sheets (b)**	**Net amount of financial liabilities on the balance sheets (c)=(a)-(b)**	**Relevant amount not offset on the balance sheets (d)**		**Net amount (e)=(c)-(d)**
				Financial instruments (note)	**Pledged cash collaterals**	
Derivative financial instruments	$ 283,615	-	283,615	-	-	283,615
Securities sold under repurchase agreements	725,107	-	725,107	-	-	725,107
Total	**$ 1,008,722**	**-**	**1,008,722**	**-**	**-**	**1,008,722**

Note: Netting settlement agreements and non-cash collaterals are included.

(Continued)

(aj) Structured entities

(i) Taipei Fubon Bank and its subsidiaries

1) Taipei Fubon Bank and its subsidiaries hold the following types equity of unconsolidated structured entities. The fund is from Taipei Fubon Bank and its subsidiaries and an external third-party.

Types of structured entity	Characteristic and purpose	Equity owned by Taipei Fubon Bank and its subsidiaries
Assets securitization products	Invest in assets securitization products to gain profit	Invest in asset backed securities issued by unconsolidated structured entities
Property trust plans	Invest in property trust plans to gain repayments of debts	Invest in trust issued by unconsolidated structured entities
Private fund investment	For investment purposes	Investment in units or limited partnership equity issued by such funds

2) The carrying amounts of the unconsolidated structured entities recognized by Taipei Fubon Bank and its subsidiaries were as below:

June 30, 2026		Asset securitization products	Property trust plans	Private fund investment
Assets possessed				
—Financial assets measured at fair value through profit or loss	$	1,397,474	149,318	134,313
—Financial assets measured at fair value through other comprehensive income		31,784,765	-	-
—Debt investments measured at amortized cost		114,754,658	-	-
Total assets possessed	**$**	**147,936,897**	**149,318**	**134,313**

December 31, 2025		Asset securitization products	Property trust plans	Private fund investment
Assets possessed				
—Financial assets measured at fair value through profit or loss	$	392,059	161,193	102,261
—Financial assets measured at fair value through other comprehensive income		15,603,070	-	-
—Debt investments measured at amortized cost		88,497,634	-	-
Total assets possessed	**$**	**104,492,763**	**161,193**	**102,261**

June 30, 2025		Asset securitization products	Property trust plans	Private fund investment
Assets possessed				
—Financial assets measured at fair value through profit or loss	$	543,007	182,629	94,027
—Financial assets measured at fair value through other comprehensive income		14,346,293	-	-
—Debt investments measured at amortized cost		74,407,582	-	-
Total assets possessed	**$**	**89,296,882**	**182,629**	**94,027**

The maximum exposure of the possible loss from the entity is the carrying amount of the assets possessed.

3) For the six months ended June 30, 2026 and 2025, Taipei Fubon Bank and its subsidiaries did not offer any financial support to those unconsolidated asset securitization products, property trust plans and private fund investment.

(ii) Fubon Life Insurance and its subsidiaries

1) Consolidated structured entities

The consolidated structured entity of Fubon Life Insurance and its subsidiaries is the real estate investment and management entity. The structured entity is consolidated because the involvement in it exposes Fubon Life Insurance and its subsidiaries to variability of returns from performance and their influence over it. As of June 30, 2026, December 31 and June 30, 2025, Fubon Life Insurance offered $19,577,839 thousand, $20,052,674 thousand and $19,248,403 thousand of non-contractual obligation loan for the entity, respectively.

2) Unconsolidated structured entities

a) Fubon Life Insurance and its subsidiaries hold the following types equity of unconsolidated structured entities. The fund is from Fubon Life Insurance and its subsidiaries and an external third-party.

Types of structured entity	Characteristic and purpose	Equity owned by Fubon Life Insurance and its subsidiaries
Private fund investment	Invest in private fund issued by outside fund manager to gain profit	Invest in the fund units issued by the funds or limited partnership equity
Assets securitization products, REIT and collateral asset	Invest in assets securitization products, REIT and collateral asset to gain profit	Investment in asset-backed securities issued by unconsolidated structured entities, principle and income

b) The carrying amounts of the unconsolidated structured entities recognized by Fubon Life Insurance and its subsidiaries were as below:

June 30, 2026	Private fund investment	Asset securitization products, REIT and asset-based loan
Assets possessed		
－Financial assets measured at fair value through profit or loss	$ 186,047,196	2,279,442
－Financial assets measured at fair value through other comprehensive income	-	72,447,163
－Financial assets measured at amortized cost	-	30,205,437
－Loan	-	12,004,049
Total assets possessed	**$ 186,047,196**	**116,936,091**

December 31, 2025	Private fund investment	Asset securitization products, REIT and asset-based loan
Assets possessed		
—Financial assets measured at fair value through profit or loss	$ 168,551,732	61,401,723
—Financial assets measured at fair value through other comprehensive income	-	10,462,508
—Financial assets measured at amortized cost	-	26,899,373
—Loan	-	14,578,541
Total assets possessed	**$ 168,551,732**	**113,342,145**

June 30, 2025	Private fund investment	Asset securitization products, REIT and asset-based loan
Assets possessed		
—Financial assets measured at fair value through profit or loss	$ 172,128,441	52,299,896
—Financial assets measured at fair value through other comprehensive income	-	10,486,056
—Financial assets measured at amortized cost	-	33,122,718
—Loan	-	15,703,209
Total assets possessed	**$ 172,128,441**	**111,611,879**

The maximum exposure of the possible loss from the entity is the carrying amount of the assets possessed.

c) For the six months ended June 30, 2026 and 2025, Fubon Life Insurance and its subsidiaries did not offer any financial support to those unconsolidated private fund investment, asset securitization products, REITs and asset-based loan.

(iii) Fubon Insurance and its subsidiaries

1) Fubon Insurance and its subsidiaries possess the equities of the following structured entities which are not included in the consolidated financial statements. The fund is from Fubon Insurance and its subsidiaries and an external third party:

Types of structured entity	Characteristic and purpose	Equity owned by Fubon Insurance and its subsidiaries
Private equity fund	Invest in funds that cannot be traded in a public market	Invest in the fund units issued by the funds or limited partnership equity
Assets securitization products	Invest in assets securitization products of commercial real estate and financial asset beneficiary certificates	Invest in asset-backed securities issued by the entity

2) The carrying amounts of the assets related to the structured entities recognized by Fubon Insurance and its subsidiaries but not yet included in the consolidated financial statements were as follows:

June 30, 2026	Private equity fund	Asset securitization products
Assets possessed		
—Financial assets measured at fair value through profit or loss	$ 24,274	74,338
—Financial assets measured at fair value through other comprehensive income	-	805,565
—Financial assets measured at amortized cost	-	58,487
Total assets possessed	**$ 24,274**	**938,390**

December 31, 2025	Private equity fund	Asset securitization products
Assets possessed		
—Financial assets measured at fair value through profit or loss	$ 29,695	913,849
—Financial assets measured at fair value through other comprehensive income	-	207,729
—Financial assets measured at amortized cost	-	64,152
Total assets possessed	**$ 29,695**	**1,185,730**

(Continued)

June 30, 2025	Private equity fund	Asset securitization products
Assets possessed		
－Financial assets measured at fair value through profit or loss	$ 34,898	1,110,465
－Financial assets measured at fair value through other comprehensive income	-	259,315
－Financial assets measured at amortized cost	-	66,248
Total assets possessed	**$ 34,898**	**1,436,028**

The maximum exposure of the possible loss from an entity is the carrying amount of the assets possessed.

3) For the six months ended June 30, 2026 and 2025, Fubon Insurance and its subsidiaries did not offer any financial support to those unconsolidated private equity fund and asset securitization products.

(iv) Fubon Securities and its subsidiaries

1) Fubon Securities and its subsidiaries hold the following types equity of unconsolidated structured entities. The fund is from Fubon Securities and its subsidiaries and an external third-party.

Types of structured entity	Characteristic and purpose	Equity owned by Fubon Securities and its subsidiaries
Assets securitization products	Invest in assets securitization products to gain profit	Invest in asset backed securities issued by the entity

2) The carrying amounts of the unconsolidated structured entities recognized by Fubon Securities and its subsidiaries were as below:

June 30, 2026	Asset securitization products
Assets possessed	
－Financial assets measured at fair value through profit or loss	**$ 277,026**

December 31, 2025	Asset securitization products
Assets possessed	
－Financial assets measured at fair value through profit or loss	**$ 273,208**

June 30, 2025	Asset securitization products
Assets possessed	
－Financial assets measured at fair value through profit or loss	**$ 302,080**

The maximum exposure of the possible loss from the entity is the carrying amount of the assets possessed.

3) For the six months ended June 30, 2026 and 2025, Fubon Securities and its subsidiaries did not offer any financial support to those unconsolidated asset securitization products.

(v) Other subsidiaries

1) Other subsidiaries hold the following types equity of unconsolidated structured entities. The fund is from the subsidiaries and an external third-party.

Types of structured entity	Characteristic and purpose	Equity owned by other subsidiaries
Assets securitization products	Invest in assets securitization products to gain profit	Invest in asset backed securities issued by the entity

2) The carrying amounts of the unconsolidated structured entities recognized by other subsidiaries were as below:

June 30, 2026	Asset securitization products
Assets possessed	
－Financial assets measured at fair value through profit or loss	**$ 22,419**

December 31, 2025	Asset securitization products
Assets possessed	
－Financial assets measured at fair value through profit or loss	**$ 28,277**

June 30, 2025	Asset securitization products
Assets possessed	
－Financial assets measured at fair value through profit or loss	**$ 39,201**

The maximum exposure of the possible loss from the entity is the carrying amount of the assets possessed.

3) For the six months ended June 30, 2026 and 2025, other subsidiaries did not offer any financial support to those unconsolidated asset securitization products.

(ak) Capital Management

(i) General information

Objectives for managing capital are as follows:

1) The Company's basic objective of capital management shall be in compliance with the capital requirements of FSC and achieve the statutory capital adequacy ratio. The qualified capital calculation is in accordance with regulation by competent authorities.

2) Maintain an optimal capital structure to respond to possible operational or economic risks, to sustain future development of the business, and to make appropriate and effective capital allocation through dynamic adjustment.

(ii) Procedure for capital management

The Company maintained capital adequacy ratio to meet the requirements of the authority and report to the authority every quarter.

The Company complies with the "Regulations Governing the Consolidated Capital Adequacy of Financial Holding Companies". The subsidiaries shall comply with the related capital adequacy norms, and overseas subsidiaries shall comply with local ordinances.

The Capital is managed by the authority of the Company according to the Company Capital Adequacy Monitoring Standard, and set internal control indicators for capital adequacy ratio. In the event that the capital adequacy ratio of the Company or its subsidiaries falls below the statutory minimum requirement, the responsible units of the Company shall report the improvement measures to the Chairman and the Board of Directors of the Company and report the improvement measures to the competent authorities.

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(al) Significant impact of related foreign currency information

	June 30, 2026			December 31, 2025			June 30, 2025		
	Foreign currency (in thousands)	Exchange rate (in dollars)	TWD	Foreign currency (in thousands)	Exchange rate (in dollars)	TWD	Foreign currency (in thousands)	Exchange rate (in dollars)	TWD
Financial assets:									
Monetary items									
USD	$ 143,387,143	31.841 /31.837 /31.645	4,565,051,816	137,248,479	31.451 /31.438 /31.278	4,315,438,985	134,543,445	29.907 /29.902 /29.693 /29.960	4,023,334,578
HKD	100,002,688	4.060	406,030,450	97,207,236	4.040	392,782,781	90,155,647	3.808	343,354,726
CNY	167,864,878	4.688	786,945,926	164,064,330	4.500	738,327,480	156,499,541	4.174	653,295,041
Non-Monetary items									
USD	11,655,048	31.841 /31.837 /31.645	371,019,761	12,894,582	31.451 /31.438 /31.278	405,401,865	15,276,837	29.907 /29.902 /29.960	456,825,625
HKD	3,773,835	4.060	15,321,526	10,081,667	4.039 /4.040	40,722,164	667,465	3.808	2,542,241
AUD	1,282,136	21.910	28,108,722	1,122,186	21.015	23,571,152	1,042,812	19.554	20,374,440
EUR	929,973	36.301 /36.266	33,758,529	483,558	36.854	17,845,746	669,791	35.071	23,482,969
KRW	2,127,182,792	0.021	43,694,953	1,781,999,828	0.022	38,934,634	1,620,812,310	0.022	35,801,800
Derivatives									
USD	171,969	31.841 /31.837 /31.645	5,475,428	154,022	31.451 /31.438 /31.278	4,841,235	1,545,895	29.907 /29.902 /29.960	46,225,923
Investments accounted for using equity method									
CNY	5,393,755	4.688	25,284,636	5,194,489	4.500	23,376,853	5,073,764	4.174	21,180,342
HKD	2,016,621	4.060	8,187,693	2,077,335	4.040	8,393,457	2,162,166	3.808	8,234,546
KRW	841,290,388	0.021	17,270,850	812,058,131	0.022	17,701,243	764,661,734	0.022	16,889,848
Financial liabilities:									
Monetary items									
USD	$ 56,029,278	31.841 /31.837	1,784,358,078	56,945,046	31.451 /31.438	1,791,688,668	52,772,640	29.907 /29.902	1,578,242,828
HKD	112,883,751	4.060	458,320,281	90,383,555	4.040	365,195,138	82,684,123	3.808	314,900,029
CNY	144,866,830	4.688	679,108,100	141,963,516	4.500	638,875,776	131,416,585	4.174	548,591,915
Non-Monetary items									
USD	3,564,396	31.841	113,502,048	2,427,068	31.451	76,341,712	2,362,361	29.907	70,651,464
AUD	515,801	21.910	11,301,256	311,921	21.015	6,554,880	230,326	19.554	4,503,882
CNY	1,778,596	4.688	8,337,631	2,113,036	4.500	9,509,334	2,890,227	4.174	12,065,203
Derivatives									
USD	415,240	31.841 /31.837 /31.645	13,184,173	580,801	31.451 /31.438 /31.278	18,244,465	574,567	29.907 /29.902 /29.960	17,183,224

Note: Each balance listed is greater than 5% of total monetary items.

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(am) Non-cash trading investing and financing activities

	January 1, 2026	Changes in cash flows from financing activities	Non-cash adjustment: Acquisition through business combinations	Non-cash adjustment: Effect of exchange rate changes	Non-cash adjustment: Fair value fluctuation	Non-cash adjustment: Other changes	Others	June 30, 2026
Bonds payable	$ 478,228,667	36,292,065	-	645,810	206,511	386,350	-	515,759,403
Lease liabilities	21,673,552	(1,620,327)	-	13,535	-	2,045,688	(297,233)	21,815,215
	$ 499,902,219	**34,671,738**	**-**	**659,345**	**206,511**	**2,432,038**	**(297,233)**	**537,574,618**

	January 1, 2025	Changes in cash flows from financing activities	Non-cash adjustment: Acquisition through business combinations	Non-cash adjustment: Effect of exchange rate changes	Non-cash adjustment: Fair value fluctuation	Non-cash adjustment: Other changes	Others	June 30, 2025
Bonds payable	$ 360,530,634	37,140,189	-	(2,746,489)	1,632,427	352,626	-	396,909,387
Lease liabilities	21,437,041	(1,559,862)	42,509	(94,545)	-	2,292,857	(305,538)	21,812,462
	$ 381,967,675	**35,580,327**	**42,509**	**(2,841,034)**	**1,632,427**	**2,645,483**	**(305,538)**	**418,721,849**

(an) The following disclosures are only applicable to Taipei Fubon Bank in accordance with relevant regulations

(i) Asset quality of overdue loans and overdue receivables

Units: In thousands of TWD, %

Item			June 30, 2026: Non-performing loan (NPL) (Note 1)	Total loans	NPL Ratio (%) (Note 2)	Loan loss reserves (LLR)	Coverage ratio (%)(Note 3)
Corporate loan	Secured		989,486	391,202,593	0.25	4,918,309	497.06
	Unsecured		270,676	691,347,236	0.04	9,175,340	3,389.79
Consumer loan	Mortgage (Note 4)		541,390	721,868,323	0.07	10,833,948	2,001.14
	Cash card		-	280	-	6	-
	Micro credit (Note 5)		259,714	140,001,850	0.19	1,646,400	633.93
	Others (Note 6)	Secured	989,206	749,234,868	0.13	7,723,494	780.78
		Unsecured	69,636	39,246,161	0.18	422,570	606.83
Total			3,120,108	2,732,901,311	0.11	34,720,067	1,112.78
			Overdue receivables	Accounts receivable	Delinquency ratio (%)	Allowance for credit losses	Coverage ratio (%)
Credit card			161,034	112,106,142	0.14	1,387,141	861.40
Accounts receivable – factoring with no recourse (Note 7)			-	16,220,680	-	194,553	-
Excluded NPL as a result of debt consultation and loans agreement (Note 8)			5,090				
Excluded overdue receivables as a result of debt consultation and loans agreements (Note 8)			4,876				
Excluded NPL as a result of debt solvency and restart plan (Note 9)			489,663				
Excluded overdue receivables as a result of debt solvency and restart plan (Note 9)			465,739				

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of TWD, %

Item			June 30, 2025				
			Non-performing loan (NPL) (Note 1)	Total loans	NPL Ratio (%) (Note 2)	Loan loss reserves (LLR)	Coverage ratio (%)(Note 3)
Corporate loan	Secured		782,602	341,320,677	0.23	4,394,794	561.56
	Unsecured		535,267	597,293,973	0.09	7,467,289	1,395.06
Consumer loan	Mortgage (Note 4)		424,978	708,681,549	0.06	10,630,857	2,501.51
	Cash card		-	357	-	7	-
	Micro credit (Note 5)		212,533	98,014,717	0.22	1,180,821	555.59
	Others (Note 6)	Secured	803,051	582,033,947	0.14	6,043,086	752.52
		Unsecured	65,732	40,095,138	0.16	422,335	642.51
Total			2,824,163	2,367,440,358	0.12	30,139,189	1,067.19
			Overdue receivables	Accounts receivable	Delinquency ratio (%)	Allowance for credit losses	Coverage ratio (%)
Credit card			172,373	93,576,860	0.18	1,226,163	711.34
Accounts receivable – factoring with no recourse (Note 7)			-	22,258,190	-	247,540	-
Excluded NPL as a result of debt consultation and loans agreement (Note 8)			9,090				
Excluded overdue receivables as a result of debt consultation and loans agreements (Note 8)			8,441				
Excluded NPL as a result of debt solvency and restart plan (Note 9)			386,773				
Excluded overdue receivables as a result of debt solvency and restart plan (Note 9)			424,328				

Note 1: For loan business: Overdue loans represent the amounts of reported overdue loans pursuant to the "Regulations Governing the Procedures for Banking Institutions to Evaluate Assets and Deal with Nonperforming/Nonaccrual Loans" issued by the MOF.

For credit card business: Overdue receivables are regulated by the Banking Bureau letter dated July 6, 2005 (Ref. No. 0944000378).

Note 2: For loan business: NPL Ratio = NPL/Total Loans.

For credit card business: Delinquency Ratio = Overdue receivable/Account receivable.

Note 3: For loan business: Coverage Ratio = LLR/NPL

For credit card business: Coverage Ratio = Allowance for credit losses/Overdue receivables.

Note 4: Household mortgage means the purpose of financing is to purchase, build, or fix up the dwelling, and the dwelling owned by the borrower, spouse, or children fully secures the loan.

Note 5: Micro credit is regulated by the Banking Bureau letter dated December 19, 2005 (Ref. No. 09440010950).

Note 6: Others in consumer loan refer to secured or non-secured loans excluding mortgage, cash card, micro credit, and credit card.

Note 7: Accounts receivable – factoring with no recourse: As required by the Banking Bureau letter dated July 19, 2005 (Ref. No. 094000494), overdue loans are reported within three months from the date once no compensation is received from the factoring or insurance company.

(Continued)

Note 8: The amounts of excluded NPL and excluded overdue receivables through financial debt negotiation and loan agreement were disclosed based on the interpretation issued by the Banking Bureau dated April 25, 2006 (Ref. 09510001270).

Note 9: The amounts of excluded NPL and excluded overdue receivables through debt solvency and restart plan were disclosed based on the interpretation issued by the Banking Bureau dated September 15, 2008 (Ref. 09700318940) and September 20, 2016 (Ref. 10500134790).

(ii) Concentration of credit extensions

Units: In thousands of TWD, %

June 30, 2026			
Rank (Note 1)	**Group name (Note 2)**	**Credit extensions balance (Note 3)**	**% of net asset value**
1	A group (manufacture of computers)	19,108,926	5.77
2	B group (semiconductor assembly and testing industry)	18,067,393	5.46
3	C group (overseas financial institutions (excluding OIU))	9,552,324	2.88
4	D group (electricity supply)	9,500,000	2.87
5	E group (manufacture of plastic materials)	9,362,482	2.83
6	F group (other financial service activities not elsewhere classified)	8,523,558	2.57
7	G group (manufacture of panel and components)	8,268,944	2.50
8	H group (ocean freight forwarding)	8,027,858	2.42
9	I group (other financial service activities not elsewhere classified)	7,832,905	2.37
10	J group (real estate development)	7,790,000	2.35

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of TWD, %

June 30, 2025			
Rank (Note 1)	**Group name (Note 2)**	**Credit extensions balance (Note 3)**	**% of net asset value**
1	A group (semiconductor assembly and testing industry)	14,499,079	4.96
2	B group (manufacture of computers)	14,366,233	4.92
3	C group (manufacture of plastic materials)	10,722,421	3.67
4	D group (manufacture of panel and components)	10,689,625	3.66
5	E group (manufacture of other electronic parts and components not elsewhere classified)	10,269,612	3.51
6	F group (financial leasing)	8,143,104	2.79
7	G group (real estate development)	7,990,000	2.73
8	H group (manufacture of man-made fibers)	6,891,574	2.36
9	I group (manufacture of power generation, transmission and distribution machinery)	6,891,195	2.36
10	J group (computer, peripheral equipment and software wholesale industry)	6,747,728	2.31

Note 1: The list shows ranking by total amounts of credit, endorsement or other transactions (excluding those of government-owned or state-run enterprises). If the borrower is a member of a group enterprise, the total amount of credit, endorsement or other transactions of the entire group enterprise must be listed and disclosed by code and line of industry. The industry of the group enterprise should be presented as the industry of the member firm with the highest risk exposure. The lines of industry should be described in accordance with the Standard Industrial Classification System of the Republic of China published by the Directorate-General of Budget, Accounting and Statistics under the Executive Yuan.

Note 2: Groups enterprise refers to a group of corporate entities as defined by Article 6 of the Supplementary Provisions to the Taiwan Stock Exchange Corporation Criteria for Review of Securities Listings.

Note 3: The total amount of credits, endorsements or other transactions is the sum of various loans (including import and export negotiations, discounted, overdrafts, unsecured and secured short-term loans, margin loans receivable, unsecured and secured medium-term loans, unsecured and secured long-term loans and overdue loans), exchange bills negotiated, accounts receivable factored without recourse, acceptances and guarantees.

(Continued)

(iii) Interest rate sensitivity information

Interest Rate Sensitivity (TWD)

Units: In thousands of TWD, %

June 30, 2026					
Items	**1-90 days**	**91-180 days**	**181-365 days**	**Over 1 year**	**Total**
Interest rate-sensitive assets	$ 2,564,130,262	164,801,945	117,334,531	181,832,662	3,028,099,400
Interest rate-sensitive liabilities	856,570,682	1,732,603,039	152,789,856	128,606,112	2,870,569,689
Interest rate sensitivity gap	1,707,559,580	(1,567,801,094)	(35,455,325)	53,226,550	157,529,711
Net worth					320,968,582
Ratio of interest rate-sensitive assets to liabilities (%)					105.49
Ratio of the interest rate sensitivity gap to net worth (%)					49.08

Units: In thousands of TWD, %

June 30, 2025					
Items	**1-90 days**	**91-180 days**	**181-365 days**	**Over 1 year**	**Total**
Interest rate-sensitive assets	$ 2,252,257,523	128,266,863	103,344,220	168,528,418	2,652,397,024
Interest rate-sensitive liabilities	759,838,778	1,407,201,015	99,564,938	113,224,512	2,379,829,243
Interest rate sensitivity gap	1,492,418,745	(1,278,934,152)	3,779,282	55,303,906	272,567,781
Net worth					285,008,545
Ratio of interest rate-sensitive assets to liabilities (%)					111.45
Ratio of the interest rate sensitivity gap to net worth (%)					95.63

Note 1: The above amounts include only New Taiwan Dollar amounts held by the Bank of Taipei Fubon Bank, and exclude contingent assets and contingent liabilities.

Note 2: Interest-rate sensitive assets and liabilities mean the revenues or costs of interest-earnings assets and interest-bearing liabilities affected by interest-rate changes.

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

Note 4: Ratio of interest-rate sensitive assets to liabilities = Interest-rate sensitive assets/Interest-rate sensitive liabilities (New Taiwan dollars).

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Interest Rate Sensitivity (USD)

Units: In thousands of USD, %

June 30, 2026					
Items	**1-90 days**	**91-180 days**	**181-365 days**	**Over 1 year**	**Total**
Interest rate-sensitive assets	$ 21,068,587	3,160,482	1,857,383	11,276,843	37,363,295
Interest rate-sensitive liabilities	37,209,306	4,449,233	2,719,320	1,143,985	45,521,844
Interest rate sensitivity gap	(16,140,719)	(1,288,751)	(861,937)	10,132,858	(8,158,549)
Net worth					244,069
Ratio of interest rate-sensitive assets to liabilities (%)					82.08
Ratio of the interest rate sensitivity gap to net worth (%)					(3,342.72)

Units: In thousands of USD, %

June 30, 2025					
Items	**1-90 days**	**91-180 days**	**181-365 days**	**Over 1 year**	**Total**
Interest rate-sensitive assets	$ 18,970,934	2,392,223	1,788,181	11,016,605	34,167,943
Interest rate-sensitive liabilities	35,862,331	3,861,474	2,762,155	1,079,896	43,565,856
Interest rate sensitivity gap	(16,891,397)	(1,469,251)	(973,974)	9,936,709	(9,397,913)
Net worth					188,089
Ratio of interest rate-sensitive assets to liabilities (%)					78.43
Ratio of the interest rate sensitivity gap to net worth (%)					(4,996.52)

Note 1: The above amounts include only USD amounts held by the Bank of Taipei Fubon Bank, and exclude contingent assets and contingent liabilities.

Note 2: Interest-rate sensitive assets and liabilities mean the revenues or costs of interest-earnings assets and interest-bearing liabilities affected by interest-rate changes.

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

Note 4: Ratio of interest-rate sensitive assets to liabilities = Interest-rate sensitive assets/Interest-rate sensitive liabilities (U.S. dollars).

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(iv) Profitability

Unit: %

		For the six months ended June 30	
Item		**2026**	**2025**
Return on total assets	Before income tax	0.57	0.49
	After income tax	0.48	0.41
Return on net worth	Before income tax	8.86	7.34
	After income tax	7.45	6.19
Profit margin		45.21	41.80

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

Note 2: Return on net worth = Income before (after) income tax/Average net worth.

Note 3: Profit margin = Income after income tax/Total operating revenues.

Note 4: Income before (after) income tax represents income for the six months ended June 30, 2026 and 2025.

(v) Maturity analysis

Maturity Analysis of Assets and Liabilities (TWD)

Units: In thousands of TWD

	June 30, 2026						
	The amount for the remaining period to maturity						
	Total	0-10 days	11-30 days	31-90 days	91-180 days	181-365 days	Over 1 year
Main capital inflow on maturity	$ 3,913,253,356	521,614,069	294,652,173	369,708,619	379,032,935	309,243,059	2,039,002,501
Main capital outflow on maturity	4,778,070,720	231,953,648	397,231,803	557,219,597	705,269,287	946,418,198	1,939,978,187
Gap	(864,817,364)	289,660,421	(102,579,630)	(187,510,978)	(326,236,352)	(637,175,139)	99,024,314

Units: In thousands of TWD

	June 30, 2025						
	The amount for the remaining period to maturity						
	Total	0-10 days	11-30 days	31-90 days	91-180 days	181-365 days	Over 1 year
Main capital inflow on maturity	$ 3,509,426,200	404,913,913	260,295,240	359,612,202	362,807,785	283,249,466	1,838,547,594
Main capital outflow on maturity	4,288,639,014	178,248,130	342,400,571	649,868,938	644,035,729	921,275,643	1,552,810,003
Gap	(779,212,814)	226,665,783	(82,105,331)	(290,256,736)	(281,227,944)	(638,026,177)	285,737,591

Note: The above amounts are New Taiwan dollar amounts of Taipei Fubon Bank on a bank-wide basis.

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FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Maturity Analysis of Assets and Liabilities (USD)

Units: In thousands of USD

	June 30, 2026					
	The amount for the remaining period to maturity					
	Total	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year
Main capital inflow on maturity	$ 92,655,189	31,163,144	18,992,634	12,844,052	9,808,207	19,847,152
Main capital outflow on maturity	101,909,639	33,286,452	28,806,592	16,365,102	12,631,844	10,819,649
Gap	(9,254,450)	(2,123,308)	(9,813,958)	(3,521,050)	(2,823,637)	9,027,503

Units: In thousands of USD

	June 30, 2025					
	The amount for the remaining period to maturity					
	Total	0-30 days	31-90 days	91-180 days	181-365 days	Over 1 year
Main capital inflow on maturity	$ 83,474,095	26,486,617	19,828,710	11,635,406	7,904,453	17,618,909
Main capital outflow on maturity	91,588,183	29,465,579	26,631,365	14,438,290	10,695,997	10,356,952
Gap	(8,114,088)	(2,978,962)	(6,802,655)	(2,802,884)	(2,791,544)	7,261,957

Note : The above amounts are U.S. dollar amounts of Taipei Fubon Bank on a bank-wide basis.

(7) Related-party transactions:

(a) Names and relationships of related parties

Name of related party	Relationship with the Company and its subsidiaries
Xiamen Bank Co., Ltd.	Investments accounted for using equity method
LINE Bank Taiwan Limited	Investments accounted for using equity method
LINE Pay Taiwan Limited	Investments accounted for using equity method
Star Shining Energy Holdings Corporation	Investments accounted for using equity method
Sichuan VipFubon Consumer Finance Ltd.	Investments accounted for using equity method
Hyundai Card Co., Ltd.	Investments accounted for using equity method
Taipei City Government	A major shareholder of the Company
Ming Dong Co., Ltd.	A major shareholder of the Company
Chung Hsing Land Development Co., Ltd.	A major shareholder of the Company
Les enphants Co., Ltd.	Related parties in substance
WIN Semiconductors Corp.	Related parties in substance
HON HAI PRECISION INDUSTRY CO., LTD.	Related parties in substance
Taiwan Stock Exchange Corporation	Related parties in substance
Taiwan Futures Exchange Corporation	Related parties in substance
TCC Group Holdings CO., LTD.	Related parties in substance

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FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of related party	Relationship with the Company and its subsidiaries
Taiwan Business Bank Co., Ltd.	Related parties in substance
Taipei New Horizon Co., Ltd.	Related parties in substance
SYSTEX SOFTWARE & SERVICE CORPORATION	Related parties in substance
YE SIANG ENTERPRISE CO., LTD.	Related parties in substance
TA-HO MARITIME CORPORATION	Related parties in substance
Realtek Semiconductor Corporation	Related parties in substance
Lion Travel Service Co., Ltd.	Related parties in substance
Winbond Electronics Corporation	Related parties in substance
momo.com Inc.	Related parties in substance
Fubon Land Development Co., Ltd.	Related parties in substance
Fubon Property Management Co., Ltd.	Related parties in substance
Funds Managed by Fubon Asset Management	Related parties in substance (Note 1)
KBRO Co., Ltd.	Related parties in substance
LINE Pay EPI Taiwan Limited	Related parties in substance
Sharehope Medicine Co., Ltd.	Related parties in substance
EASYCARD Corporation	Related parties in substance
Uspace Tech Co., Ltd.	Related parties in substance
CONCORD SYSTEM MANAGEMENT CORP.	Related parties in substance
National Credit Card Center of R.O.C.	Related parties in substance (Note 2)
Fubon Charity Foundation	Related parties in substance
Fubon Cultural and Educational Foundation	Related parties in substance
Fubon Insurance Gallery Foundation	Related parties in substance
Taipei Fubon Commercial Bank Charity Foundation	Related parties in substance
Taipei Exchange	Related parties in substance
MiTAC Digital Technology Corporation	Related parties in substance
MITAC COMPUTING TECHNOLOGY CORPORATION	Related parties in substance
INVENTEC CORPORATION	Related parties in substance
Star Shining Energy Corporation	Related parties in substance
Star Energy Storage CO., LTD.	Related parties in substance
Star Trade CO., LTD.	Related parties in substance
WeMo Corp.	Related parties in substance
EVERGREEN MARINE CORPORATION (TAIWAN) LTD.	Related parties in substance

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FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of related party	Relationship with the Company and its subsidiaries
HD Renewable Energy Co., Ltd.	Related parties in substance
Alpha Networks Inc.	Related parties in substance
Acer Incorporated	Related parties in substance
AppWorks Fund III Co., Ltd.	Related parties in substance
AppWorks Fund II Co., Ltd.	Related parties in substance
USI CORPORATION	Related parties in substance
Taiwan VCM Corporation	Related parties in substance
LINE Taiwan Limited	Related parties in substance
Taiwan High Speed Rail Corporation	Related parties in substance
Taiwan Fixed Network Co., Ltd.	Related parties in substance
Taiwan Mobile Co., Ltd.	Related parties in substance
Taiwan Life Insurance Co., Ltd.	Related parties in substance
Taihsin Property Insurance Agent Co., Ltd.	Related parties in substance
Century Development Corporation	Related parties in substance
Prince Housing & Development Corp.	Related parties in substance
China United Property Insurance Company Limited	Related parties in substance
China United Insurance Group Co., Ltd.	Related parties in substance
CTBC Securities Co., Ltd.	Related parties in substance
TAIWAN CHINSAN ELECTRONIC INDUSTRIAL CO., LTD.	Related parties in substance
Thermaltake Technology Co., Ltd.	Related parties in substance
Swanson Plastics Corporation	Related parties in substance
Taiwan Line Tek Electronic Co., Ltd.	Related parties in substance
TAIWAN MINO GROUP CO., LTD.	Related parties in substance
Yong Hsin Shing Ye Co., Ltd.	Related parties in substance
AIRITI INC.	Related parties in substance
TAITA CHEMICAL COMPANY, LIMITED	Related parties in substance
CGPC Polymer Corporation	Related parties in substance
GIGASTONE CORPORATION	Related parties in substance
PEGATRON CORPORATION	Related parties in substance
CHOW SANG SANG JEWELLERY (TAIWAN) LIMITED, TAIWAN BRANCH (BVI)	Related parties in substance
ASUSTEK COMPUTER INC.	Related parties in substance
USI Green Energy Corporation	Related parties in substance
TAIWAN POWER COMPANY	Related parties in substance

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FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of related party	Relationship with the Company and its subsidiaries
Shin Hsi Yueh Co., Ltd.	Related parties in substance
SUNNY FRIEND ENVIRONMENTAL TECHNOLOGY CO., LTD.	Related parties in substance
KUANG HSIN PRINTING CO., LTD.	Related parties in substance
UCER ENTERPRISE CO., LTD.	Related parties in substance
Nanya Technology Corporation	Related parties in substance
CHINA GENERAL PLASTICS CORPORATION	Related parties in substance
ACME ELECTRONICS CORPORATION	Related parties in substance
HUNG CHOU FIBER INDUSTRIAL CO., LTD.	Related parties in substance
Taiwan Water Corporation	Related parties in substance
MOTRAS	Related parties in substance
Hyundai Mobis Co., Ltd.	Related parties in substance
HYUNDAI IHL CORPORATION	Related parties in substance
Hyundai Commercial Inc.	Related parties in substance
H GREEN POWER INC.	Related parties in substance
Global Information Technology Co., Ltd.	Related parties in substance
Bluewalnut Co., Ltd.	Related parties in substance
Others	Directors, supervisors, managers and their relatives up to the second degree, affiliates and the related parties in substance

Note 1: The Company and its subsidiaries re-identified related parties in accordance with the Accounting Research and Development Foundation's IFRS Q&A, "Clarification on the Identification of Related Parties," issued on June 16, 2025, and determined that the Funds managed by Fubon Asset Management are not related parties. In accordance with the Securities and Futures Bureau's Q&A issued on July 11, 2025, the Company and its subsidiaries did not restate comparative period information nor retrospectively adjust previously identified and disclosed related party relationships and transactions.

Note 2: The party is no longer considered a related party starting from the fourth quarter of 2025.

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(b) Significant transactions with related parties

(i) Bank deposits and deposits

1) Bank deposits

Name of related party	June 30, 2026 Amount	June 30, 2026 Interest rate range %	December 31, 2025 Amount	December 31, 2025 Interest rate range %	June 30, 2025 Amount	June 30, 2025 Interest rate range %
Taiwan Business Bank Co., Ltd.	$ -	-	2,339,091	0.71~1.52	3,959,717	0.50~1.70
LINE Bank Taiwan Limited	58,411	0.76	23,308	0.76	10,262	0.76
Xiamen Bank Co., Ltd.	265,203	0.10	132,096	0~0.10	239,540	0~0.10
	$ 323,614		**2,494,495**		**4,209,519**	

2) Restricted bank deposits

Name of related party	June 30, 2026 Amount	June 30, 2026 Interest rate range %	December 31, 2025 Amount	December 31, 2025 Interest rate range %	June 30, 2025 Amount	June 30, 2025 Interest rate range %
Taiwan Business Bank Co., Ltd.	**$ -**	-	**106,564**	0.71	**100,965**	0.71

3) Deposits in related parties

Name of related party	June 30, 2026 Amount	June 30, 2026 Interest rate range %	December 31, 2025 Amount	December 31, 2025 Interest rate range %	June 30, 2025 Amount	June 30, 2025 Interest rate range %
Others	**$ 131,387,340**	0~6.95	**90,364,536**	0~6.95	**85,516,753**	0~7.80

(ii) Due from banks and call loans to banks

1) Due from banks

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Xiamen Bank Co., Ltd.	**$ 130,413**	**107,144**	**115,180**

2) Call loans to banks

Name of related party	June 30, 2026 Amount	June 30, 2026 Interest rate range %	December 31, 2025 Amount	December 31, 2025 Interest rate range %	June 30, 2025 Amount	June 30, 2025 Interest rate range %
Xiamen Bank Co., Ltd.	**$ 6,478**	0.01~0.05	**21,809**	0.01~0.05	**5,377**	0~0.05

(Continued)

(iii) Financial instruments

1) Transaction of derivative financial instruments

		June 30, 2026				
Name of related party	Derivative instruments	Contract period	Contract (notional) amount	Gains (losses) on valuation	Balance Sheet	
					Account	Balance
Taiwan Life Insurance Co., Ltd.	Foreign currency swap contracts	2021.07.08~ 2026.08.24	$ 6,527,421	64,755	Valuation adjustment of financial asset measured at fair value through profit or loss	110,348
Acer Incorporated	Forward exchange contracts	2026.01.23~ 2026.11.30	2,683,658	(79,430)	Valuation adjustment of financial liability measured at fair value through profit or loss	79,430
Acer Incorporated	Foreign currency swap contracts	2026.06.26~ 2026.07.31	3,758,642	1,648	Valuation adjustment of financial asset measured at fair value through profit or loss	1,648
MiTAC Digital Technology Corporation	Forward exchange contracts	2026.05.27~ 2026.07.29	43,820	(1,831)	Valuation adjustment of financial liability measured at fair value through profit or loss	1,831
Taiwan VCM Corporation	Forward exchange contracts	2026.05.27~ 2026.07.24	88,512	(1,261)	Valuation adjustment of financial liability measured at fair value through profit or loss	1,261
YE SIANG ENTERPRISE CO., LTD.	Foreign currency swap contracts	2026.03.11~ 2026.11.16	243,756	(2,045)	Valuation adjustment of financial liability measured at fair value through profit or loss	2,045
CTBC Securities Co., Ltd.	IRS asset swap contracts	2024.09.12~ 2029.02.05	287,000	(12,603)	IRS asset swap contracts value (liabilities)	12,603

(Continued)

December 31, 2025						
Name of related party	Derivative instruments	period	Contract (notional) amount	Gains (losses) on valuation	Balance Sheet	
					Account	Balance
Taiwan Life Insurance Co., Ltd.	Foreign currency swap contracts	2021.07.08~ 2026.07.13	$ 7,233,738	178,173	Valuation adjustment of financial asset measured at fair value through profit or loss	226,114
CTBC Securities Co., Ltd.	IRS asset swap contracts	2024.09.12~ 2028.11.24	392,000	(19,271)	IRS asset swap contracts value (liabilities)	19,271

June 30, 2025						
Name of related party	Derivative instruments	period	Contract (notional) amount	Gains (losses) on valuation	Balance Sheet	
					Account	Balance
Taiwan Life Insurance Co., Ltd.	Non-deliverable forward exchange contracts	2025.04.01~ 2025.10.07	$ 820,000	(92,502)	Valuation adjustment of financial liability measured at fair value through profit or loss	92,502
Taiwan Life Insurance Co., Ltd.	Foreign currency swap contracts	2021.07.08~ 2026.07.13	1,005,960	(15,586)	Valuation adjustment of financial asset measured at fair value through profit or loss	32,355
Taiwan Life Insurance Co., Ltd.	Foreign currency swap contracts	2025.03.10~ 2025.11.04	7,431,085	(302,641)	Valuation adjustment of financial liability measured at fair value through profit or loss	302,641
CTBC Securities Co., Ltd.	IRS asset swap contracts	2024.09.12~ 2028.06.16	311,400	(12,968)	IRS asset swap contracts value (liabilities)	12,968

2) The details of the fund's balance from related party Fubon Asset Management were as follows:

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Funds managed by Fubon Asset Management	$ -	-	62,059,983

3) The Company and its subsidiaries have acquired Fubon REIT I Fund and Fubon REIT II Fund as follows:

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Fubon REIT I Fund	$ 2,124,909	2,116,017	2,385,929
Fubon REIT II Fund	1,218,682	1,252,503	1,438,641
Total	**$ 3,343,591**	**3,368,520**	**3,824,570**

(iv) Receivables

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Funds managed by Fubon Asset Management	$ -	-	260,032
Taiwan Business Bank Co., Ltd.	-	2,968	10,145
Taiwan Futures Exchange Corporation	166,222	28,963	129,032
momo.com Inc.	39,910	2,169	1,691
Taiwan Mobile Co., Ltd.	37,695	9,086	27,306
Taipei City Government	-	450	14,329
China United Property Insurance Company Limited	31,811	28,893	56,238
Star Trade CO., LTD.	45,077	45,291	25,198
Others (related company or person accounts for not more than $10,000 thousand or 10%)	13,342	21,814	20,051
Total	**$ 334,057**	**139,634**	**544,022**

(v) Details of financing activities:

1) Loans

	June 30, 2026		December 31, 2025		June 30, 2025	
Name of related party	Amount	Interest rate range %	Amount	Interest rate range %	Amount	Interest rate range %
Others	**$ 29,885,334**	0~15.00	**32,188,101**	0~15.00	**9,428,471**	0~15.00

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of TWD

June 30, 2026							
Category	Amount or name of related party	Highest balance	Ending balance	Compliance Situation		Type of collateral	Differences in transaction terms between related and non related parties
				Normal	Overdue		
Consumer loans	74	$ 68,409	54,193	✓	-	None	None
Residential mortgage loans	265	3,594,968	3,040,242	✓	-	Real estate	None
Others	Department of Rapid Transit Systems, Taipei City Government	4,264,287	2,450,000	✓	-	Credit guarantees	None
	Taiwan VCM Corporation	412,272	95,232	✓	-	Credit guarantees	None
	TAIWAN CHINSAN ELECTRONIC INDUSTRIAL CO., LTD.	400,000	400,000	✓	-	Credit guarantees	None
	Thermaltake Technology Co., Ltd.	380,000	288,000	✓	-	Credit guarantees	None
	Swanson Plastics Corporation	350,000	170,000	✓	-	Credit guarantees	None
	Taiwan Line Tek Electronic Co., Ltd.	228,000	148,000	✓	-	Credit guarantees	None
	TAIWAN MINO GROUP CO., LTD.	12,000	-	✓	-	Land, building and plant	None
	TA-HO MARITIME CORPORATION	162,000	162,000	✓	-	Ships	None
	Yong Hsin Shing Ye Co., Ltd.	28,000	28,000	✓	-	Land and building	None
	AIRITI INC.	15,833	11,667	✓	-	Credit guarantee fund	None
	TAITA CHEMICAL COMPANY, LIMITED	600,000	-	✓	-	Credit guarantees	None
	CGPC Polymer Corporation	200,000	-	✓	-	Credit guarantees	None
	GIGASTONE CORPORATION	95,772	-	✓	-	Credit guarantee fund, certificate of deposit by Taipei Fubon Bank Co., Ltd., cash or reserve account	None

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

June 30, 2026							
Category	Amount or name of related party	Highest balance	Ending balance	Compliance Situation		Type of collateral	Differences in transaction terms between related and non related parties
				Normal	Overdue		
Others	PEGATRON CORPORATION	$ 5,000,000	-	✓	-	Credit guarantees	None
	CHOW SANG SANG JEWELLERY (TAIWAN) LIMITED, TAIWAN BRANCH (BVI)	100,000	30,000	✓	-	Credit guarantees	None
	Winbond Electronics Corporation	1,540,000	1,300,000	✓	-	Plant (excluding land), machinery and equipment	None
	ASUSTEK COMPUTER INC.	5,698,584	3,500,000	✓	-	Credit guarantees	None
	USI Green Energy Corporation	35,000	-	✓	-	Credit guarantees	None
	TAIWAN POWER COMPANY	18,000,000	18,000,000	✓	-	Credit guarantees	None
	Shin Hsi Yueh Co., Ltd.	8,000	8,000	✓	-	Stocks of domestically listed companies	None
	MITAC COMPUTING TECHNOLOGY CORPORATION	980,124	-	✓	-	Credit guarantees	None
	SUNNY FRIEND ENVIRONMENTAL TECHNOLOGY CO., LTD.	200,000	200,000	✓	-	Credit guarantees	None
Total		$ 42,373,249	29,885,334				

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of TWD

December 31, 2025							
Category	Amount or name of related party	Highest balance	Ending balance	Compliance Situation		Type of collateral	Differences in transaction terms between related and non related parties
				Normal	Overdue		
Consumer loans	67	$ 56,015	37,769	✓	-	None	None
Residential mortgage loans	268	3,717,853	2,814,212	✓	-	Real estate	None
Others	Department of Rapid Transit Systems, Taipei City Government	4,910,657	4,264,287	✓	-	Credit guarantees	None
	Department of Finance, Taipei City Government	15,300,000	-	✓	-	Credit guarantees	None
	Department of Urban Development, Taipei City Government	42,880	-	✓	-	Credit guarantees	None
	Nanya Technology Corporation	700,000	-	✓	-	Credit guarantees	None
	Taiwan VCM Corporation	499,968	238,080	✓	-	Credit guarantees	None
	TAITA CHEMICAL COMPANY, LIMITED	400,000	400,000	✓	-	Credit guarantees	None
	TAIWAN CHINSAN ELECTRONIC INDUSTRIAL CO., LTD.	400,000	395,000	✓	-	Credit guarantees	None
	Thermaltake Technology Co., Ltd.	391,020	390,000	✓	-	Credit guarantees	None
	Swanson Plastics Corporation	350,000	-	✓	-	Credit guarantees	None
	CHINA GENERAL PLASTICS CORPORATION	360,000	-	✓	-	Credit guarantees	None
	ACME ELECTRONICS CORPORATION	59,000	-	✓	-	Credit guarantees	None
	TAIWAN MINO GROUP CO., LTD.	68,700	-	✓	-	Land, building and certificate of deposit by Taipei Fubon Bank Co., Ltd.	None
	CGPC Polymer Corporation	150,000	40,000	✓	-	Credit guarantees	None

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

December 31, 2025							
Category	Amount or name of related party	Highest balance	Ending balance	Compliance Situation		Type of collateral	Differences in transaction terms between related and non related parties
				Normal	Overdue		
Others	Taiwan Line Tek Electronic Co., Ltd.	$ 298,000	228,000	✓	-	Credit guarantees	None
	TA-HO MARITIME CORPORATION	287,800	162,000	✓	-	Ships	None
	HUNG CHOU FIBER INDUSTRIAL CO., LTD.	54,000	-	✓	-	Credit guarantees	None
	Taiwan Water Corporation	100,000	-	✓	-	Credit guarantees	None
	Yong Hsin Shing Ye Co., Ltd.	28,000	28,000	✓	-	Building and land for construction	None
	KUANG HSIN PRINTING CO., LTD.	8,000	-	✓	-	Land and building	None
	AIRITI INC.	20,000	16,667	✓	-	Credit guarantee fund	None
	UCER ENTERPRISE CO., LTD.	41,000	-	✓	-	Land and building	None
	GIGASTONE CORPORATION	78,592	54,086	✓	-	Credit guarantee fund, certificate of deposit by Taipei Fubon Bank Co., Ltd., cash or reserve account	None
	PEGATRON CORPORATION	5,000,000	5,000,000	✓	-	Credit guarantees	None
	CHOW SANG SANG JEWELLERY (TAIWAN) LIMITED, TAIWAN BRANCH (BVI)	100,000	100,000	✓	-	Credit guarantees	None
	ASUSTEK COMPUTER INC.	10,500,000	-	✓	-	Credit guarantees	None
	USI Green Energy Corporation	185,000	20,000	✓	-	Credit guarantees	None
	TAIWAN POWER COMPANY	23,000,000	18,000,000	✓	-	Credit guarantees	None
	CONCORD SYSTEM MANAGEMENT CORP.	60,000	-	✓	-	Credit guarantees	None
Total		$ 67,166,485	32,188,101				

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of TWD

June 30, 2025							
Category	Amount or name of related party	Highest balance	Ending balance	Compliance Situation		Type of collateral	Differences in transaction terms between related and non related parties
				Normal	Overdue		
Consumer loans	58	$ 36,519	28,711	✓	-	None	None
Residential mortgage loans	266	3,098,219	2,506,594	✓	-	Real estate	None
Others	Department of Rapid Transit Systems, Taipei City Government	4,910,657	4,910,657	✓	-	Credit guarantees	None
	Department of Finance, Taipei City Government	15,300,000	-	✓	-	Credit guarantees	None
	Department of Urban Development, Taipei City Government	42,880	16,324	✓	-	Credit guarantees	None
	Taiwan VCM Corporation	499,968	380,928	✓	-	Credit guarantees	None
	TAIWAN CHINSAN ELECTRONIC INDUSTRIAL CO., LTD.	400,000	400,000	✓	-	Credit guarantees	None
	Thermaltake Technology Co., Ltd.	391,020	391,020	✓	-	Credit guarantees	None
	Taiwan Line Tek Electronic Co., Ltd.	228,000	228,000	✓	-	Credit guarantees	None
	TAIWAN MINO GROUP CO., LTD.	68,700	54,800	✓	-	Land, building and certificate of deposit by Taipei Fubon Bank Co., Ltd.	None
	TA-HO MARITIME CORPORATION	40,950	37,800	✓	-	Ships	None
	Taiwan Water Corporation	100,000	50,000	✓	-	Credit guarantees	None
	Yong Hsin Shing Ye Co., Ltd.	28,000	28,000	✓	-	Building and land for construction	None
	KUANG HSIN PRINTING CO., LTD.	8,000	8,000	✓	-	Land and building	None
	AIRITI INC.	20,000	20,000	✓	-	Credit guarantee fund	None
	UCER ENTERPRISE CO., LTD.	31,000	-	✓	-	Land and building	None

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

June 30, 2025							
Category	Amount or name of related party	Highest balance	Ending balance	Compliance Situation		Type of collateral	Differences in transaction terms between related and non related parties
				Normal	Overdue		
Others	Nanya Technology Corporation	$ 700,000	-	✓	-	Credit guarantees	None
	TAITA CHEMICAL COMPANY, LIMITED	290,000	-	✓	-	Credit guarantees	None
	CHINA GENERAL PLASTICS CORPORATION	100,000	100,000	✓	-	Credit guarantees	None
	CGPC Polymer Corporation	150,000	150,000	✓	-	Credit guarantees	None
	HUNG CHOU FIBER INDUSTRIAL CO., LTD.	54,000	-	✓	-	Credit guarantees	None
	GIGASTONE CORPORATION	74,017	67,637	✓	-	Credit guarantee fund, certificate of deposit by Taipei Fubon Bank Co., Ltd., cash or reserve account	None
	PEGATRON CORPORATION	4,000,000	-	✓	-	Credit guarantees	None
	CHOW SANG SANG JEWELLERY (TAIWAN) LIMITED, TAIWAN BRANCH (BVI)	50,000	50,000	✓	-	Credit guarantees	None
Total		$ 30,621,930	9,428,471				

Under Banking Act No. 32 and No. 33, except for consumer and government loans, credits extended by Taipei Fubon Bank to any related party should be fully secured, and the credit terms for related parties should be similar to those for unrelated parties.

(Continued)

2) Secured loans

June 30, 2026						
Category	Numbers or name of related party	Highest balance	Ending balance	Compliance situation	Type of collateral	Difference in transaction terms between related and unrelated parties
Residential mortgage loans	29 related parties in substance	$ 261,094	253,236	Normal loans	Real estate	None

December 31, 2025						
Category	Numbers or name of related party	Highest balance	Ending balance	Compliance situation	Type of collateral	Difference in transaction terms between related and unrelated parties
Residential mortgage loans	30 related parties in substance	$ 228,346	218,429	Normal loans	Real estate	None

June 30, 2025						
Category	Numbers or name of related party	Highest balance	Ending balance	Compliance situation	Type of collateral	Difference in transaction terms between related and unrelated parties
Residential mortgage loans	31 related parties in substance	$ 201,755	195,766	Normal loans	Real estate	None

The transaction terms for secured loans between related parties are identical to those of other market participants.

3) Life insurance loans:

June 30, 2026						
Category	Numbers or name of related party	Highest balance	Ending balance	Compliance situation	Type of collateral	Difference in transaction terms between related and unrelated parties
Life insurance loans	83 related parties in substance	$ 62,980	59,953	Normal loans	Policy value	None

December 31, 2025						
Category	Numbers or name of related party	Highest balance	Ending balance	Compliance situation	Type of collateral	Difference in transaction terms between related and unrelated parties
Life insurance loans	81 related parties in substance	$ 57,699	48,660	Normal loans	Policy value	None

(Continued)

June 30, 2025						
Category	Numbers or name of related party	Highest balance	Ending balance	Compliance situation	Type of collateral	Difference in transaction terms between related and unrelated parties
Life insurance loans	76 related parties in substance	$ 47,869	42,788	Normal loans	Policy value	None

The transaction terms for life insurance loans between related parties are identical to those of other market participants.

(vi) Customer margin account

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Taiwan Futures Exchange Corporation	**$ 27,628,004**	**12,161,470**	**9,503,685**

(vii) Other financial assets

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Sichuan VipFubon Consumer Finance Ltd.	**$ 2,343,881**	**-**	**834,897**

(viii) Refundable deposits

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Fubon REIT I Fund	$ 52,037	53,925	53,925
Fubon REIT II Fund	37,715	37,572	37,583
Taiwan Futures Exchange Corporation	264,702	439,312	321,476
Chung Hsing Land Development Co., Ltd.	39,300	39,300	39,300
Taipei Exchange	222,500	66,500	84,600
Taipei City Government	1,122,765	1,122,765	1,122,765
Others (related company or person accounts for not more than $10,000 thousand or 10%)	20,221	20,350	20,232
Total	**$ 1,759,240**	**1,779,724**	**1,679,881**

In addition to the above, as of June 30, 2025, Taipei Fubon Bank provided refundable deposits of $1,055,370 thousand and government bonds with a face value of $2,644,900 thousand to the National Credit Card Center of R.O.C. as preparation funds for credit card transaction payments, as well as for credit card clearing and risk guarantees.

(ix) Clearing and settlement fund

Name of related party		June 30, 2026	December 31, 2025	June 30, 2025
Taiwan Stock Exchange Corporation	$	756,478	300,712	303,132
Taiwan Futures Exchange Corporation		183,159	167,461	164,290
Taipei Exchange		265,100	102,768	77,357
Total	**$**	**1,204,737**	**570,941**	**544,779**

(x) Prepayments

Name of related party		June 30, 2026	December 31, 2025	June 30, 2025
momo.com Inc.	$	17,806	14,519	14,135
Taiwan Fixed Network Co., Ltd.		5,019	3,750	4,265
Fubon Land Development Co., Ltd.		5,204	5,102	5,000
CONCORD SYSTEM MANAGEMENT CORP.		5,498	36,454	-
SYSTEX SOFTWARE & SERVICE CORPORATION		7,983	3,816	-
Others (related company or person accounts for not more than $10,000 thousand or 10%)		5,918	7,664	10,445
Total	**$**	**47,428**	**71,305**	**33,845**

(xi) Payables

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Taiwan Stock Exchange Corporation	$ 222,339	89,333	60,480
Taiwan Business Bank Co., Ltd.	-	11,979	11,470
Hyundai Commercial Inc.	12,348	13,241	13,285
Taiwan Futures Exchange Corporation	35,387	26,933	22,832
LINE Pay Taiwan Limited	102,012	16	-
Taihsin Property Insurance Agent Co., Ltd.	40,047	703	35,831
Taipei Exchange	56,345	29,906	21,184
China United Property Insurance Company Limited	20,959	23,096	57,929
HD Renewable Energy Co., Ltd.	-	92	56,540
Star Trade CO., LTD.	3,031	10,433	7,447
Others (not related company or person accounts for more than $10,000 thousand or 10%)	26,935	38,219	38,778
Total	**$ 519,403**	**243,951**	**325,776**

(xii) Deal on credit

The balance of financing and loans from other related parties to the Company and its subsidiaries were as follows:

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Related parties in substance (individual)	**$ 465,611**	**436,010**	**183,724**

(xiii) Principal of structured products

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Related parties in substance (individual)	**$ 39,654**	**60,281**	**61,492**

(xiv) Futures traders' equity

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Funds managed by Fubon Asset Management	**$ -**	**-**	**14,075,432**

(xv) Advance receipts

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
momo.com Inc.	$ 21,900	4,961	21,150
KBRO Co., Ltd.	2,092	2,124	2,092
Taiwan Mobile Co., Ltd.	34,966	2,128	27,676
Fubon Insurance Gallery Foundation	4,604	4,468	8,936
Les enphants Co., Ltd.	2,916	2,822	2,831
Others (related company or person accounts for not more than $10,000 thousand or 10%)	2,201	2,149	4,477
Total	**$ 68,679**	**18,652**	**67,162**

(xvi) Bank loans

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Taiwan Business Bank Co., Ltd.	**$ -**	**2,587,444**	**2,328,437**

(xvii) Guarantee deposit (Non-lease related)

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
HD Renewable Energy Co., Ltd.	**$ 39,000**	**22,000**	**22,000**

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
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(xviii) Guarantees

June 30, 2026					
Related party	**Highest balance for the period**	**Ending balance**	**Provision**	**Rate (%)**	**Type of collateral**
Thermaltake Technology Co., Ltd.	$ 120,000	108,000	1,080	0.70%	Credit guarantees
MITAC COMPUTING TECHNOLOGY CORPORATION	49,500	49,500	495	0.30%	Credit guarantees
CHINA GENERAL PLASTICS CORPORATION	3,829	3,786	38	0.50%	Credit guarantees

December 31, 2025					
Related party	**Highest balance for the period**	**Ending balance**	**Provision**	**Rate (%)**	**Type of collateral**
Thermaltake Technology Co., Ltd.	$ 86,400	86,400	864	0.70%	Credit guarantees
TA-HO MARITIME CORPORATION	59,000	-	-	-	Ships
CHINA GENERAL PLASTICS CORPORATION	4,110	-	-	-	Credit guarantees

June 30, 2025					
Related party	**Highest balance for the period**	**Ending balance**	**Provision**	**Rate (%)**	**Type of collateral**
Thermaltake Technology Co., Ltd.	$ 60,000	60,000	600	0.70%	Credit guarantees
TA-HO MARITIME CORPORATION	59,000	59,000	590	0.59%	Ships
CHINA GENERAL PLASTICS CORPORATION	4,110	-	-	-	Credit guarantees

(Continued)

(xix)Transaction for retirement pension savings:

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Hyundai Mobis Co., Ltd.	$ 2,300,881	3,686,579	4,754,711
Hyundai Card Co., Ltd.	2,937,183	3,230,540	2,937,262
Hyundai Commercial Inc.	1,252,953	1,395,182	1,193,668
Bluewalnut Co., Ltd.	40,849	50,977	33,618
Global Information Technology Co., Ltd.	97,173	106,331	98,420
H GREEN POWER INC.	57,668	60,244	59,498
HYUNDAI IHL CORPORATION	243,521	240,667	240,150
MOTRAS	102,645	181,956	220,880
Total	**$ 7,032,873**	**8,952,476**	**9,538,207**

(xx) Income

1) Service fees

	For the three months ended June 30		For the six months ended June 30	
Name of related party	2026	2025	2026	2025
LINE Pay Taiwan Limited	$ 15,597	22,509	35,361	45,129
momo.com Inc.	179,562	165,320	342,160	331,951
Taiwan Mobile Co., Ltd.	66,847	61,985	125,550	125,504
Taipei City Government	7,662	4,511	14,567	9,681
LINE Pay EPI Taiwan Limited	11,293	-	15,581	-
Others (related company or person accounts for not more than $10,000 thousand or 10%)	33,993	26,812	58,316	51,114
Total	**$ 314,954**	**281,137**	**591,535**	**563,379**

For general consumption transactions of certain Taipei Fubon Bank credit cards, transaction fees are settled through the domestic clearing system and collected from various card-issuing institutions. For the six months ended June 30, 2025, Taipei Fubon Bank collected handling fee income of $2,209,132 thousand through the National Credit Card Center of R.O.C.

2) Management income

Name of related party	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Funds managed by Fubon Asset Management	$ -	708,486	-	1,334,855

3) Sales commissions

Name of related party	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Funds managed by Fubon Asset Management	$ -	20,814	-	47,505

4) Handling fee income

Name of related party	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Funds managed by Fubon Asset Management	$ -	33,942	-	69,370
Taiwan Life Insurance Co., Ltd.	7,769	1,478	18,432	3,820
Related parties in substance (individual)	44,009	14,940	71,848	28,423
Others (related company or person accounts for not more than $10,000 thousand or 10%)	2,530	113	4,821	499
Total	$ 54,308	50,473	95,101	102,112

5) Sponsorship income, sales revenue and royalty income

Name of related party	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
momo.com Inc.	$ 51,161	25,165	62,534	34,112
Taiwan Mobile Co., Ltd.	18,032	20,973	26,189	27,235
Others (related company or person accounts for not more than $10,000 thousand or 10%)	360	2,076	825	2,515
Total	$ 69,553	48,214	89,548	63,862

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
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(xxi) Expenses

1) Insurance claims and payments

Name of related party	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Taiwan Mobile Co., Ltd.	$ 62,837	69,596	134,313	140,346
China United Property Insurance Company Limited	18,956	23,409	44,073	53,960
Others (related company or person accounts for not more than $10,000 thousand or 10%)	5,276	6,163	15,819	8,835
Total	**$ 87,069**	**99,168**	**194,205**	**203,141**

2) Donations

Name of related party	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Fubon Charity Foundation	$ 11,056	24,008	43,587	41,428
Fubon Cultural and Educational Foundation	10,461	11,204	26,999	11,204
Taipei Fubon Commercial Bank Charity Foundation	-	19,920	18,920	19,920
Fubon Life Art Museum Foundation	250,000	250,000	250,000	250,000
Total	**$ 271,517**	**305,132**	**339,506**	**322,552**

3) Other expenses

Name of related party	Category	For the three months ended June 30		For the six months ended June 30	
		2026	2025	2026	2025
Funds Managed by Fubon Asset Management	Security lending expenses and others	$ -	21,083	-	33,166
Fubon REIT I Fund	Management fee and others	4,412	1,465	8,422	11,264
Taiwan Stock Exchange Corporation	Rental expenses, expenses from issuance of call (put) warrants, brokerage commissions and others	635,619	184,982	1,033,640	367,187
Taiwan Business Bank Co., Ltd.	Commission expenses	(241)	6,588	4,751	128,515
Hyundai Card Co., Ltd.	Service fee and others	6,871	8,419	15,289	18,160
Taiwan Futures Exchange Corporation	Brokerage commissions, settlement and clearing service fee and others	99,172	76,025	194,878	141,452

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
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Name of related party	Category	For the three months ended June 30 2026	For the three months ended June 30 2025	For the six months ended June 30 2026	For the six months ended June 30 2025
Fubon Property Management Co., Ltd.	Management fee, investment properties expenses and others	$ 82,699	72,226	173,613	158,053
Taiwan High Speed Rail Corporation	Service fee, rental expenses and others	11,761	10,651	23,876	25,730
CTBC Securities Co., Ltd.	Commission expenses	5,699	(2,302)	10,830	7,398
LINE Taiwan Limited	Printing, binding and advertising expenses	9,174	4,431	14,278	9,006
LINE Pay Taiwan Limited	Service fee, printing, binding and advertising expenses and rental expense	245,068	155,879	480,068	455,152
momo.com Inc.	Service fee, rental expenses and others	186,266	228,979	403,132	500,891
Taiwan Fixed Network Co., Ltd.	Service fee, postage expenses, rental expenses, professional service fee, repair expenses and others	100,384	88,894	188,878	168,960
Taihsin Property Insurance Agent Co., Ltd.	Commission expenses	157,432	105,097	305,548	238,207
EASYCARD Corporation	Printing, binding and advertising expenses	11,466	6,134	17,444	13,957
LINE Bank Taiwan Limited	Commission expenses and others	7,583	6,884	12,828	10,100
Taipei Exchange	Rental expenses, expenses from issuance of call (put) warrants, brokerage commissions and others	198,776	67,231	320,124	137,763
Taiwan Mobile Co., Ltd.	Printing, binding and advertising expenses, postage expense and others	23,911	19,075	42,916	38,794
Fubon Insurance Gallery Foundation	Entertainment expenses, printing, binding and advertising expense	1,259	3,540	3,813	12,391
China United Property Insurance Company Limited	Others	12,538	11,962	34,221	24,832
Uspace Tech Co., Ltd.	Rental expenses, travel expenses and others	7,446	351	14,803	735
Star Trade CO., LTD.	Utilities expenses and others	19,732	3,270	27,480	3,270
CONCORD SYSTEM MANAGEMENT CORP.	Repair and maintenance expenses and others	8,533	-	15,778	-
Others (related company or person accounts for not more than $10,000 thousand or 10%)		59,410	34,721	97,072	72,692
Total		**$ 1,894,970**	**1,115,585**	**3,443,682**	**2,577,675**

(Continued)

For general consumption transactions of certain Taipei Fubon Bank credit cards, transaction fees are settled through the domestic clearing system and paid to various card-issuing institutions. For the six months ended June 30, 2025, Taipei Fubon Bank paid handling fee expenses of $507,388 thousand through the National Credit Card Center of R.O.C.

(xxii) Insurance Receivable and Insurance Revenue

1) Insurance receivable

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
momo.com Inc.	$ 2,494	24,591	1,061
Taipei New Horizon Co., Ltd.	-	15,460	-
Star Shining Energy Corporation	-	-	19,784
KBRO Co., Ltd.	15,049	4,024	15,695
USI CORPORATION	52,459	5,306	53,297
Taipei City Government	146,959	59,582	109,545
Winbond Electronics Corporation	581	25,203	119
Star Shining Energy Holdings Corporation	16,890	-	-
WIN Semiconductors Corp.	55,611	-	-
HON HAI PRECISION INDUSTRY CO., LTD.	74,762	-	-
Realtek Semiconductor Corporation	10,544	-	-
INVENTEC CORPORATION	18,789	-	-
EVERGREEN MARINE CORPORATION (TAIWAN) LTD.	20,355	-	-
Acer Incorporated	66,311	-	-
Related parties in substance (individual)	42,423	25,654	23,423
Others (related company or person accounts for not more than $10,000 thousand or 10%)	45,622	33,593	33,437
Total	**$ 568,849**	**193,413**	**256,361**

(Continued)

2) Insurance Revenue

Name of related party	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Lion Travel Service Co., Ltd.	$ 6,287	5,438	12,522	10,810
TCC Group Holdings CO., LTD.	4,020	4,509	51,643	35,367
Alpha Networks Inc.	17,020	24,388	18,214	26,010
Taiwan High Speed Rail Corporation	13,460	14,769	132,643	128,448
CTBC Securities Co., Ltd.	-	27	-	11,868
momo.com Inc.	6,021	7,475	72,952	78,447
Star Shining Energy Corporation	25	19,784	(750)	19,784
KBRO Co., Ltd.	14,099	13,149	15,994	13,857
LINE Bank Taiwan Limited	16,106	15,597	16,271	15,757
Taiwan Mobile Co., Ltd.	25,173	40,083	39,096	45,193
Taipei City Government	298,003	133,977	318,209	187,305
Prince Housing & Development Corp.	-	50,399	-	51,158
Winbond Electronics Corporation	5,448	(735)	7,846	14,975
WeMo Corp.	13,511	4,589	15,591	5,839
HD Renewable Energy Co., Ltd.	20,463	3	22,007	39
Star Shining Energy Holdings Corporation	16,865	-	16,865	-
WIN Semiconductors Corp.	54,258	-	54,258	-
Acer Incorporated	28,132	-	28,132	-
Related parties in substance (individual)	216,145	133,941	400,982	337,621
Others (related company or person accounts for not more than $10,000 thousand or 10%)	65,694	49,998	100,434	87,065
Total	**$ 820,730**	**517,391**	**1,322,909**	**1,069,543**

Premium rates were calculated in accordance with the relevant provisions of the Insurance Act, and were not materially different from the general trading terms.

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
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(xxiii) Bonds payable and Interest Expense

1) Bonds payable

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Hyundai Commercial Inc. (Note)	**$ 2,052,900**	**2,179,800**	**2,208,800**

Note: Recognized as equity of Fubon Hyundai Life Insurance.

2) Interest Expense

	For the three months ended June 30		For the six months ended June 30	
Name of related party	2026	2025	2026	2025
Hyundai Commercial Inc.	**$ 36,210**	**38,323**	**73,121**	**77,491**

(xxiv) Leasing

1) The company rents from related parties

a) Right-of-use asset

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Fubon REIT I Fund	$ 275,981	285,699	385,864
Fubon REIT II Fund	220,553	160,793	230,171
Fubon Charity Foundation	34,267	47,540	61,034
Ming Dong Co., Ltd.	55,162	50,569	62,487
Chung Hsing Land Development Co., Ltd.	343,121	460,931	580,693
Taiwan Fixed Network Co., Ltd.	9,358	10,763	9,121
Taiwan Mobile Co., Ltd.	13,556	15,497	17,470
Taipei City Government	27,473,498	27,770,118	30,413,306
Related parties in substance (individual)	102,215	119,098	136,256
Others (related company or person accounts for not more than $10,000 thousand or 10%)	3,143	5,603	7,596
Total	**$ 28,530,854**	**28,926,611**	**31,903,998**

(Continued)

b) Lease liability

Name of related party		June 30, 2026	December 31, 2025	June 30, 2025
Fubon REIT I Fund	$	277,079	286,481	383,440
Fubon REIT II Fund		223,732	164,787	232,920
Fubon Charity Foundation		35,569	48,831	61,829
Ming Dong Co., Ltd.		55,932	50,981	62,571
Chung Hsing Land Development Co., Ltd.		355,354	474,192	587,660
Taiwan Fixed Network Co., Ltd.		9,469	10,837	9,140
Taiwan Mobile Co., Ltd.		13,769	15,636	17,460
Taipei City Government		8,251,071	8,170,456	8,057,712
Related parties in substance (individual)		103,085	118,976	134,517
Others (related company or person accounts for not more than $10,000 thousand or 10%)		3,581	6,290	8,402
Total	**$**	**9,328,641**	**9,347,467**	**9,555,651**

2) The company leases to related parties

a) Guarantee deposits

Name of related party		June 30, 2026	December 31, 2025	June 30, 2025
momo.com Inc.	$	366,998	366,818	62,587
Sharehope Medicine Co., Ltd.		17,912	17,912	17,912
Fubon Insurance Gallery Foundation		26,884	26,884	26,884
Les enphants Co., Ltd.		10,506	10,506	10,506
Others (related company or person accounts for not more than $10,000 thousand or 10%)		27,151	31,035	31,090
Total	**$**	**449,451**	**453,155**	**148,979**

(Continued)

b) Performance guarantee

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
ShareHope Medicine Co., Ltd. (Note)	$ 274,723	273,356	273,356
Les enphants Co., Ltd.	328,378	328,378	372,962
Total	**$ 603,101**	**601,734**	**646,318**

Note: ShareHope Medicine and Taoyuan Min Sheng General Hospital (non-related party) jointly issued a performance bond.

c) Rental revenue

	For the three months ended June 30		For the six months ended June 30	
Name of related party	2026	2025	2026	2025
Ming Dong Co., Ltd.	$ 6,247	6,247	12,493	12,493
momo.com Inc.	52,248	52,480	104,427	104,962
KBRO Co., Ltd.	6,168	6,157	12,335	12,314
Sharehope Medicine Co., Ltd.	10,103	10,053	20,181	20,080
Fubon Insurance Gallery Foundation	12,896	12,767	25,662	25,533
Les enphants Co., Ltd.	10,839	10,524	21,773	21,139
Others (related company or person accounts for not more than $10,000 thousand or 10%)	16,952	17,646	33,220	39,235
Total	**$ 115,453**	**115,874**	**230,091**	**235,756**

All the above leases were operating leases. The leasing term was not materially different from that with unrelated parties.

(xxv) Acquisition of property and equipment

1) Transaction of debt instrument

a) Repurchase agreement

Name of related party		June 30, 2026	December 31, 2025	June 30, 2025
Chung Hsing Land Development Co., Ltd.	$	-	-	60,527
Related parties in substance (individual)		3,980,794	5,628,642	3,962,269
Total	**$**	**3,980,794**	**5,628,642**	**4,022,796**

b) Resell agreement

Name of related party		June 30, 2026	December 31, 2025	June 30, 2025
CTBC Securities Co., Ltd.	**$**	**300,000**	**1,860,083**	**2,009,668**

2) Transaction of equity instruments:

Shares undertaken

Name of related party		June 30, 2026	December 31, 2025	June 30, 2025
Century Development Corporation	$	512,217	549,257	564,609
China United Insurance Group Co., Ltd.		9,830,976	12,146,251	10,479,507
Star Energy Storage CO., LTD.		227,281	224,585	221,581
AppWorks Fund II Co., Ltd.		53,101	60,936	69,498
AppWorks Fund III Co., Ltd.		210,686	194,877	242,878
Others (related company or person accounts for not more than $10,000 thousand or 10%)		2,893	4,771	3,154
Total	**$**	**10,837,154**	**13,180,677**	**11,581,227**

Note: For the disclosure of investments accounted for using equity method please refer to note 6(l).

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
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3) Transaction of real estate and other assets

Purchase

Name of related party	For the six months ended June 30 2026	2025
HD Renewable Energy Co., Ltd. (Note)	$ -	3,021,858
Star Trade CO., LTD.	11,440	103,940
CONCORD SYSTEM MANAGEMENT CORP.	155,479	-
Others (related company or person accounts for not more than $10,000 thousand or 10%)	5,038	2,357
Total	**$ 171,957**	**3,128,155**

Note: Prior to the acquisition of its sub-subsidiary Sumray Power Company, Sumray Power Company had purchased from related parties an aggregate amount of $1,749,062 thousand.

(c) Compensation to executive officers

Executive officers' compensation comprised:

	For the three months ended June 30 2026	2025	For the six months ended June 30 2026	2025
Short-term employee benefits	$ 668,077	593,589	1,286,218	1,200,832
Post-employment benefits	15,743	18,711	30,922	34,230
Other long-term employee benefits	4,739	4,662	9,080	9,135
	$ 688,559	**616,962**	**1,326,220**	**1,244,197**

(d) Information on related party transactions amounting to more than $100,000 thousand

If a transaction occurs between two subsidiaries, only one subsidiary needs to disclose its related party information, and the inter-company transaction is eliminated in the consolidated financial statements.

(i) The Company

1) Name and relationship of related party

Name of related party	Relationship with the Company and its subsidiaries
Taipei Fubon Bank Co., Ltd.	The subsidiary
Fubon Securities Co., Ltd.	The subsidiary
Fubon Life Insurance Co., Ltd.	The subsidiary
Fubon Insurance Co., Ltd.	The subsidiary
Fubon Asset Management Co., Ltd.	The subsidiary

(Continued)

2) Significant transactions with related parties were as follows:

a) Bank deposits

Name of related party	June 30, 2026 Ending balance	June 30, 2026 Interest rate range%	December 31, 2025 Ending balance	December 31, 2025 Interest rate range%	June 30, 2025 Ending balance	June 30, 2025 Interest rate range%
Taipei Fubon Bank Co., Ltd.	$ 37,990,068	0~1.62	102,213	0~0.64	19,958,121	0~1.62

b) Financial instruments

i) Balance of investment

Name of security	June 30, 2026	December 31, 2025	June 30, 2025
Fubon Life Insurance - noncumulative perpetual subordinated corporate bonds	$ 19,488,630	19,749,671	19,758,630

ii) Transaction of derivative financial instruments

	June 30, 2026					
Name of related party	Derivative instruments	Contract period	Contract (notional) amount	Gains (losses) on valuation	Balance Sheet Account	Balance
Taipei Fubon Bank Co., Ltd.	Interest rate swap contracts	2026.06.11-2029.06.20	$ 1,800,000	6,104	Valuation adjustment of financial asset measured at fair value through profit or loss	6,104

c) Receivables

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Taipei Fubon Bank Co., Ltd.	$ 344,524	77,473	12,851
Fubon Securities Co., Ltd.	718,016	5,422	1,891
Fubon Life Insurance Co., Ltd.	2,323,548	556,387	15,192,166
Total	$ 3,386,088	639,282	15,206,908

(Continued)

d) Receivables from income tax return filings

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Taipei Fubon Bank Co., Ltd.	$ 3,280,263	4,012,721	2,097,478
Fubon Securities Co., Ltd.	1,187,785	1,388,361	637,026
Fubon Life Insurance Co., Ltd.	13,593,513	11,438,521	4,350,848
Fubon Insurance Co., Ltd.	945,723	263,094	70,365
Fubon Asset Management Co., Ltd.	206,265	327,722	141,796
Total	**$ 19,213,549**	**17,430,419**	**7,297,513**

e) Other revenue

		For the three months ended June 30		For the six months ended June 30	
Name of related party	Item	2026	2025	2026	2025
Fubon Life Insurance Co., Ltd.	Interest and others	**$ 180,628**	**179,575**	**358,230**	**357,177**

f) Lease

	Right-of-use assets		
Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Fubon Life Insurance Co., Ltd.	**$ 167,810**	**195,778**	**224,209**

	Lease liabilities		
Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Fubon Life Insurance Co., Ltd.	**$ 186,620**	**215,010**	**242,812**

(ii) Fubon Insurance and its subsidiaries

1) Name and relationship of related party

Name of related party	Relationship with the Company
Fubon Financial Holding Co., Ltd.	Parent Company
Taipei Fubon Bank Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Life Insurance Co., Ltd.	Company controlled by Fubon Financial Holdings
Xiamen Bank Co., Ltd.	Investments accounted for using equity method by Parent Company
Taipei City Government	A major shareholder of Fubon Financial Holdings
Funds managed by Fubon Asset Management	Related parties in substance (Note)
Taiwan High Speed Rail Corporation	Related parties in substance
Taihsin Property Insurance Agent Co., Ltd.	Related parties in substance
Taiwan Mobile Co., Ltd.	Related parties in substance

Note : The Company and its subsidiaries re-identified related parties in accordance with the Accounting Research and Development Foundation' s IFRS Q&A, " Clarification on the Identification of Related Parties," issued on June 16, 2025, and determined that the Funds managed by Fubon Asset Management are not related parties. In accordance with the Securities and Futures Bureau' s Q&A issued on July 11, 2025, the Company and its subsidiaries did not restate comparative period information nor retrospectively adjust previously identified and disclosed related party relationships and transactions.

2) Significant transactions with related parties

a) Bank deposits

	June 30, 2026		December 31, 2025		June 30, 2025	
Name of related party	Ending balance	Interest rate range%	Ending balance	Interest rate range%	Ending balance	Interest rate range%
Taipei Fubon Bank Co., Ltd.	$ 1,565,298	0.05~0.66	2,419,403	0.10~0.66	2,016,225	0.10~0.66
Xiamen Bank Co., Ltd.	265,203	0.10	132,094	0.10	239,540	0.10
Total	**$ 1,830,501**		**2,551,497**		**2,255,765**	

b) Financial instruments

i) The details of the fund' s balance from related parties Fubon Asset Management was as follows:

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Funds managed by Fubon Asset Management	$ -	-	229,208

ii) Fubon Life Insurance and its subsidiaries have acquired Fubon REIT I Fund and Fubon REIT II Fund as follows:

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Fubon REIT I Fund	$ 513,557	526,872	628,847
Fubon REIT II Fund	366,346	386,977	481,618
Total	$ 879,903	913,849	1,110,465

c) Receivables from income tax return filings

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Fubon Financial Holding Co., Ltd.	$ 5,636,482	4,051,866	3,834,642

d) Retained claims payment

	For the three months ended June 30		For the six months ended June 30	
Name of related party	2026	2025	2026	2025
TAIWAN MOBILE CO., LTD.	$ 62,837	69,596	134,313	140,346

e) Other expenses

		For the three months ended June 30		For the six months ended June 30	
Name of related party	Category	2026	2025	2026	2025
Taihsin Property Insurance Agent Co., Ltd.	Commission	$ 157,432	105,097	305,548	238,207

(Continued)

f) Insurance receivable and Insurance revenue

i) Insurance receivable

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Fubon Life Insurance Co., Ltd.	$ 103,611	7,227	101,523
Taipei City Government	146,959	59,582	109,545
Total	**$ 250,570**	**66,809**	**211,068**

ii) Insurance revenue

	For the three months ended June 30		For the six months ended June 30	
Name of related party	2026	2025	2026	2025
Taipei Fubon Bank Co., Ltd.	$ 25,829	30,976	196,972	199,266
Fubon Life Insurance Co., Ltd.	102,270	101,499	115,330	114,418
Taiwan High Speed Rail Corporation	339	1,141	105,802	100,391
Taipei City Government	297,896	133,900	318,089	187,206
Total	**$ 426,334**	**267,516**	**736,193**	**601,281**

Premium rates were calculated in accordance with the relevant provisions of the Insurance Act, and were not materially different from the general trading terms.

g) Lease

Rents from related parties

i) Right-of-use asset

	Right-of-use asset		
Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Fubon Life Insurance Co., Ltd.	**$ 83,592**	**157,778**	**233,194**

ii) Lease liability

Name of related party	Lease liability		
	June 30, 2026	December 31, 2025	June 30, 2025
Fubon Life Insurance Co., Ltd.	$ 90,849	173,050	253,673

(iii) Fubon Life Insurance and its subsidiaries

1) Name and relationship of related party

Name of related party	Relationship with the Company
Fubon Financial Holding Co., Ltd.	Parent Company
Taipei Fubon Bank Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Insurance Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Insurance Agency Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Asset Management Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Bank (Hong Kong) Limited	Company controlled by Fubon Financial Holdings
Hyundai Card Co., Ltd.	Investments accounted for using equity method
Taipei City Government	A major shareholder of Fubon Financial Holdings
Les enphants Co., Ltd.	Related parties in substance
Taiwan Business Bank Co., Ltd.	Related parties in substance
momo.com Inc.	Related parties in substance
Funds Managed by Fubon Asset Management	Related parties in substance (Note)
Fubon Property Management Co., Ltd.	Related parties in substance
Sharehope Medicine Co., Ltd.	Related parties in substance
Fubon Insurance Gallery Foundation	Related parties in substance
Star Energy Storage CO., LTD.	Related parties in substance
Star Trade CO., LTD.	Related parties in substance
HD Renewable Energy Co., Ltd.	Related parties in substance
AppWorks Fund III Co., Ltd.	Related parties in substance
Century Development Corporation	Related parties in substance

(Continued)

Name of related party	Relationship with the Company
China United Insurance Group Co., Ltd.	Related parties in substance
MOTRAS	Related parties in substance
Hyundai Mobis Co., Ltd.	Related parties in substance
HYUNDAI IHL CORPORATION	Related parties in substance
Hyundai Commercial Inc.	Related parties in substance
Global Information Technology Co., Ltd.	Related parties in substance
Others	Directors, supervisors, managers, their spouses and relatives up to the second degree, affiliates and the related parties in substance

Note : The Company and its subsidiaries re-identified related parties in accordance with the Accounting Research and Development Foundation' s IFRS Q&A, "Clarification on the Identification of Related Parties," issued on June 16, 2025, and determined that the Funds managed by Fubon Asset Management are not related parties. In accordance with the Securities and Futures Bureau' s Q&A issued on July 11, 2025, the Company and its subsidiaries did not restate comparative period information nor retrospectively adjust previously identified and disclosed related party relationships and transactions.

2) Significant transactions with related parties

a) Bank deposits

	June 30, 2026		December 31, 2025		June 30, 2025	
Name of related party	Ending balance	Interest rate range%	Ending balance	Interest rate range%	Ending balance	Interest rate range%
Taipei Fubon Bank Co., Ltd.	$ 53,599,988	0~0.67	44,271,874	0~1.60	39,802,964	0.00~1.62
Fubon Bank (Hong Kong) Limited	341,462	0.01~0.04	426,942	0.01~0.05	300,270	0.50~0.90
Taiwan Business Bank Co., Ltd.	-	-	2,298,763	0.71~1.52	3,918,350	0.50~1.70
Total	**$ 53,941,450**		**46,997,579**		**44,021,584**	

b) Restricted bank deposits

	June 30, 2026		December 31, 2025		June 30, 2025	
Name of related party	Ending balance	Interest rate range%	Ending balance	Interest rate range%	Ending balance	Interest rate range%
Taiwan Business Bank Co., Ltd.	**$ -**	-	**106,564**	0.71	**100,965**	0.71

(Continued)

c) Financial instruments

i) Transaction of derivative financial instruments

Name of related party	Name of derivative instrument contracts	Notional amount June 30, 2026	Notional amount December 31, 2025	Notional amount June 30, 2025
Taipei Fubon Bank Co., Ltd.	Foreign exchange swap contracts	**$ 34,663,669**	**39,044,667**	**46,261,709**

ii) The details of the fund's balance from related party Fubon Asset Management were as follows:

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Funds managed by Fubon Asset Management	**$ -**	**-**	**59,566,874**

iii) Fubon Life Insurance and its subsidiaries have acquired Fubon REIT I Fund and Fubon REIT II Fund as follows:

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Fubon REIT I Fund	$ 659,297	650,211	718,924
Fubon REIT II Fund	753,941	765,608	846,543
Total	**$ 1,413,238**	**1,415,819**	**1,565,467**

d) Receivables

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Fubon Insurance Co., Ltd.	$ 334,460	337,851	614,754
Fubon Financial Holding Co., Ltd.	3,174,134	108,003	-
Total	**$ 3,508,594**	**445,854**	**614,754**

e) Receivables from income tax return filings

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Fubon Financial Holding Co., Ltd.	$ 20,281,950	15,959,542	15,447,740

f) Loans

Secured loans

June 30, 2026

Category	Numbers or name of related party	Highest Balance	Ending Balance	Compliance situation	Type of Collateral	Differences in transaction terms between related and non related parties
Residential mortgage loans	29 related parties in substance	$ 261,094	253,236	Normal loans	Real Estate	None

December 31, 2025

Category	Numbers or name of related party	Highest Balance	Ending Balance	Compliance situation	Type of Collateral	Differences in transaction terms between related and non related parties
Residential mortgage loans	30 related parties in substance	$ 228,346	218,429	Normal loans	Real Estate	None

June 30, 2025

Category	Numbers or name of related party	Highest Balance	Ending Balance	Compliance situation	Type of Collateral	Differences in transaction terms between related and non related parties
Residential mortgage loans	31 related parties in substance	$ 201,755	195,766	Normal loans	Real Estate	None

The transaction terms for secured loans are identical to those of other market participants.

g) Refundable deposits

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Taipei City Government	$ 1,116,249	1,116,249	1,116,249

h) Prepayments

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Fubon Insurance Agency Co., Ltd.	$ 116,803	128,734	116,909

i) Bank loans

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Taiwan Business Bank Co., Ltd.	$ -	2,587,444	2,328,437

j) Transaction for retirement pension savings

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Hyundai Mobis Co., Ltd.	$ 2,300,881	3,686,579	4,754,711
Hyundai Commercial Inc.	1,252,953	1,395,182	1,193,668
Hyundai Card Co., Ltd.	2,937,183	3,230,540	2,937,262
MOTRAS	102,645	181,956	220,880
Global Information Technology Co., Ltd.	97,173	106,331	98,420
HYUNDAI IHL CORPORATION	243,521	240,667	240,150
Total	$ 6,934,356	8,841,255	9,445,091

k) Discretionary investment from related parties

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Fubon Asset Management Co., Ltd.	$ 35,029,962	20,397,488	14,135,250

l) Other revenue

Name of related party	Category	For the three months ended June 30		For the six months ended June 30	
		2026	2025	2026	2025
Taipei Fubon Bank Co., Ltd.	Interest income and integrated marketing revenue	$ 97,238	105,988	171,294	181,458
Fubon Insurance Co., Ltd.	Integrated marketing revenue and others	318,987	296,557	626,735	588,621
Total		$ 416,225	402,545	798,029	770,079

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

m) Expenses

i) Donations

Name of related party	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Fubon Insurance Gallery Foundation	$ 250,000	250,000	250,000	250,000

ii) Other expenses

Name of related party	Category	For the three months ended June 30		For the six months ended June 30	
		2026	2025	2026	2025
Taiwan Business Bank Co., Ltd.	Commission expenses	$ -	5,456	3,827	126,239
Fubon Property Management Co., Ltd.	Management fee and investment properties expenses	46,454	39,073	102,094	93,471
Total		$ 46,454	44,529	105,921	219,710

n) Premium revenue

Name of related party	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Related parties in substance (individual)	$ 206,190	124,668	381,082	318,750

Premium rates were calculated in accordance with the relevant provisions of the Insurance Act, and were not materially different from the general trading terms.

o) Bonds payable

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Hyundai Commercial Inc. (Note)	$ 2,052,900	2,179,800	2,208,800

Note: Recognized as equity of Fubon Hyundai Life Insurance.

(Continued)

p) Lease

i) Rents from related parties

1) Right-of-use asset

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Taipei City Government (Note)	$ 27,423,220	27,726,579	30,352,306
Fubon REIT I Fund	141,191	140,325	204,310
Fubon Insurance Co., Ltd.	47,078	92,603	137,573
Related parties in substance (individual)	102,215	119,100	136,257
Total	**$ 27,713,704**	**28,078,607**	**30,830,446**

Note: Part of the amount was recognized as investment property.

2) Lease liability

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Taipei City Government	$ 8,200,780	8,125,918	7,996,883
Fubon REIT I Fund	142,547	141,497	203,525
Fubon Insurance Co., Ltd.	46,310	90,826	133,129
Related parties in substance (individual)	103,085	118,976	134,516
Total	**$ 8,492,722**	**8,477,217**	**8,468,053**

ii) Leases to related parties

1) Guarantee deposit

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
momo.com Inc.	**$ 366,998**	**366,818**	**62,587**

2) Performance guarantee

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
ShareHope Medicine Co., Ltd. (Note)	$ 274,723	273,356	273,356
Les enphants Co., Ltd.	328,378	328,378	372,962
Total	**$ 603,101**	**601,734**	**646,318**

Note: ShareHope Medicine and Taoyuan Min Sheng General Hospital (non-related party) jointly issued a performance bond.

(Continued)

3) Rental revenue

Name of related party	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
momo.com Inc.	$ 52,248	52,480	104,427	104,962

All the above leases were operating leases. The leasing term was not materially different from that with unrelated parties.

q) Acquisition of property and equipment

i) Transaction of equity instruments

Shares undertaken

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Century Development Corporation	$ 512,217	549,257	564,609
China United Insurance Group Co., Ltd.	9,830,976	12,146,251	10,479,507
Star Energy Storage CO., LTD.	227,281	224,585	221,581
AppWorks Fund III Co., Ltd.	210,686	194,877	242,878
Total	**$ 10,781,160**	**13,114,970**	**11,508,575**

Note: For the disclosure of investments accounted for using equity method please refer to note 6(l).

ii) Transaction of real estate and other assets

Purchased

Name of related party	For the six months ended June 30	
	2026	2025
HD Renewable Energy Co., Ltd. (Note)	$ -	3,021,858
Star Trade CO., LTD.	11,440	103,940
Total	**$ 11,440**	**3,125,798**

Note: Prior to the acquisition of its sub-subsidiary Sumray Power Company, Sumray Power Company had purchased from related parties an aggregate amount of $1,749,062 thousand.

(iv) Fubon Securities and its subsidiaries

1) Name and relationship with related party

Name of related party	Relationship with the Company
Taipei Fubon Bank Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Life Insurance Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Bank (Hong Kong) Limited	Company controlled by Fubon Financial Holdings
Fubon Asset Management Co., Ltd.	Related parties in substance
LINE Pay Taiwan Limited	Investments accounted for using equity method by Parent Company
CTBC Securities Co., Ltd.	Related parties in substance
Taipei Exchange	Related parties in substance
Funds Managed by Fubon Asset Management	Related parties in substance (Note)
Taiwan Futures Exchange Corporation	Related parties in substance
Taiwan Stock Exchange Corporation	Related parties in substance
Global Unichip Corporation	Related parties in substance
TCC Group Holdings CO., LTD.	Related parties in substance
Taiwan Mobile Co., Ltd.	Related parties in substance
HD Renewable Energy Co., Ltd.	Related parties in substance
Winbond Electronics Corporation	Related parties in substance
HON HAI PRECISION INDUSTRY CO., LTD.	Related parties in substance
WIN Semiconductors Corp.	Related parties in substance
ASE Technology Holding Co., Ltd.	Related parties in substance
INVENTEC CORPORATION	Related parties in substance
EVERGREEN MARINE CORPORATION (TAIWAN) LTD.	Related parties in substance
Others	Directors, supervisors, managers, their spouses and relatives up to the second degree, affiliates and the related parties in substance

Note: The Company and its subsidiaries re-identified related parties in accordance with the Accounting Research and Development Foundation's IFRS Q&A, "Clarification on the Identification of Related Parties," issued on June 16, 2025, and determined that the Funds managed by Fubon Asset Management are not related parties. In accordance with the Securities and Futures Bureau's Q&A issued on July 11, 2025, the Company and its subsidiaries did not restate comparative period information nor retrospectively adjust previously identified and disclosed related party relationships and transactions.

2) Significant transactions with related parties

a) Bank deposits, cash equivalents, short-term borrowings, and other current assets

Cash deposits in Taipei Fubon Bank Co., Ltd. and Fubon Bank (Hong Kong) Limited were as follows:

Items	June 30, 2026	December 31, 2025	June 30, 2025
Demand deposits (excluding settlement accounts)	$ 26,251,245	3,976,917	2,675,262
Demand deposits (booked as customer margin accounts)	$ 352,988	275,477	351,223
Checking accounts	$ 1,066,318	51,959	432,332
Time deposits	$ 1,120,000	501,053	481,868
Pledged time deposit	$ 148,000	138,000	138,000
Foreign currency deposits (excluding settlement accounts)	$ 100,342	317,680	89,046
Foreign time deposit	$ 20,308,224	14,901,662	13,194,614

As of June 30, 2026, December 31 and June 30, 2025, Fubon Securities and its subsidiaries had placed time deposits with Taipei Fubon Bank Co., Ltd. as operating guarantee deposits amounting to $870,000 thousand.

Balances of short-term borrowings from Taipei Fubon Bank Co., Ltd. as of June 30, 2026, December 31 and June 30, 2025, were all nil, unused credit facilities from Taipei Fubon Bank Co., Ltd. were $15,000,000 thousand, $8,500,000 thousand and $8,500,000 thousand, respectively. As of June 30, 2026, December 31 and June 30, 2025, the carrying value of lands and buildings pledged to Taipei Fubon Bank Co., Ltd. were $3,890,481 thousand, $1,442,564 thousand and $1,446,248 thousand, respectively, and time deposits pledged to Taipei Fubon Bank Co., Ltd. for short-term borrowing were $148,000 thousand, $138,000 thousand and $138,000 thousand, respectively. Fubon Securities also provided stock investments amounting to $22,489,258 thousand, $10,099,061 thousand and $11,675,570 thousand (recognized as financial assets measured at fair value through other comprehensive income) to Taipei Fubon Bank Co., Ltd. as collateral for short-term borrowings and overdrafts as of June 30, 2026, December 31 and June 30, 2025, respectively.

Fubon Securities and its subsidiaries earned interest revenue on bank deposits:

	For the three months ended June 30		For the six months ended June 30	
Name of related party	2026	2025	2026	2025
Taipei Fubon Bank Co., Ltd.	**$ 277,660**	**161,363**	**465,057**	**343,120**

b) Operating securities-dealing

The details of related parties' securities held by Fubon Securities and its subsidiaries were as follows:

	June 30, 2026	
Name of security	Cost	Gains on valuation
Fubon REIT I Fund	$ 243,380	33,646
Global Unichip Corporation	400,010	471,712
Total	**$ 643,390**	**505,358**

	December 31, 2025	
Name of security	Cost	Gains on valuation
Fubon REIT I Fund	**$ 243,380**	**29,828**

	June 30, 2025	
Name of security	Cost	Gains on valuation
Funds managed by Fubon Asset Management	$ 1,271,643	31,818
Fubon REIT I Fund	243,380	58,700
Total	**$ 1,515,023**	**90,518**

(Continued)

Name of security	For the three months ended June 30, 2025	
	Dividend revenue	Gains (losses) on disposal of investments
Funds managed by Fubon Asset Management	**$ 6,336**	**(72,612)**

Name of security	For the six months ended June 30, 2025	
	Dividend revenue	Gains (losses) on disposal of investments
Funds managed by Fubon Asset Management	**$ 8,982**	**(146,453)**

c) Operating securities-hedging

The details of related parties' securities held by Fubon Securities and its subsidiaries and the gain or loss on disposal were as follows:

Name of security	June 30, 2026	
	Cost	Gains (losses) on valuation
TCC Group Holdings Co., Ltd. 1st Domestic Unsecured Convertible Bonds	$ 297,283	2,761
Taiwan Mobile Co., Ltd. 4th Domestic Unsecured Convertible Bonds	583,766	22,256
HD Renewable Energy Co., Ltd. 2nd Domestic Unsecured Convertible Bonds	104,814	(24,418)
Winbond Electronics Corporation	170,092	132,209
HON HAI PRECISION INDUSTRY CO., LTD.	590,156	(7,568)
WIN Semiconductors Corp.	209,519	(21,624)
Global Unichip Corporation	154,112	(496)
ASE Technology Holding Co., Ltd.	661,214	264,601
Total	**$ 2,770,956**	**367,721**

Name of security	December 31, 2025 Cost	Gains (losses) on valuation
TCC Group Holdings Co., Ltd. 1st Domestic Unsecured Convertible Bonds	$ 297,283	(2,765)
Taiwan Mobile Co., Ltd. 4th Domestic Unsecured Convertible Bonds	423,786	(3,234)
HD Renewable Energy Co., Ltd. 2nd Domestic Unsecured Convertible Bonds	104,814	(13,274)
Total	**$ 825,883**	**(19,273)**

Name of security	June 30, 2025 Cost	Gains (losses) on valuation
TCC Group Holdings Co., Ltd. 1st Domestic Unsecured Convertible Bonds	$ 297,383	(3,065)
Taiwan Mobile Co., Ltd. 4th Domestic Unsecured Convertible Bonds	435,801	1,536
HD Renewable Energy Co., Ltd. 2nd Domestic Unsecured Convertible Bonds	105,351	899
Total	**$ 838,535**	**(630)**

d) Finance assets measured at fair value through other comprehensive income

The details of related parties' stocks held by Fubon Securities and its subsidiaries were as follows:

Name of security	June 30, 2026 Cost	Gains (losses) on valuation
Taiwan Mobile Co., Ltd.	$ 1,428,277	580,417
HON HAI PRECISION INDUSTRY CO., LTD.	448,389	26,754
INVENTEC CORPORATION	316,078	30,308
EVERGREEN MARINE CORPORATION (TAIWAN) LTD.	712,305	(110,282)
ASE Technology Holding Co., Ltd.	588,590	848,930
	$ 3,493,639	**1,376,127**

Name of security	December 31, 2025 Cost	Gains on valuation
Taiwan Mobile Co., Ltd.	**$ 1,428,277**	**442,481**

	June 30, 2025	
Name of security	Cost	Gains on valuation
Taiwan Mobile Co., Ltd.	$ 1,428,277	554,554

	For the three months ended June 30, 2026	
Name of security	Dividend revenue	Gains (losses) on disposal
EVERGREEN MARINE CORPORATION (TAIWAN) LTD.	$ 131,936	(178,803)

	For the six months ended June 30, 2026	
Name of security	Dividend revenue	Gains (losses) on disposal
EVERGREEN MARINE CORPORATION (TAIWAN) LTD.	$ 131,936	(178,803)

e) Derivative financial instrument transaction

Unit: In thousands of TWD

June 30, 2026					
			Contract (notional) amount	Balance sheet	
Name of related party	Derivative instruments	Contract period		Account	Balance
CTBC Securities Co., Ltd.	IRS asset swap contracts	2024.09.12~ 2029.02.05	$ 287,000	IRS asset swap contracts value (liabilities)	12,603

Unit: In thousands of TWD

December 31, 2025					
	Derivative instrument contract			Financial statement balance	
Name of related party		Contract duration	Nominal amounts	Account	Balance
CTBC Securities Co., Ltd.	IRS asset swap contracts	2024.09.12~ 2028.11.24	$ 392,000	IRS asset swap contracts value (liabilities)	19,271

Unit: In thousands of TWD

June 30, 2025					
			Contract (notional) amount	Balance sheet	
Name of related party	Derivative instruments	Contract period		Account	Balance
CTBC Securities Co., Ltd.	IRS asset swap contracts	2024.09.12~ 2028.06.16	$ 311,400	IRS asset swap contracts value (liabilities)	12,968

(Continued)

f) Customer margin account

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Taiwan Futures Exchange Corporation	**$ 27,628,004**	**12,161,470**	**9,503,685**

g) Settlement and clearing funds

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Taiwan Stock Exchange Corporation	$ 756,478	300,712	303,132
Taiwan Futures Exchange Corporation	183,159	167,461	164,290
Taipei Exchange	265,100	102,768	77,357
Total	**$ 1,204,737**	**570,941**	**544,779**

h) Refundable deposits

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Taiwan Futures Exchange Corporation	$ 110,220	93,767	84,269
Taipei Exchange	191,000	63,000	82,000
Total	**$ 301,220**	**156,767**	**166,269**

i) Other receivables

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Taipei Fubon Bank Co., Ltd.	$ 196,748	168,088	152,616
Taiwan Futures Exchange Corporation	165,602	28,963	129,032
Total	**$ 362,350**	**197,051**	**281,648**

j) Deal on credit

As of June 30, 2026, December 31 and June 30, 2025, the balance of financing and loans from other related parties to Fubon Securities and its subsidiaries are $465,611 thousand, $436,010 thousand and $183,724 thousand, respectively.

k) Futures traders' equity

Related parties engaging in futures have Fubon Futures traders' equity deposited in Fubon Securities and its subsidiaries were as follow:

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Funds managed by Fubon Asset Management	$ -	-	14,075,432

l) Other payables

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Taiwan Stock Exchange Corporation	$ 222,339	89,333	60,480

m) Receipts under custody

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
LINE Pay Taiwan Limited	$ 102,012	16	-

n) Securities underwriting income

	For the three months ended June 30		For the six months ended June 30	
Name of related party	2026	2025	2026	2025
Fubon Asset Management Co., Ltd.	$ 55,810	39,018	102,581	73,081

o) Dividend revenue

	For the three months ended June 30		For the six months ended June 30	
Name of related party	2026	2025	2026	2025
Taiwan Futures Exchange Corporation	$ 101,534	109,411	101,534	109,411

p) Facility rental revenue

	For the three months ended June 30		For the six months ended June 30	
Name of related party	2026	2025	2026	2025
Taipei Fubon Bank Co., Ltd.	$ 226,012	173,687	422,904	349,947

q) Integrate business income

Name of related party	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Fubon Life Insurance Co., Ltd.	**$ 75,110**	**31,914**	**178,423**	**74,408**

r) Brokerage handling fee expense

Name of related party	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Taiwan Stock Exchange Corporation	$ 556,088	144,354	890,323	283,820
Taiwan Futures Exchange Corporation	54,643	42,804	107,621	79,717
Taipei Exchange	176,137	53,473	277,985	108,375
Total	**$ 786,868**	**240,631**	**1,275,929**	**471,912**

(v) Taipei Fubon Bank and its subsidiaries

1) Name and relationship with related party

Name of related party	Relationship with the Company
Fubon Financial Holding Co., Ltd.	Parent Company
Fubon Hyundai Life Insurance Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Futures Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Securities Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Life Insurance Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Insurance Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Asset Management Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Life Insurance (Hong Kong) Company Limited	Company controlled by Fubon Financial Holdings
Fubon Bank (Hong Kong) Limited	Company controlled by Fubon Financial Holdings
LINE Pay Taiwan Limited	Investments accounted for using equity method
Sichuan VipFubon Consumer Finance Ltd.	Investments accounted for using equity method

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of related party	Relationship with the Company
Xiamen Bank Co., Ltd.	Investments accounted for using equity method by Parent Company
Chung Hsing Land Development Co., Ltd.	A major shareholder of Fubon Financial Holdings
Taipei City Government and its subordinate agencies	A major shareholder of Fubon Financial Holdings
Taiwan Life Insurance Co., Ltd.	Related parties in substance
Taiwan Futures Exchange Corporation	Related parties in substance
CTBC Securities Co., Ltd.	Related parties in substance
momo.com Inc.	Related parties in substance
Taiwan Mobile Co., Ltd.	Related parties in substance
National Credit Card Center of R.O.C.	Related parties in substance (Note)
Taiwan VCM Corporation	Related parties in substance
TAIWAN CHINSAN ELECTRONIC INDUSTRIAL CO., LTD.	Related parties in substance
Thermaltake Technology Co., Ltd.	Related parties in substance
Swanson Plastics Corporation	Related parties in substance
Taiwan Line Tek Electronic Co., Ltd.	Related parties in substance
TAIWAN MINO GROUP CO., LTD.	Related parties in substance
TA-HO MARITIME CORPORATION	Related parties in substance
Yong Hsin Shing Ye Co., Ltd.	Related parties in substance
AIRITI INC.	Related parties in substance
TAITA CHEMICAL COMPANY, LIMITED	Related parties in substance
CGPC Polymer Corporation	Related parties in substance
GIGASTONE CORPORATION	Related parties in substance
PEGATRON CORPORATION	Related parties in substance
CHOW SANG SANG JEWELLERY (TAIWAN) LIMITED, TAIWAN BRANCH (BVI)	Related parties in substance
Winbond Electronics Corporation	Related parties in substance
ASUSTEK COMPUTER INC.	Related parties in substance
USI Green Energy Corporation	Related parties in substance
TAIWAN POWER COMPANY	Related parties in substance
Shin Hsi Yueh Co., Ltd.	Related parties in substance
MITAC COMPUTING TECHNOLOGY CORPORATION	Related parties in substance
SUNNY FRIEND ENVIRONMENTAL TECHNOLOGY CO., LTD.	Related parties in substance

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of related party	Relationship with the Company
KUANG HSIN PRINTING CO., LTD.	Related parties in substance
UCER ENTERPRISE CO., LTD.	Related parties in substance
CONCORD SYSTEM MANAGEMENT CORP.	Related parties in substance
Nanya Technology Corporation	Related parties in substance
CHINA GENERAL PLASTICS CORPORATION	Related parties in substance
ACME ELECTRONICS CORPORATION	Related parties in substance
HUNG CHOU FIBER INDUSTRIAL CO., LTD.	Related parties in substance
Taiwan Water Corporation	Related parties in substance
Acer Incorporated	Related parties in substance
YE SIANG ENTERPRISE CO., LTD.	Related parties in substance
Others	Directors, supervisors, managers, their spouses and relatives up to the second degree, affiliates and the related parties in substance

Note: The party is no longer considered a related party starting from the fourth quarter of 2025.

2) Significant transactions with related parties

a) Deposits

For the six months ended June 30, 2026			2025			For the six months ended June 30, 2025		
June 30, 2026 Ending balance	Interest rate/ service fee rate (%)	Interest Expense	December 31, 2025 Ending balance	Interest rate/ service fee rate (%)	Interest Expense	June 30, 2025 Ending balance	Interest rate/ service fee rate (%)	Interest Expense
$ 271,416,583	0~6.95	1,112,051	156,689,979	0~6.95	2,069,384	164,363,906	0~7.80	925,384

b) Due from banks

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Xiamen Bank Co., Ltd.	130,413	107,144	115,180
Fubon Bank (Hong Kong) Limited	147,224	213,335	262,472
Total	**$ 277,637**	**320,479**	**377,652**

(Continued)

c) Financial instruments

i) Transaction of derivative financial instruments

Units: In thousands of TWD

June 30, 2026						
Name of Related party	Derivative instruments	Contract period	Contract (notional) amount	Gains (losses) on valuation	Balance Sheet	
					Account	Balance
Fubon Life Insurance Co., Ltd.	Foreign currency swap contracts	2026.04.09-2026.09.14	$ 27,860,944	284,754	Valuation adjustment of financial asset measured at fair value through profit or loss	284,754
Fubon Hyundai Life Insurance Co., Ltd.	Non-deliverable forward exchange contracts	2026.04.17-2026.09.29	3,152,232	(29,831)	Valuation adjustment of financial liability measured at fair value through profit or loss	29,831
Fubon Hyundai Life Insurance Co., Ltd.	Non-deliverable forward exchange contracts	2026.04.02-2026.07.24	3,673,716	28,925	Valuation adjustment of financial asset measured at fair value through profit or loss	28,925
Taiwan Life Insurance Co., Ltd.	Foreign currency swap contracts	2021.07.08-2026.08.24	6,527,421	64,755	Valuation adjustment of financial asset measured at fair value through profit or loss	110,348
Acer Incorporated	Forward exchange contracts	2026.01.23-2026.11.30	2,683,658	(79,430)	Valuation adjustment of financial liability measured at fair value through profit or loss	79,430
Acer Incorporated	Foreign currency swap contracts	2026.06.26-2026.07.31	3,758,642	1,648	Valuation adjustment of financial asset measured at fair value through profit or loss	1,648
Fubon Financial Holding Co., Ltd.	Interest rate swap contracts	2026.06.11-2029.06.20	1,800,000	(6,104)	Valuation adjustment of financial liability measured at fair value through profit or loss	6,104
YE SIANG ENTERPRISE CO., LTD.	Foreign currency swap contracts	2026.03.11-2026.11.16	243,756	(2,045)	Valuation adjustment of financial liability measured at fair value through profit or loss	2,045

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of TWD

December 31, 2025						
Name of Related party	Derivative instruments	Contract period	Contract (notional) amount	Gains (losses) on valuation	Balance Sheet	
					Account	Balance
Fubon Life Insurance Co., Ltd.	Foreign currency swap contracts	2025.10.09-2026.04.13	$ 31,451,036	503,433	Valuation adjustment of financial asset measured at fair value through profit or loss	503,433
Fubon Life Insurance Co., Ltd.	Foreign currency swap contracts	2025.12.17-2026.01.09	4,717,655	(8,656)	Valuation adjustment of financial liability measured at fair value through profit or loss	8,656
Fubon Hyundai Life Insurance Co., Ltd.	Non-deliverable forward exchange contracts	2025.09.23-2026.03.23	1,509,650	26,635	Valuation adjustment of financial asset measured at fair value through profit or loss	26,635
Fubon Hyundai Life Insurance Co., Ltd.	Non-deliverable forward exchange contracts	2025.07.17-2026.03.23	1,403,749	(109,655)	Valuation adjustment of financial liability measured at fair value through profit or loss	109,655
Taiwan Life Insurance Co., Ltd.	Foreign currency swap contracts	2021.07.08-2026.07.13	7,233,738	178,173	Valuation adjustment of financial asset measured at fair value through profit or loss	226,114

Units: In thousands of TWD

June 30, 2025						
Name of Related party	Derivative instruments	Contract period	Contract (notional) amount	Gains (losses) on valuation	Balance Sheet	
					Account	Balance
Fubon Life Insurance Co., Ltd.	Foreign currency swap contracts	2025.06.06-2025.12.29	$ 16,870,963	157,690	Valuation adjustment of financial asset measured at fair value through profit or loss	157,690
Fubon Life Insurance Co., Ltd.	Foreign currency swap contracts	2025.01.22-2025.10.28	30,363,938	(2,370,042)	Valuation adjustment of financial liability measured at fair value through profit or loss	2,370,042
Fubon Hyundai Life Insurance Co., Ltd.	Non-deliverable forward exchange contracts	2025.06.19-2025.09.26	960,179	(4,301)	Valuation adjustment of financial liability measured at fair value through profit or loss	4,301
Taiwan Life Insurance Co., Ltd.	Non-deliverable forward exchange contracts	2025.04.01-2025.10.07	820,000	(92,502)	Valuation adjustment of financial liability measured at fair value through profit or loss	92,502
Taiwan Life Insurance Co., Ltd.	Foreign currency swap contracts	2021.07.08-2026.07.13	1,005,960	(15,586)	Valuation adjustment of financial asset measured at fair value through profit or loss	32,355
Taiwan Life Insurance Co., Ltd.	Foreign currency swap contracts	2025.03.10-2025.11.04	7,431,085	(302,641)	Valuation adjustment of financial liability measured at fair value through profit or loss	302,641

(Continued)

ii) The Company and its subsidiaries have acquired Fubon REIT I Fund and Fubon REIT II Fund as follows:

Name of related party		June 30, 2026	December 31, 2025	June 30, 2025
Fubon REIT I Fund	$	669,665	660,436	730,229
Fubon REIT II Fund		89,420	90,804	100,403
Total	**$**	**759,085**	**751,240**	**830,632**

d) Receivables

Name of related party		June 30, 2026	December 31, 2025	June 30, 2025
Fubon Securities Co., Ltd.	$	131,546	52,176	43,762
Fubon Life Insurance Co., Ltd.		1,055,187	199,924	932,050
Total	**$**	**1,186,733**	**252,100**	**975,812**

e) Receivables from income tax return filings

Name of related party		June 30, 2026	December 31, 2025	June 30, 2025
Fubon Financial Holding Co., Ltd.	**$**	**672,546**	**663,760**	**640,239**

f) Loans

For the six months ended June 30, 2026			2025			For the six months ended June 30, 2025		
June 30, 2026 Ending balance	Interest rate/ service fee rate (%)	Interest revenue	December 31, 2025 Ending balance	Interest rate/ service fee rate (%)	Interest revenue	June 30, 2025 Ending balance	Interest rate/ service fee rate (%)	Interest revenue
$ 29,885,334	0~15.00	**34,267**	**32,188,101**	0~15.00	**161,623**	**9,428,471**	0~15.00	**96,274**

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of TWD

June 30, 2026							
Category	Amount or name of related party	Highest balance	Ending balance	Compliance Situation		Type of collateral	Differences in transaction terms between related and non related parties
				Normal	Overdue		
Consumer loans	74	$ 68,409	54,193	✓	-	None	None
Residential mortgage loans	265	3,594,968	3,040,242	✓	-	Real estate	None
Others	Department of Rapid Transit Systems, Taipei City Government	4,264,287	2,450,000	✓	-	Credit guarantees	None
	Taiwan VCM Corporation	412,272	95,232	✓	-	Credit guarantees	None
	TAIWAN CHINSAN ELECTRONIC INDUSTRIAL CO., LTD.	400,000	400,000	✓	-	Credit guarantees	None
	Thermaltake Technology Co., Ltd.	380,000	288,000	✓	-	Credit guarantees	None
	Swanson Plastics Corporation	350,000	170,000	✓	-	Credit guarantees	None
	Taiwan Line Tek Electronic Co., Ltd.	228,000	148,000	✓	-	Credit guarantees	None
	TAIWAN MINO GROUP CO., LTD.	12,000	-	✓	-	Land, building and plant	None
	TA-HO MARITIME CORPORATION	162,000	162,000	✓	-	Ships	None
	Yong Hsin Shing Ye Co., Ltd.	28,000	28,000	✓	-	Land and building	None
	AIRITI INC.	15,833	11,667	✓	-	Credit guarantee fund	None
	TAITA CHEMICAL COMPANY, LIMITED	600,000	-	✓	-	Credit guarantees	None
	CGPC Polymer Corporation	200,000	-	✓	-	Credit guarantees	None
	GIGASTONE CORPORATION	95,772	-	✓	-	Credit guarantee fund, certificate of deposit by Taipei Fubon Bank Co., Ltd., cash or reserve account	None

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

June 30, 2026							
Category	Amount or name of related party	Highest balance	Ending balance	Compliance Situation		Type of collateral	Differences in transaction terms between related and non related parties
				Normal	Overdue		
Others	PEGATRON CORPORATION	$ 5,000,000	-	✓	-	Credit guarantees	None
	CHOW SANG SANG JEWELLERY (TAIWAN) LIMITED, TAIWAN BRANCH (BVI)	100,000	30,000	✓	-	Credit guarantees	None
	Winbond Electronics Corporation	1,540,000	1,300,000	✓	-	Plant (excluding land), machinery and equipment	None
	ASUSTEK COMPUTER INC.	5,698,584	3,500,000	✓	-	Credit guarantees	None
	USI Green Energy Corporation	35,000	-	✓	-	Credit guarantees	None
	TAIWAN POWER COMPANY	18,000,000	18,000,000	✓	-	Credit guarantees	None
	Shin Hsi Yueh Co., Ltd.	8,000	8,000	✓	-	Stocks of domestically listed companies	None
	MITAC COMPUTING TECHNOLOGY CORPORATION	980,124	-	✓	-	Credit guarantees	None
	SUNNY FRIEND ENVIRONMENTAL TECHNOLOGY CO., LTD.	200,000	200,000	✓	-	Credit guarantees	None
Total		$ 42,373,249	29,885,334				

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of TWD

December 31, 2025							
Category	Amount or name of related party	Highest balance	Ending balance	Compliance Situation		Type of collateral	Differences in transaction terms between related and non related parties
				Normal	Overdue		
Consumer loans	67	$ 56,015	37,769	✓	-	None	None
Residential mortgage loans	268	3,717,853	2,814,212	✓	-	Real estate	None
Others	Department of Rapid Transit Systems, Taipei City Government	4,910,657	4,264,287	✓	-	Credit guarantees	None
	Department of Finance, Taipei City Government	15,300,000	-	✓	-	Credit guarantees	None
	Department of Urban Development, Taipei City Government	42,880	-	✓	-	Credit guarantees	None
	Nanya Technology Corporation	700,000	-	✓	-	Credit guarantees	None
	Taiwan VCM Corporation	499,968	238,080	✓	-	Credit guarantees	None
	TAITA CHEMICAL COMPANY, LIMITED	400,000	400,000	✓	-	Credit guarantees	None
	TAIWAN CHINSAN ELECTRONIC INDUSTRIAL CO., LTD.	400,000	395,000	✓	-	Credit guarantees	None
	Thermaltake Technology Co., Ltd.	391,020	390,000	✓	-	Credit guarantees	None
	Swanson Plastics Corporation	350,000	-	✓	-	Credit guarantees	None
	CHINA GENERAL PLASTICS CORPORATION	360,000	-	✓	-	Credit guarantees	None
	ACME ELECTRONICS CORPORATION	59,000	-	✓	-	Credit guarantees	None
	TAIWAN MINO GROUP CO., LTD.	68,700	-	✓	-	Land, building and certificate of deposit by Taipei Fubon Bank Co., Ltd.	None
	CGPC Polymer Corporation	150,000	40,000	✓	-	Credit guarantees	None

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

December 31, 2025							
Category	Amount or name of related party	Highest balance	Ending balance	Compliance Situation		Type of collateral	Differences in transaction terms between related and non related parties
				Normal	Overdue		
Others	Taiwan Line Tek Electronic Co., Ltd.	$ 298,000	228,000	✓	-	Credit guarantees	None
	TA-HO MARITIME CORPORATION	287,800	162,000	✓	-	Ships	None
	HUNG CHOU FIBER INDUSTRIAL CO., LTD.	54,000	-	✓	-	Credit guarantees	None
	Taiwan Water Corporation	100,000	-	✓	-	Credit guarantees	None
	Yong Hsin Shing Ye Co., Ltd.	28,000	28,000	✓	-	Building and land for construction	None
	KUANG HSIN PRINTING CO., LTD.	8,000	-	✓	-	Land and building	None
	AIRITI INC.	20,000	16,667	✓	-	Credit guarantee fund	None
	UCER ENTERPRISE CO., LTD.	41,000	-	✓	-	Land and building	None
	GIGASTONE CORPORATION	78,592	54,086	✓	-	Credit guarantee fund, certificate of deposit by Taipei Fubon Bank Co., Ltd., cash or reserve account	None
	PEGATRON CORPORATION	5,000,000	5,000,000	✓	-	Credit guarantees	None
	CHOW SANG SANG JEWELLERY (TAIWAN) LIMITED, TAIWAN BRANCH (BVI)	100,000	100,000	✓	-	Credit guarantees	None
	ASUSTEK COMPUTER INC.	10,500,000	-	✓	-	Credit guarantees	None
	USI Green Energy Corporation	185,000	20,000	✓	-	Credit guarantees	None
	TAIWAN POWER COMPANY	23,000,000	18,000,000	✓	-	Credit guarantees	None
	CONCORD SYSTEM MANAGEMENT CORP.	60,000	-	✓	-	Credit guarantees	None
Total		$ 67,166,485	32,188,101				

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of TWD

June 30, 2025							
Category	Amount or name of related party	Highest balance	Ending balance	Compliance Situation		Type of collateral	Differences in transaction terms between related and non related parties
				Normal	Overdue		
Consumer loans	58	$ 36,519	28,711	✓	-	None	None
Residential mortgage loans	266	3,098,219	2,506,594	✓	-	Real estate	None
Others	Department of Rapid Transit Systems, Taipei City Government	4,910,657	4,910,657	✓	-	Credit guarantees	None
	Department of Finance, Taipei City Government	15,300,000	-	✓	-	Credit guarantees	None
	Department of Urban Development, Taipei City Government	42,880	16,324	✓	-	Credit guarantees	None
	Taiwan VCM Corporation	499,968	380,928	✓	-	Credit guarantees	None
	TAIWAN CHINSAN ELECTRONIC INDUSTRIAL CO., LTD.	400,000	400,000	✓	-	Credit guarantees	None
	Thermaltake Technology Co., Ltd.	391,020	391,020	✓	-	Credit guarantees	None
	Taiwan Line Tek Electronic Co., Ltd.	228,000	228,000	✓	-	Credit guarantees	None
	TAIWAN MINO GROUP CO., LTD.	68,700	54,800	✓	-	Land, building and certificate of deposit by Taipei Fubon Bank Co., Ltd.	None
	TA-HO MARITIME CORPORATION	40,950	37,800	✓	-	Ships	None
	Taiwan Water Corporation	100,000	50,000	✓	-	Credit guarantees	None
	Yong Hsin Shing Ye Co., Ltd.	28,000	28,000	✓	-	Building and land for construction	None
	KUANG HSIN PRINTING CO., LTD.	8,000	8,000	✓	-	Land and building	None
	AIRITI INC.	20,000	20,000	✓	-	Credit guarantee fund	None
	UCER ENTERPRISE CO., LTD.	31,000	-	✓	-	Land and building	None

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

June 30, 2025							
Category	Amount or name of related party	Highest balance	Ending balance	Compliance Situation		Type of collateral	Differences in transaction terms between related and non related parties
				Normal	Overdue		
Others	Nanya Technology Corporation	$ 700,000	-	✓	-	Credit guarantees	None
	TAITA CHEMICAL COMPANY, LIMITED	290,000	-	✓	-	Credit guarantees	None
	CHINA GENERAL PLASTICS CORPORATION	100,000	100,000	✓	-	Credit guarantees	None
	CGPC Polymer Corporation	150,000	150,000	✓	-	Credit guarantees	None
	HUNG CHOU FIBER INDUSTRIAL CO., LTD.	54,000	-	✓	-	Credit guarantees	None
	GIGASTONE CORPORATION	74,017	67,637	✓	-	Credit guarantee fund, certificate of deposit by Taipei Fubon Bank Co., Ltd., cash or reserve account	None
	PEGATRON CORPORATION	4,000,000	-	✓	-	Credit guarantees	None
	CHOW SANG SANG JEWELLERY (TAIWAN) LIMITED, TAIWAN BRANCH (BVI)	50,000	50,000	✓	-	Credit guarantees	None
Total		$ 30,621,930	9,428,471				

Under Banking Act No. 32 and No. 33, except for consumer and government loans, credits extended by Taipei Fubon Bank to any related party should be fully secured, and the credit terms for related parties should be similar to those for unrelated parties.

(Continued)

g) Other financial assets

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Sichuan VipFubon Consumer Finance Ltd.	**$ 2,343,881**	**-**	**834,897**

h) Refundable deposits

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Taiwan Futures Exchange Corporation	$ 154,482	345,545	237,207
Fubon Futures Co., Ltd.	111,784	169,996	162,077
Total	**$ 266,266**	**515,541**	**399,284**

In addition to the above, as of June 30, 2025, Taipei Fubon Bank provided refundable deposits of $1,055,370 thousand and government bonds with a face value of $2,644,900 thousand to the National Credit Card Center of R.O.C. as preparation funds for credit card transaction payments, as well as for credit card clearing and risk guarantees.

i) Guarantees

Units: In thousands of TWD

June 30, 2026					
Related party	Highest balance for the period	Ending balance	Provision	Rates (%)	Type of collateral
Thermaltake Technology Co., Ltd.	$ 120,000	108,000	1,080	0.70%	Credit guarantees

j) Discretionary investment from related parties

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Fubon Asset Management Co., Ltd.	**$ 2,324,814**	**-**	**-**

k) Service fees income

Name of related party	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
Fubon Life Insurance Co., Ltd.	$ 3,289,908	2,531,419	7,081,965	5,426,595
Fubon Securities Co., Ltd.	252,936	79,723	407,865	161,757
momo.com Inc.	179,561	165,319	342,160	331,950
Fubon Life Insurance (Hong Kong) Company Limited	68,136	78,345	229,680	154,896
Fubon Asset Management Co., Ltd.	140,998	31,506	206,051	74,919
Fubon Insurance Co., Ltd.	91,785	81,230	178,386	159,983
Taiwan Mobile Co., Ltd.	66,847	61,985	125,550	125,504
Total	**$ 4,090,171**	**3,029,527**	**8,571,657**	**6,435,604**

For general consumption transactions of certain Taipei Fubon Bank credit cards, transaction fees are settled through the domestic clearing system and collected from various card-issuing institutions. For the six months ended June 30, 2025, Taipei Fubon Bank collected handling fee income of $2,209,132 thousand through the National Credit Card Center of R.O.C.

l) Service fee expenses

Name of related party	For the three months ended June 30		For the six months ended June 30	
	2026	2025	2026	2025
LINE Pay Taiwan Limited	$ 228,106	133,186	445,774	417,266
momo.com Inc.	93,526	104,908	207,403	231,516
Total	**$ 321,632**	**238,094**	**653,177**	**648,782**

For general consumption transactions of certain Taipei Fubon Bank credit cards, transaction fees are settled through the domestic clearing system and paid to various card-issuing institutions. For the six months ended June 30, 2025, Taipei Fubon Bank paid handling fee expenses of $507,388 thousand through the National Credit Card Center of R.O.C.

m) Other expenses

Name of related party	Item	For the three months ended June 30		For the six months ended June 30	
		2026	2025	2026	2025
momo.com Inc.	Advertising expenses and other expenses	$ 79,431	114,435	172,514	246,944

n) Lease

Rents from related parties

i) Right-of-use asset

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Chung Hsing Land Development Co., Ltd.	$ 337,629	448,942	562,099
Fubon Life Insurance Co., Ltd.	189,407	128,662	276,312
Fubon REIT II Fund	186,596	109,427	160,729
Fubon Insurance Co., Ltd.	119,282	158,609	198,587
Total	$ 832,914	845,640	1,197,727

ii) Lease liability

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Chung Hsing Land Development Co., Ltd.	$ 349,616	461,681	568,504
Fubon Life Insurance Co., Ltd.	205,111	141,786	293,966
Fubon REIT II Fund	189,201	112,891	164,003
Fubon Insurance Co., Ltd.	122,648	161,886	200,261
Total	$ 866,576	878,244	1,226,734

o) Acquisition of property and equipment-transaction of debt instrument

i) Repurchase agreement

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Directors, supervisors, managers, their spouses and relatives up to the second degree, affiliates and the related parties in substance	$ 3,980,794	5,628,642	3,962,269

ii) Resell agreement

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
CTBC Securities Co., Ltd.	$ 300,000	1,860,083	2,009,668

(vi) Fubon Bank (Hong Kong)

1) Name and relationship with related party

Name of related party	Relationship with the Company
Fubon Life Insurance (Hong Kong) Company Limited	Company controlled by Fubon Financial Holdings
Others	Directors, supervisors, managers, their spouses and relatives up to the second degree, affiliates and the related parties in substance

2) Significant transactions with related parties

a) Deposits in related parties

	June 30, 2026		December 31, 2025		June 30, 2025	
Name of related party	Amount	Interest rate range %	Amount	Interest rate range %	Amount	Interest rate range %
Others	$ 359,518	0~0.50	491,462	0~4.00	483,068	0~3.35

b) Other revenue

		For the three months ended June 30		For the six months ended June 30	
Name of related party	Item	2026	2025	2026	2025
Fubon Life Insurance (Hong Kong) Company Limited	Commissions	$ 241,846	187,499	540,901	308,478

(vii) Fubon Financial Holding Venture Capital and its subsidiaries

1) Name and relationship with related party

Name of related party	Relationship with the Company
Taipei Fubon Bank Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Life Insurance Co., Ltd.	Company controlled by Fubon Financial Holdings

2) Significant transactions with related parties

a) Bank deposits

Name of related party	June 30, 2026 Amount	June 30, 2026 Interest rate range %	December 31, 2025 Amount	December 31, 2025 Interest rate range %	June 30, 2025 Amount	June 30, 2025 Interest rate range %
Taipei Fubon Bank Co., Ltd.	$ 402,200	0.01~0.64	389,232	0.01~0.64	515,195	0.03~0.70

b) Sponsorship income, sales revenue and royalty income

Name of related party	For the three months ended June 30 2026	For the three months ended June 30 2025	For the six months ended June 30 2026	For the six months ended June 30 2025
Fubon Life Insurance Co., Ltd.	$ 64,344	50,550	131,507	98,921

(viii) Fubon Insurance Agency Co. Ltd.

1) Name and relationship with related party

Name of related party	Relationship with the Company
Fubon Insurance Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Life Insurance Co., Ltd.	Company controlled by Fubon Financial Holdings

2) Significant transactions with related parties

a) Receivables

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Fubon Insurance Co., Ltd.	$ 249,413	188,714	202,932

b) Other revenue

Name of related party	Item	For the three months ended June 30 2026	For the three months ended June 30 2025	For the six months ended June 30 2026	For the six months ended June 30 2025
Fubon Life Insurance Co., Ltd.	Commissions and interest	$ 78,203	85,090	159,139	161,070
Fubon Insurance Co., Ltd.	Commissions and interest	200,810	170,778	398,532	354,172
Total		$ 279,013	255,868	557,671	515,242

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(ix) Fubon Asset Management and its subsidiaries

1) Name and relationship with related party

Name of related party	Relationship with the Company
Taipei Fubon Bank Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Life Insurance Co., Ltd.	Company controlled by Fubon Financial Holdings
Fubon Securities Co., Ltd.	Company controlled by Fubon Financial Holdings
Funds managed by Fubon Asset Management (Note)	Related parties in substance

Note: The Company and its subsidiaries re-identified related parties in accordance with the Accounting Research and Development Foundation' s IFRS Q&A, "Clarification on the Identification of Related Parties," issued on June 16, 2025, and determined that the Funds managed by Fubon Asset Management are not related parties. In accordance with the Securities and Futures Bureau' s Q&A issued on July 11, 2025, the Company and its subsidiaries did not restate comparative period information nor retrospectively adjust previously identified and disclosed related party relationships and transactions.

2) Significant transactions with related parties

a) Bank deposits

i) Bank deposits

	June 30, 2026		December 31, 2025		June 30, 2025	
Name of related party	Amount	Interest rate range %	Amount	Interest rate range %	Amount	Interest rate range %
Taipei Fubon Bank Co., Ltd.	$ 373,772	0.03~0.64	287,682	0.03~0.64	147,448	0.03~0.67

ii) Restricted bank deposits

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Taipei Fubon Bank Co., Ltd.	$ 122,021	122,021	122,021

(Continued)

b) The details of the fund' s balance from Fubon Asset Management were as follows:

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Funds managed by Fubon Asset Management	$ -	-	807,801

c) Receivables

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Funds managed by Fubon Asset Management	$ -	-	259,710
Fubon Life Insurance Co., Ltd.	5,800	207,374	2,221
Total	$ 5,800	207,374	261,931

d) Management income

	For the three months ended June 30		For the six months ended June 30	
Name of related party	2026	2025	2026	2025
Funds managed by Fubon Asset Management	$ -	708,486	-	1,334,855

e) The Company and its subsidiaries hold the funds issued by Fubon Asset Management which is traded outside the exchange market (excluding the index funds)

Name of related party	June 30, 2026	December 31, 2025	June 30, 2025
Funds managed by Fubon Asset Management	$ -	-	7,136,321

f) Fubon Asset Management Co., Ltd. and its subsidiaries paid consideration of $365,662 thousand to Fubon Securities Co., Ltd. for the acquisition of Jih Sun Securities Investment Trust Enterprise Co., Ltd. ("Jih Sun SITE") through an absorption merger in 2025.

(x) Fubon Asset Management Service Co., Ltd.: None

(8) Pledged assets

The fair value of assets provided by the Company and its subsidiaries for being pledged as collateral is as follows:

Pledged assets	Purpose of pledge	June 30, 2026	December 31, 2025	June 30, 2025
Demand deposits (accounted for other financial assets)	Performance bond	$ 15,000	15,000	15,000
Demand deposits (accounted for other financial assets)	Bank loans	231,184	124,417	-
Demand deposits (accounted for other financial assets)	Note 1	-	-	218,099
Demand deposits (accounted for refundable deposits)	Performance bonds and rental deposits (including superficies-related deposits)	81,211	46,559	34,650
Checking accounts (accounted for other financial assets)	Note 1	19,304	-	-
Time deposits (accounted for refundable deposits)	Guarantee deposits for Insurance business	1,148,228	1,035,602	961,442
Time deposits (accounted for refundable deposits)	Superficies performance bond	1,352,482	1,352,406	1,352,274
Negotiable certificate of deposit issued by the CBC (accounted for debt investments measured at amortized cost)	Collaterals for day term overdraft as liquidity reserve, collaterals for call loans of foreign currency and USD clearing transaction warrant	24,000,000	23,497,591	23,498,602
Due from banks (accounted for other financial assets)	Note 1	512,846	508,927	508,927

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Pledged assets	Purpose of pledge	June 30, 2026	December 31, 2025	June 30, 2025
Government bonds (accounted for financial assets measured at fair value through other comprehensive income)	Note 1	$ 2,989,756	2,201,259	896,070
Government bonds (accounted for debt investments measured at amortized cost)	Note 1	8,743,918	7,999,540	7,254,248
Government bonds (accounted for refundable deposits)	Guarantee deposits for Insurance business	17,677,801	17,731,771	17,650,167
Corporate bonds (accounted for debt investments measured at amortized cost)	Note 1	821,160	871,920	552,200
Asset securitization products (accounted for debt investments measured at amortized cost)	Note 1	2,709,828	1,504,062	110,440
Asset securitization products (accounted for financial assets measured at fair value through other comprehensive income)	Note 1	595,201	174,384	-
Stocks (accounted for Investments accounted for using equity method) (Note 2)	Bank loans	1,298,514	1,296,998	1,294,616

(Continued)

Pledged assets	Purpose of pledge	June 30, 2026	December 31, 2025	June 30, 2025
Investment property-land and buildings (accounted for assets classified as held for sale)	Bank loans	$ -	586,000	586,000
Investment property-land and buildings (accounted for investment properties)	Bank loans	425,370	2,454,388	5,149,319
Property and equipment-land, buildings and equipment (accounted for properties and equipment)	Bank loans	3,230,700	3,565,000	1,330,835
Total		**$ 65,852,503**	**64,965,824**	**61,412,889**

Note 1: Those pledged assets had been placed with (a) courts for meeting requirements for judiciary provisional seizure of debtors' property, (b) the National Credit Card Center for the Bank' s potential obligations on credit card activities, (c) the Central Bank for the Bank' s potential obligations on its trust activities, (d) foreign governments for the Bank's potential obligations on its overseas operations, (e) transactions for bonds business, (f) collaterals for derivatives transactions, (g) overdrafts of collateral , (h) securities brokerage deposit, (i) collaterals required for capital scheduling and (j) claims litigation.

Note 2: This transaction had already been eliminated in the preparation of the consolidated financial statements.

(9) Commitments and contingencies:

(a) Taipei Fubon Bank and its subsidiaries

(i) Except for disclosed in other notes of consolidated financial statements, Taipei Fubon Bank and its subsidiary had commitments as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Undrawn credit card commitments	$ 817,417,766	808,543,096	801,405,103
Collections for customers	22,081,788	23,899,811	22,677,771
Agency loans payable	610,876	696,164	789,108
Designated deposits	281,266	238,517	446,670
Designated loans	281,266	238,517	446,670
Designated financial management	16,693,943	16,355,176	5,324,676
Marketable securities under custody	714,194,977	625,087,881	607,143,873
Management for book-entry government bonds	162,650,000	131,886,700	151,776,000

(ii) Taipei Fubon Bank and its subsidiaries' capital expenditure commitment were $1,440,410 thousand, $1,488,230 thousand and $1,349,062 thousand as of June 30, 2026, December 31 and June 30, 2025.

(iii) As of June 30, 2026, December 31 and June 30, 2025, the unfunded commitments (ceiling) of Taipei Fubon Bank and its subsidiaries' private fund agreements were as below (in thousands):

	June 30, 2026	December 31, 2025	June 30, 2025
USD	**$ 1,349**	**1,522**	**1,732**

(b) Fubon Life Insurance and its subsidiaries

(i) Fubon Life Insurance and its subsidiaries generate contingent liabilities through lawsuits from daily operating activities, besides from already estimated reserve for liabilities, there are lawsuits cases that are still on the go, which are all commissioned to Fubon Life Insurance and its subsidiaries' legal service unit or lawyers. Once Fubon Life Insurance and its subsidiaries acquire professional advice and estimated reasonable amount of money, Fubon Life Insurance and its subsidiaries will recognize the loss.

(ii) Significant unrecognized commitment

1) The signed but unrecognized new construction contracts of investment and owner-occupied properties and equipment of Fubon Life Insurance and its subsidiaries were as below (in thousands):

	June 30, 2026	December 31, 2025	June 30, 2025
New construction	$ 47,721,633	39,833,719	45,436,044
Equipment	672,857	684,869	1,596,132
Total	**$ 48,394,490**	**40,518,588**	**47,032,176**

2) The signed but unrecognized contracts of foreign real estate renovation and repairment projects of Fubon Life Insurance and its subsidiaries were as below (in thousands):

	June 30, 2026	December 31, 2025	June 30, 2025
EUR	**$ 6,221**	**16,526**	**30,049**
GBP	**$ 618**	**2,986**	**10,095**

(iii) The unfunded commitments (ceiling) of Fubon Life Insurance and its subsidiaries' private fund agreements were as below (in thousands):

	June 30, 2026	December 31, 2025	June 30, 2025
USD	**$ 4,396,315**	**3,754,585**	**3,827,722**
EUR	**$ 701,179**	**619,681**	**678,724**
KRW	**$ 92,699,546**	**103,281,690**	**77,843,311**
TWD	**$ 458,106**	**592,031**	**547,713**

Note: The unfunded commitments do not include the commitments which have been traded but not settled.

(iv) The uninvested commitments (ceiling) of Fubon Life Insurance and its subsidiaries' equity investment agreements were as below:

Name of investor company	Name of investee company	June 30, 2026	December 31, 2025	June 30, 2025
Fubon Life Insurance	Aquastar Energy Corporation	$ 68,070	68,070	232,020
Fubon Life Insurance	Whole Max Green Power Co., Ltd.	-	-	150,000
Fubon Life Insurance	Fubon Green Power Co., Ltd.	5,250,000	5,250,000	5,250,000
Fubon Life Insurance	Star Shining 2 Energy Corporation	379,500	709,500	-
		$ 5,697,570	**6,027,570**	**5,632,020**

(v) In the irrevocable loan contracts signed by Fubon Life Insurance and its subsidiaries for their credit business, the undisbursed loan amounts were as follows:

	June 30, 2026	December 31, 2025	June 30, 2025
Undisbursed loan	**$ -**	**1,534,395**	**3,963,346**

(vi) In June 2024, Fubon Green Power entered into a 10-year operation management consulting agreement with HD Renewable Energy Co., Ltd., who will provide operation management consulting services for solar or energy storage plants to Fubon Green Power. Since the consultancy fees will be calculated based on total installed capacity of solar or energy storage plants, the amount cannot be reliably measured at this time.

(vii) As of June 30, 2026, Fubon Green Power issued a letter of support to the financial institution to assist the sub subsidiary, Sumray Power Company, to fulfill its financial obligations in applying for a credit line of $2,590,000 thousand.

(c) Fubon Insurance and its subsidiaries

(i) Fubon Insurance and its subsidiaries have several insurance disputes and are requested to pay indemnities amounting to approximately $606,399 thousand, of which approximately $352,420 thousand has been reinsured. The remaining amount has been included in incurred claims liabilities. These cases were still pending with the district court and have not been resolved as of June 30, 2026.

(ii) The unfunded commitments (ceiling) of Fubon Insurance and its subsidiaries' private equity agreements were as below (in thousands):

	June 30, 2026	December 31, 2025	June 30, 2025
USD	$ 13,979	13,808	13,130
EUR	$ 6,969	12,648	12,036

Note: The unfunded commitments do not include the commitments which have been traded but not settled.

(iii) As of June 30, 2026, Fubon Insurance and its subsidiaries had signed an engineering contract with the building contractor for the construction of the new building, and the total price was $2,794,394 thousand. The unpaid amount was $565,618 thousand.

(10) Losses Due to Major Disasters: None.

(11) Subsequent Events

(a) On July 2, 2026, Fubon Life Insurance obtained approval from the MOEA under Letter No. Jing-Shou-Shen-Zi 11520064280 to participate in the capital increase of Fubon MTL Property (Jersey) Limited, using the principal amount of GBP 143,475 thousand as consideration. The capital increase is expected to be completed in the third quarter.

(b) Fubon Bank (Hong Kong) Limited, a subsidiary of the Group, issued US$300 million of 10 year subordinated notes on 14 July 2026 to strengthen its capital structure and enhance its capital adequacy ratio, bearing a coupon rate of 5.375% and maturing on 14 July 2036. The notes qualify as Tier 2 Capital under Hong Kong's Banking (Capital) Rules.

(c) On July 20, 2026, Fubon Life Insurance obtained approval from the FSC under Letter No. Jin-Guan-Bao-Shou-Zi 1150424901 to participate in the cash capital increase of Bow Bells House (Jersey) Limited in the amount of GBP 8,600 thousand. Fubon Life Insurance will subsequently apply to the Department of Investment Review of the MOEA for approval.

(d) On July 27, 2026, Fubon Life Singapore Pte. Ltd., a wholly-owned offshore funding subsidiary of Fubon Life Insurance, completed the issuance of US$350 million of 15-year unsecured cumulative subordinated bonds (non-callable for the first 10 years), which are fully guaranteed by Fubon Life Insurance. The issuance was undertaken to strengthen the working capital of Fubon Life Insurance, enhance its financial and capital structure, and improve its capital adequacy.

(Continued)

(e) On May 13, 2026, the Board of Directors of Taipei Fubon Bank, acting on behalf of the shareholders' meeting, approved a capitalization of retained earnings of $346,374 thousand through the issuance of 34,637 thousand new shares. The capital increase became effective on July 28, 2026 upon filing with the Securities and Futures Bureau of the FSC. The record date for the capitalization of retained earnings was August 11, 2026.

(f) On August 3, 2026, the Board of Directors of Fubon Futures approved the issuance of secured subordinated corporate bonds with an aggregate principal amount of up to $2,500,000 thousand. Each bond will have a face value of $1,000 thousand and a maturity of up to ten years. The bonds may be issued in a single tranche or in multiple tranches, subject to market conditions.

(g) The Board of Directors of Fubon Futures, acting on behalf of the shareholders' meeting, approved a capitalization of retained earnings of $279,451 thousand through the issuance of 27,945 thousand new shares on June 9, 2026. The capital increase became effective on August 10, 2026 upon filing with the Securities and Futures Bureau of the Financial Supervisory Commission. The record date for the capitalization of retained earnings was August 31, 2026.

(h) The Board of Directors of Fubon Life Insurance approved the proposed early redemption of the 2016 First Issue of Perpetual Cumulative Subordinated Corporate Bonds issued by Fubon Life Insurance on August 14, 2026. In accordance with the terms and conditions of the bonds, the redemption will be made at the aggregate principal amount of $28.5 billion plus accrued interest. Fubon Life Insurance will subsequently apply to the Insurance Bureau of the FSC for approval.

(12) Other

(a) The US stocks had plummeted on February 6, 2018, resulting in the equity of customer margin to be negative. The clients of Fubon Futures Co., Ltd. breached the contract due to their failure to fully pay the additional guarantee deposits within three working days after having been noticed. Therefore, Fubon Futures Co., Ltd. had to recognize the future exchanges margins receivable with the approximate amount of $185 million. This matter had been reported to the Taiwan Futures Exchange. As of June 30, 2026, the unpaid amount was $141,922 thousand. After considering the actual recovery situation, Fubon Futures Co., Ltd. had recognized the allowance for doubtful accounts amounting to $136,174 thousand.

(b) Business or trading behaviors within subsidiaries:

(i) Business or trading behaviors:

Please refer to note 7 for related-party transactions.

(ii) Integrate business activities:

Subsidiaries operating in cross-selling, under the Company, included Taipei Fubon Bank Co. Ltd., Fubon Insurance Co. Ltd., Fubon Life Insurance Co. Ltd., Fubon Securities Co. Ltd., Fubon Futures Co. Ltd. and Fubon Insurance Agency Co. Ltd. The cooperation among the subsidiaries, from planning their products, advocating different channels to train their personnel on cross-selling, and increasing cooperation in digital service, makes their relationship much closer and brings multi-business benefits.

(iii) Cross utilization of information:

In accordance with Financial Holding Company Act, Marketing Collaboration Agreement for Financial Holdings Company and its subsidiaries, and the Personal Data Protection Act, the Company and its subsidiaries which joined the cross-selling business signed the "Agreement of Privacy Exchange" to keep the customers' data confidential or to limit the use of the data. In addition, they also announced the "Jointly Privacy Statement" and disclosed the statement in each subsidiary's website and the Company's website, as well as facilitate customers to online searching and browsing.

(iv) Locations and business utilities:

The Company has been approved to conduct integrate business activities in "operation place" by the authorities. Thus, the customers can directly handle their relevant businesses in banking, securities and futures operation places.

(v) Allocation on revenues, costs, expenses, profits and losses:

Allocation of revenue, cost and expense is calculated based on the proportion of actual sales among subsidiaries. For the six months ended June 30, 2026 and 2025, the estimated amounts were as follows:

	For the six months ended June 30	
	2026	2025
Fubon Insurance	$ 1,602,158	1,486,813
Taipei Fubon Bank	7,149	9,387
Fubon Life Insurance	256,149	131,768
Fubon Securities	344,989	117,469
Fubon Futures	297	368

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(c) Capital adequacy ratios

Unit: In thousands of TWD, %

June 30, 2026			
Item	**Ownership interest**	**Eligible capital**	**Legal capital**
The Company	100.00	1,267,370,279	1,474,637,285
Taipei Fubon Bank	100.00	382,644,652	261,688,822
Fubon Bank (Hong Kong)	100.00	69,482,188	42,900,493
Fubon Bank (China)	42.08	27,226,902	20,443,374
Fubon Securities	100.00	60,113,421	36,984,858
Fubon Insurance and Fubon Life Insurance	100.00	766,274,346	535,109,131
Fubon Asset Management	100.00	4,770,564	2,905,856
Fubon Financial Holding Venture Capital	53.80	7,521,165	3,813,616
Others	100.00	2,558,353	2,098,358
Less: deductible items		(1,467,020,174)	(1,447,316,354)
Subtotal		1,120,941,696	933,265,439
Consolidated capital adequacy ratio			120.11

Unit: In thousands of TWD, %

June 30, 2025			
Item	**Ownership interest**	**Eligible capital**	**Legal capital**
The Company	100.00	815,916,059	1,017,252,851
Taipei Fubon Bank	100.00	346,240,751	233,225,283
Fubon Bank (Hong Kong)	100.00	60,461,431	34,535,887
Fubon Bank (China)	42.08	23,398,377	16,519,204
Fubon Securities	100.00	45,128,895	22,925,576
Fubon Insurance and Fubon Life Insurance	100.00	820,133,756	408,127,650
Fubon Asset Management	100.00	4,164,718	2,455,404
Fubon Financial Holding Venture Capital	53.80	6,471,341	3,262,307
Others	100.00	2,825,515	2,086,446
Less: deductible items		(1,069,501,216)	(981,927,449)
Subtotal		1,055,239,627	758,463,159
Consolidated capital adequacy ratio			139.13

(Continued)

(d) Eligible capital

Unit: In thousands of TWD

June 30, 2026	
Item	**Amount**
Common stock	140,073,649
Tier 1 Capital Instruments	15,999,900
Other preferred stock and subordinated bonds	-
Advanced Capital	-
Capital surplus	154,729,723
Legal reserve	130,031,454
Special reserve	142,752,980
Accumulated profit and loss	619,638,873
Equity adjustment	64,423,206
Less: Goodwill and other intangible assets	7,039
Less: Deferred assets	272,467
Less: Treasury stock	-
Consolidated eligible capital	1,267,370,279

Unit: In thousands of TWD

June 30, 2025	
Item	**Amount**
Common stock	140,073,649
Tier 1 Capital Instruments	15,999,900
Other preferred stock and subordinated bonds	-
Advanced Capital	-
Capital surplus	155,004,356
Legal reserve	117,866,081
Special reserve	125,798,461
Accumulated profit and loss	391,045,244
Equity adjustment	(129,590,495)
Less: Goodwill and other intangible assets	8,451
Less: Deferred assets	272,686
Less: Treasury stock	-
Consolidated eligible capital	815,916,059

Note: Common stock includes NT$3,416,430 thousand of stock dividends to be distributed.

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(e) Please refer to Schedule (I) for the summary of aggregate credit extensions, guarantee and other transactions made by all subsidiaries of the financial holding company with the same person, same related party or the same affiliate enterprise.

(f) Financial information classified by business type:

For the six months ended June 30, 2026

Units: In thousands of TWD

Business type / Item	Banking	Insurance	Securities	Others and Adjustment and elimination	Consolidation
Net interest revenue	41,604,048	69,860,686	1,247,096	(635,152)	112,076,678
Net non-interest revenue	24,123,450	19,437,199	23,146,213	(6,315,278)	60,391,584
Net revenue	65,727,498	89,297,885	24,393,309	(6,950,430)	172,468,262
Bad debt expenses and guarantee liability provisions	(4,183,536)	(1,249,309)	(2,278)	(11,867)	(5,446,990)
Operating expenses in insurance	-	(14,832,164)	-	-	(14,832,164)
Operating expenses	(25,842,488)	(5,742,266)	(10,865,990)	4,510,492	(37,940,252)
Income from continuing operations before income tax	35,701,474	67,474,146	13,525,041	(2,451,805)	114,248,856
Income tax expense	(5,626,586)	(5,824,687)	(1,616,189)	(3,400,800)	(16,468,262)
Net income	30,074,888	61,649,459	11,908,852	(5,852,605)	97,780,594

For the six months ended June 30, 2025

Units: In thousands of TWD

Business type / Item	Banking	Insurance (Restated)	Securities	Others and Adjustment and elimination (Restated)	Consolidation (Restated)
Net interest revenue	33,170,012	52,831,623	1,244,332	(422,581)	86,823,386
Net non-interest revenue	21,051,141	(160,666,462)	10,606,059	(4,874,154)	(133,883,416)
Net revenue	54,221,153	(107,834,839)	11,850,391	(5,296,735)	(47,060,030)
Bad debt expenses and guarantee liability provisions	(3,659,056)	(326,475)	(1,163)	(11,389)	(3,998,083)
Operating expenses in insurance	-	30,817,980	-	-	30,817,980
Operating expenses	(23,321,707)	(3,880,804)	(6,361,718)	3,493,621	(30,070,608)
Income (loss) from continuing operations before income tax	27,240,390	(81,224,138)	5,487,510	(1,814,503)	(50,310,741)
Income tax (expense) profit	(4,241,821)	2,720,296	(923,440)	(4,028,490)	(6,473,455)
Net income (loss)	22,998,569	(78,503,842)	4,564,070	(5,842,993)	(56,784,196)

(Continued)

g) Financial statements of Fubon Financial Holding Co., Ltd.

FUBON FINANCIAL HOLDING CO., LTD.

Balance Sheets

June 30, 2026, December 31, June 30 and January 1, 2025

(Expressed in thousands of New Taiwan Dollars)

Assets	June 30, 2026 Amount	%	(restated) December 31, 2025 Amount	%	(restated) June 30, 2025 Amount	%	(restated) January 1, 2025 Amount	%
Cash and cash equivalents	$ 38,042,196	3	134,222	-	20,158,496	2	182,052	-
Financial assets measured at fair value through profit or loss	19,494,737	1	19,749,671	2	19,758,630	2	19,599,671	2
Securities purchased under resell agreements	-	-	-	-	-	-	299,628	-
Receivables, net	3,464,293	-	637,774	-	15,247,638	1	597,777	-
Current tax assets	20,000,735	1	18,259,775	1	8,089,153	1	11,860,669	1
Investments accounted for using equity method, net	1,451,417,276	95	1,126,556,617	97	976,174,619	94	1,125,731,834	97
Property and equipment, net	34,786	-	41,891	-	50,459	-	59,626	-
Right-of-use assets, net	178,874	-	210,954	-	244,037	-	255,291	-
Intangible assets, net	7,039	-	8,165	-	8,451	-	7,092	-
Deferred tax assets	257,153	-	903,058	-	250,893	-	252,781	-
Other assets, net	62,633	-	70,476	-	63,080	-	63,606	-
Total assets	**$ 1,532,959,722**	**100**	**1,166,572,603**	**100**	**1,040,045,456**	**100**	**1,158,910,027**	**100**

Liabilities and Equity	June 30, 2026 Amount	%	(restated) December 31, 2025 Amount	%	(restated) June 30, 2025 Amount	%	(restated) January 1, 2025 Amount	%
Liabilities:								
Commercial papers issued, net	$ -	-	21,133,672	2	299,706	-	25,854,662	2
Payables	68,695,806	4	2,268,573	-	63,256,838	6	1,679,099	-
Current tax liabilities	44,859,391	3	38,796,637	3	29,682,794	3	26,571,506	2
Bonds payable	134,827,727	9	128,130,596	11	120,842,401	12	109,950,268	9
Other borrowings	6,000,000	-	6,000,000	1	6,000,000	1	6,000,000	1
Lease liabilities	196,284	-	228,283	-	260,061	-	270,948	-
Deferred tax liabilities	10,720,087	1	9,907,768	1	9,219,575	1	8,543,068	1
Other liabilities	10,642	-	12,935	-	23,066	-	4,778	-
Total liabilities	265,309,937	17	206,478,464	18	229,584,441	23	178,874,329	15
Equity:								
Share capital:								
Common stock	140,073,649	9	140,073,649	12	136,657,219	13	136,657,219	12
Preferred stock	15,999,900	1	15,999,900	1	15,999,900	2	15,999,900	1
Stock dividend to be distributed	-	-	-	-	3,416,430	-	-	-
Total share capital	156,073,549	10	156,073,549	13	156,073,549	15	152,657,119	13
Capital surplus	154,729,723	10	154,914,555	13	155,004,356	15	159,094,995	14
Retained earnings:								
Legal reserve	130,031,454	9	117,866,081	10	117,866,081	11	102,304,910	9
Special reserve	142,752,980	9	125,798,461	11	125,798,461	12	133,266,235	12
Undistributed earnings	619,638,873	41	527,688,562	45	355,155,804	34	482,191,819	42
Total retained earnings	892,423,307	59	771,353,104	66	598,820,346	57	717,762,964	63
Total other equity interest	64,423,206	4	(122,247,069)	(10)	(99,437,236)	(10)	(49,479,380)	(5)
Total equity	1,267,649,785	83	960,094,139	82	810,461,015	77	980,035,698	85
Total liabilities and equity	**$ 1,532,959,722**	**100**	**1,166,572,603**	**100**	**1,040,045,456**	**100**	**1,158,910,027**	**100**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD.

Statement of Comprehensive Income

For the three months and six months ended June 30, 2026 and 2025

(Expressed in thousands of New Taiwan Dollars, except earnings per share)

	For the three months ended June 30				For the six months ended June 30			
	2026		(restated) 2025		2026		(restated) 2025	
	Amount	%	Amount	%	Amount	%	Amount	%
Revenue:								
Share of profit of subsidiaries, associates and joint ventures accounted for using equity method	$ 67,204,191	100	-	-	102,239,401	100	-	-
Other revenues	(108,835)	-	270,694	100	126,113	-	543,240	100
Net revenue	67,095,356	100	270,694	100	102,365,514	100	543,240	100
Expense:								
Share of loss of subsidiaries, associates and joint ventures accounted for using equity method	-	-	24,892,801	9,196	-	-	51,472,697	9,475
Operating expenses	333,130	-	295,742	109	641,806	1	596,344	110
Other expenses and losses	571,503	1	516,702	191	1,159,208	1	1,016,938	187
Total expenses	904,633	1	25,705,245	9,496	1,801,014	2	53,085,979	9,772
Net income (loss) before tax from continuing operations	66,190,723	99	(25,434,551)	(9,396)	100,564,500	98	(52,542,739)	(9,672)
Less: Income tax expense	2,351,048	4	1,908,171	705	3,173,370	3	4,136,186	762
Net income (loss)	63,839,675	95	(27,342,722)	(10,101)	97,391,130	95	(56,678,925)	(10,434)
Other comprehensive income:								
Items not to be reclassified to profit or loss								
Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using equity method - items not to be reclassified to profit or loss	210,934,984	314	1,418,753	524	249,810,838	244	(262,377)	(48)
Less: income tax related to items not to be reclassified to profit or loss	-	-	-	-	-	-	-	-
Subtotal of items not to be reclassified to profit or loss	210,934,984	314	1,418,753	524	249,810,838	244	(262,377)	(48)
Items that may be subsequently reclassified to profit or loss								
Exchange differences on translation of foreign financial statements	286,825	1	(10,857,406)	(4,011)	2,196,184	2	(9,265,767)	(1,706)
Share of other comprehensive income of subsidiaries, associates and joint ventures accounted for using equity method - items that may be subsequently reclassified to profit or loss	36,967,385	55	(57,390,005)	(21,201)	85,157,251	84	(40,924,857)	(7,533)
Less: income tax related to items that may be reclassified subsequently to profit or loss	-	-	-	-	-	-	-	-
Subtotal of items that may be reclassified subsequently to profit or loss	37,254,210	56	(68,247,411)	(25,212)	87,353,435	86	(50,190,624)	(9,239)
Other comprehensive income	248,189,194	370	(66,828,658)	(24,688)	337,164,273	330	(50,453,001)	(9,287)
Total comprehensive income	**$ 312,028,869**	**465**	**(94,171,380)**	**(34,789)**	**434,555,403**	**425**	**(107,131,926)**	**(19,721)**
Basic earnings (loss) per share (in New Taiwan Dollars)	**$**	**4.27**		**(2.22)**		**6.67**		**(4.31)**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD.

Statement of Changes in Equity

For the six months ended June 30, 2026 and 2025

(Expressed in thousands of New Taiwan Dollars)

	Share capital					Retained earnings				Total other equity interest										
	Common stock	Preferred stock	Stock dividend to be distributed	Total	Capital surplus	Legal reserve	Special reserve	Undistributed earnings	Total	Exchange differences on translation of foreign operations	Unrealized gains (losses) on financial assets measured at fair value through other comprehensive income	Change in fair value of financial liability attributable to change in credit risk of liability	Gains (losses) on financial instruments for hedging	Revaluation gains	Equity related to assets classified as held for sale	Insurance finance income or expenses recognized in other comprehensive income	Finance income or expenses of reinsurance contracts held recognized in other comprehensive income	Others (Note)	Total	Total equity
Balance at January 1, 2025	$ 136,657,219	15,999,900	-	152,657,119	159,094,995	102,304,910	133,266,235	410,018,815	645,589,960	(9,547,811)	(46,248,945)	52	(237,564)	2,799,709	-	-	-	47,018,087	(6,216,472)	951,125,602
Effects of retrospective application and retrospective restatement	-	-	-	-	-	-	-	72,173,004	72,173,004	268,753	97,365	-	-	-	-	3,391,425	(2,364)	(47,018,087)	(43,262,908)	28,910,096
Equity at beginning of period after adjustments	136,657,219	15,999,900	-	152,657,119	159,094,995	102,304,910	133,266,235	482,191,819	717,762,964	(9,279,058)	(46,151,580)	52	(237,564)	2,799,709	-	3,391,425	(2,364)	-	(49,479,380)	980,035,698
Net loss (restated)	-	-	-	-	-	-	-	(56,678,925)	(56,678,925)	-	-	-	-	-	-	-	-	-	-	(56,678,925)
Other comprehensive income (restated)	-	-	-	-	-	-	-	(2,574)	(2,574)	(16,555,363)	7,155,959	(52)	(5,346)	88,715	-	(41,694,175)	559,835	-	(50,450,427)	(50,453,001)
Total comprehensive income (restated)	-	-	-	-	-	-	-	(56,681,499)	(56,681,499)	(16,555,363)	7,155,959	(52)	(5,346)	88,715	-	(41,694,175)	559,835	-	(50,450,427)	(107,131,926)
Appropriation and distribution of retained earnings:																				
Reversal of special reserve	-	-	-	-	-	-	(7,467,774)	7,467,774	-	-	-	-	-	-	-	-	-	-	-	-
Legal reserve appropriated	-	-	-	-	-	15,561,171	-	(15,561,171)	-	-	-	-	-	-	-	-	-	-	-	-
Cash dividends of common stock	-	-	-	-	-	-	-	(58,079,318)	(58,079,318)	-	-	-	-	-	-	-	-	-	-	(58,079,318)
Cash dividends of preference stock	-	-	-	-	-	-	-	(3,689,230)	(3,689,230)	-	-	-	-	-	-	-	-	-	-	(3,689,230)
Stock dividends from capital surplus	-	-	3,416,430	3,416,430	(3,416,430)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Changes in equity of associates and joint ventures accounted for using equity method	-	-	-	-	(58,074)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(58,074)
Disposal of investments accounted for using equity method	-	-	-	-	(616,135)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(616,135)
Disposal of investments in equity instruments measured at fair value through other comprehensive income	-	-	-	-	-	-	-	(492,571)	(492,571)	-	492,571	-	-	-	-	-	-	-	492,571	-
Others	-	-	-	-	-	-	-	-	-	-	-	-	-	(132,576)	132,576	-	-	-	-	-
Balance at June 30, 2025 (restated)	**$ 136,657,219**	**15,999,900**	**3,416,430**	**156,073,549**	**155,004,356**	**117,866,081**	**125,798,461**	**355,155,804**	**598,820,346**	**(25,834,421)**	**(38,503,050)**	**-**	**(242,910)**	**2,755,848**	**132,576**	**(38,302,750)**	**557,471**	**-**	**(99,437,236)**	**810,461,015**
Balance at January 1, 2026 (restated)	$ 140,073,649	15,999,900	-	156,073,549	154,914,555	117,866,081	125,798,461	527,688,562	771,353,104	(13,303,630)	(31,394,403)	-	(205,338)	3,562,880	132,576	(82,107,701)	1,068,547	-	(122,247,069)	960,094,139
Effects of retrospective application and retrospective restatement	-	-	-	-	-	-	-	(3,910,649)	(3,910,649)	53,440	(67,694,274)	-	-	-	-	8,231,852	138	-	(59,408,844)	(63,319,493)
Equity at beginning of period after adjustments	140,073,649	15,999,900	-	156,073,549	154,914,555	117,866,081	125,798,461	523,777,913	767,442,455	(13,250,190)	(99,088,677)	-	(205,338)	3,562,880	132,576	(73,875,849)	1,068,685	-	(181,655,913)	896,774,646
Net income	-	-	-	-	-	-	-	97,391,130	97,391,130	-	-	-	-	-	-	-	-	-	-	97,391,130
Other comprehensive income	-	-	-	-	-	-	-	17,232	17,232	635,145	234,367,165	-	133,254	35,205	-	102,702,314	(726,042)	-	337,147,041	337,164,273
Total comprehensive income	-	-	-	-	-	-	-	97,408,362	97,408,362	635,145	234,367,165	-	133,254	35,205	-	102,702,314	(726,042)	-	337,147,041	434,555,403
Appropriation and distribution of retained earnings:																				
Legal reserve appropriated	-	-	-	-	-	12,165,373	-	(12,165,373)	-	-	-	-	-	-	-	-	-	-	-	-
Special reserve appropriated	-	-	-	-	-	-	16,954,519	(16,954,519)	-	-	-	-	-	-	-	-	-	-	-	-
Cash dividends of common stock	-	-	-	-	-	-	-	(59,531,301)	(59,531,301)	-	-	-	-	-	-	-	-	-	-	(59,531,301)
Cash dividends of preference stock	-	-	-	-	-	-	-	(3,964,131)	(3,964,131)	-	-	-	-	-	-	-	-	-	-	(3,964,131)
Changes in equity of associates and joint ventures accounted for using equity method	-	-	-	-	(184,832)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	(184,832)
Disposal of investments in equity instruments measured at fair value through other comprehensive income	-	-	-	-	-	-	-	91,067,922	91,067,922	-	(91,067,922)	-	-	-	-	-	-	-	(91,067,922)	-
Balance at June 30, 2026	**$ 140,073,649**	**15,999,900**	**-**	**156,073,549**	**154,729,723**	**130,031,454**	**142,752,980**	**619,638,873**	**892,423,307**	**(12,615,045)**	**44,210,566**	**-**	**(72,084)**	**3,598,085**	**132,576**	**28,826,465**	**342,643**	**-**	**64,423,206**	**1,267,649,785**

Note: Represents other comprehensive income reclassified by applying overlay approach.

(Continued)

FUBON FINANCIAL HOLDING CO., LTD.

Statement of Cash Flows

For the six months ended June 30, 2026 and 2025

(Expressed in thousands of New Taiwan Dollars)

	For the six months ended June 30	
	2026	(restated) 2025
Cash flows from (used in) operating activities:		
Income (loss) before tax	$ 100,564,500	(52,542,739)
Adjustments:		
Adjustments to reconcile profit (loss):		
Depreciation expenses	42,187	43,902
Amortization expenses	4,516	5,696
Net gain on financial assets and liabilities measured at fair value through profit or loss	(102,107)	(516,000)
Interest expense	1,154,247	977,670
Interest income	(20,686)	(27,045)
Share of (loss) profit of subsidiaries, associates and joint ventures accounted for using equity method	(102,239,401)	51,472,697
Other adjustments	-	(1)
Subtotal of adjustments to reconcile profit (loss)	(101,161,244)	51,956,919
Changes in operating assets and liabilities:		
Increase in receivables	(3,134,686)	-
Decrease (increase) in other assets	4,765	(3,422)
Increase (decrease) in payable	2,667,383	(372,000)
Increase (decrease) in other liabilities	(2,315)	17,467
Subtotal of all adjustments	(101,626,097)	51,598,964
Cash used in operating activities	(1,061,597)	(943,775)
Interest received	732,364	734,305
Dividends received	51,038,690	31,957,228
Interest paid	(958,902)	(786,038)
Income tax refund	2,640,409	3,425,013
Net cash flows from operating activities	52,390,964	34,386,733
Cash flows from (used in) investing activities:		
Acquisition of property and equipment	(2,102)	(1,440)
Acquisition of intangible assets	(295)	(2,702)
Net cash flows used in investing activities	(2,397)	(4,142)
Cash flows from (used in) financing activities:		
Decrease in commercial papers payable	(21,133,672)	(25,554,956)
Proceeds from issuing bonds	8,989,692	10,886,534
Repayments of bonds	(2,300,000)	-
Repayment of lease liabilities	(36,613)	(37,353)
Net cash flows used in financing activities	(14,480,593)	(14,705,775)
Net increase in cash and cash equivalents	37,907,974	19,676,816
Cash and cash equivalents at beginning of period	134,222	481,680
Cash and cash equivalents at end of period	$ 38,042,196	20,158,496
Components of cash and cash equivalents:		
Cash and cash equivalents recognized in balance sheet	$ 38,042,196	20,158,496
Cash and cash equivalents at end of period	$ 38,042,196	20,158,496

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(h) Subsidiaries' concise balance sheets and concise statements of comprehensive income

(i) Concise Balance sheets

	Taipei Fubon Bank	
	June 30, 2026	**June 30, 2025**
Cash and cash equivalents	$ 27,340,534	48,342,041
Due from the central bank and call loans to banks	462,488,902	381,742,814
Financial assets measured at fair value through profit or loss	266,612,262	223,428,547
Financial assets measured at fair value through other comprehensive income	228,334,953	189,286,620
Debt investments measured at amortized cost	864,608,155	786,252,196
Financial assets for hedging	4,539,512	4,768,934
Securities purchased under resell agreements	46,444,784	28,366,295
Receivables, net	157,678,739	145,647,409
Current tax assets	726,719	695,012
Discounts and loans, net	2,696,811,485	2,336,326,902
Investments accounted for using equity method	52,083,648	47,445,206
Other financial assets, net	20,462,677	15,370,895
Property and equipment, net	16,069,685	16,163,509
Right-of-use assets, net	3,999,431	4,362,342
Investment property	5,401,720	4,415,140
Intangible assets, net	4,154,058	3,831,538
Deferred tax assets	860,322	657,458
Other assets	16,561,611	15,739,941
Total assets	**$ 4,875,179,197**	**4,252,842,799**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Taipei Fubon Bank	
	June 30, 2026	**June 30, 2025**
Deposits from the central bank and banks	$ 161,555,157	131,757,475
Financial liabilities measured at fair value through profit or loss	41,823,315	57,137,882
Financial liabilities for hedging	13,653,757	16,184,381
Securities sold under repurchase agreements	50,495,678	17,437,337
Payables	40,824,550	54,012,167
Current tax liabilities	4,869,364	3,492,781
Deposits and remittances	4,031,508,998	3,497,265,992
Bonds payable	125,477,661	107,247,008
Other financial liabilities	44,504,946	38,014,343
Provisions	2,624,956	2,627,071
Lease liabilities	4,128,996	4,501,531
Deferred tax liabilities	3,644,446	3,351,742
Other liabilities	18,930,812	27,596,966
Total liabilities	4,544,042,636	3,960,626,676
Common stock	172,146,375	157,598,061
Capital surplus	1,712,195	15,906,386
Retained earnings	136,441,423	117,665,509
Other equity	20,836,568	1,046,167
Total equity	331,136,561	292,216,123
Total liabilities and equity	**$ 4,875,179,197**	**4,252,842,799**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Fubon Insurance	
	June 30, 2026	June 30, 2025 (Restated)
Cash and cash equivalents	$ 14,165,416	11,692,804
Receivables	1,695,259	1,666,610
Current tax assets	5,636,482	3,834,642
Assets classified as held for sale	3,850,200	3,831,195
Financial assets measured at fair value through profit or loss	4,305,496	13,588,261
Financial assets measured at amortized cost	5,909,369	1,615,515
Investments accounted for using equity method, net	1,686,302	1,427,479
Other financial assets, net	9,671	11,900
Financial assets measured at fair value through other comprehensive income	40,741,717	14,041,574
Right-of-use assets	177,511	345,713
Investment property	5,877,055	5,894,557
Insurance contract assets	54,914	40,460
Reinsurance contract assets	25,471,686	30,652,157
Property and equipment	8,006,865	7,251,049
Intangible assets	179,756	175,217
Deferred tax assets	4,857,882	7,607,072
Other assets	2,269,861	2,497,232
Total assets	**$ 124,895,442**	**106,173,437**
Payables	$ 4,002,286	3,547,446
Current tax liabilities	945,723	70,365
Liabilities related to assets classified as held for sale	188,188	188,385
Financial liabilities measured at fair value through profit or loss	54,334	12,255
Lease liabilities	181,502	360,945
Insurance contract liabilities	70,538,102	69,487,264
Reinsurance contract liabilities	176,771	38,428
Deferred tax liabilities	1,253,830	1,348,028
Other liabilities	8,810,974	2,856,052
Provisions	580,047	641,697
Total liabilities	86,731,757	78,550,865
Common stock	3,000,000	3,000,000
Capital surplus	1,192,720	1,192,720
Retained earnings	27,332,628	23,839,395
Other equity	6,638,337	(409,543)
Total equity	38,163,685	27,622,572
Total liabilities and equity	**$ 124,895,442**	**106,173,437**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Fubon Life Insurance	
	June 30, 2026	June 30, 2025 (Restated)
Cash and cash equivalents	$ 306,723,405	369,097,811
Receivables	96,435,658	70,101,185
Current tax assets	22,172,312	17,396,754
Financial assets measured at fair value through profit or loss	452,141,845	1,456,774,859
Financial assets measured at fair value through other comprehensive income	1,995,900,792	193,960,777
Financial assets measured at amortized cost	2,181,070,231	2,459,636,119
Investments accounted for using equity method, net	101,735,535	75,903,837
Investment property	284,226,738	270,877,422
Loans	203,649,833	131,151,850
Reinsurance contract assets	37,488,829	37,116,748
Property and equipment	23,221,225	22,829,439
Right-of-use assets	5,608,070	5,753,115
Intangible assets	554,065	279,800
Deferred tax assets	36,235,733	24,299,302
Other assets	25,559,097	23,367,517
Assets on insurance product, separate account	396,708,636	309,410,866
Total assets	**$ 6,169,432,004**	**5,467,957,401**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Fubon Life Insurance	
	June 30, 2026	**June 30, 2025 (Restated)**
Payables	$ 48,793,606	60,721,163
Current tax liabilities	14,480,730	5,111,917
Financial liabilities measured at fair value through profit or loss	224,785,404	188,281,301
Financial liabilities measured at amortized cost	3,564,042	2,946,930
Bonds payable	215,000,000	155,000,000
Lease liabilities	16,308,099	16,082,789
Insurance contract liabilities	4,445,338,138	4,369,965,620
Reinsurance contract liabilities	3,479,743	3,671,952
Provisions	5,471,117	5,961,808
Deferred tax liabilities	37,640,394	21,856,703
Other liabilities	271,188,813	150,948,074
Total liabilities	5,286,050,086	4,980,548,257
Common stock	118,420,450	118,420,450
Capital surplus	30,973,704	31,255,687
Retained earnings	696,274,501	421,717,064
Other equity	37,713,263	(83,984,057)
Total equity	883,381,918	487,409,144
Total liabilities and equity	**$ 6,169,432,004**	**5,467,957,401**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Fubon Securities	
	June 30, 2026	**June 30, 2025**
Current assets	$ 507,541,551	234,715,479
Financial assets measured at fair value through other comprehensive income－non-current	14,980,951	11,330,343
Investments accounted for using equity method	8,643,100	7,520,907
Property and equipment	4,062,242	3,849,068
Right-of-use assets	431,573	445,076
Investment property	1,571,540	1,553,000
Intangible assets	392,247	416,053
Deferred tax assets	957,315	457,712
Other non-current assets	2,551,073	1,786,935
Total assets	**$ 541,131,592**	**262,074,573**
Current liabilities	$ 458,535,959	201,980,292
Bonds payable	4,996,477	-
Provisions－non-current	502,888	627,463
Lease liabilities－non-current	291,213	261,945
Deferred tax liabilities	282,936	496,919
Other non-current liabilities	8,976	8,306
Total liabilities	464,618,449	203,374,925
Common stock	16,258,551	16,258,551
Capital surplus	10,054,599	10,054,582
Retained earnings	36,893,488	26,027,449
Other equity	13,306,505	6,359,066
Total equity	76,513,143	58,699,648
Total liabilities and equity	**$ 541,131,592**	**262,074,573**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Unit: In thousands of HKD

	Fubon Bank (Hong Kong)	
	June 30, 2026	**June 30, 2025**
Cash and cash equivalents	$ 9,693,729	7,790,975
Due from the central bank and call loans to banks	9,003,526	18,637,815
Financial assets measured at fair value through profit or loss	1,671,122	1,359,458
Financial assets measured at fair value through other comprehensive income	39,618,773	22,705,342
Debt investments measured at amortized cost, net	43,919,353	40,271,415
Financial assets for hedging	1,361,455	1,311,595
Receivables, net	1,870,183	2,655,331
Discounts and loans, net	95,624,929	74,208,551
Investment property	59,500	62,500
Property and equipment	1,262,227	1,214,373
Right-of-use assets	93,559	91,235
Other assets	245,523	343,266
Total assets	**$ 204,423,879**	**170,651,856**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Unit: In thousands of HKD

	Fubon Bank (Hong Kong)	
	June 30, 2026	**June 30, 2025**
Deposits from the central bank and banks	$ 2,285,169	2,221,036
Financial liabilities measured at fair value through profit or loss	2,756,028	2,231,466
Financial liabilities for hedging	23,352	126,768
Securities sold under repurchase agreements	3,620,108	725,107
Payables	2,663,235	2,059,781
Current tax liabilities	246,460	178,660
Deposits and remittances	173,336,521	145,315,641
Other financial liabilities	1,214,254	1,057,736
Provisions	20,161	35,769
Lease liabilities	98,667	94,620
Deferred tax liabilities	50,274	52,066
Other liabilities	1,046,410	778,289
Total liabilities	187,360,639	154,876,939
Common stock	4,830,448	4,830,448
Capital surplus and legal reserve	444,565	298,115
Undistributed earnings	11,650,187	10,472,639
Other equity	138,040	173,715
Total equity	17,063,240	15,774,917
Total liabilities and equity	**$ 204,423,879**	**170,651,856**

Note: The concise balance sheet of Fubon Bank (Hong Kong) as of June 30, 2026 and 2025, was presented fairly in accordance with the IFRSs endorsed by the FSC, which was not prepared in conformity with the Hong Kong Companies Ordinance.

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Fubon Asset Management	
	June 30, 2026	**June 30, 2025**
Current assets	$ 4,382,378	3,443,592
Financial assets measured at fair value through other comprehensive income－non-current	97,964	48,482
Investments accounted for using equity method	465,547	491,075
Property and equipment	35,896	28,717
Right-of-use assets	97,479	80,330
Intangible assets	569,901	614,556
Deferred tax assets	20,818	27,678
Other non-current assets	141,729	176,377
Total assets	**$ 5,811,712**	**4,910,807**
Current liabilities	$ 955,925	669,164
Provisions－non-current	37,419	25,512
Lease liabilities－non-current	46,146	47,131
Deferred tax liabilities	1,658	1,658
Other non-current liabilities	-	2,624
Total liabilities	1,041,148	746,089
Common stock	2,710,085	2,710,085
Capital surplus	549,384	549,384
Retained earnings	1,488,438	968,304
Other equity	22,657	(63,055)
Total equity	4,770,564	4,164,718
Total liabilities and equity	**$ 5,811,712**	**4,910,807**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Fubon Insurance Agency	
	June 30, 2026	**June 30, 2025**
Current assets	$ 471,020	439,831
Debt investments measured at amortized cost－non-current	1,127	1,222
Property and equipment	15,975	18,749
Right-of-use assets	46,078	56,990
Intangible assets	2,347	2,237
Deferred tax assets	10,045	9,974
Other non-current assets	12,460	10,159
Total assets	**$ 559,052**	**539,162**
Current liabilities	$ 211,316	212,297
Provisions－non-current	33,160	33,090
Lease liabilities－non-current	18,721	30,312
Other non-current liabilities	5	36
Total liabilities	263,202	275,735
Common stock	111,048	111,048
Capital surplus	13,678	13,678
Retained earnings	171,124	138,701
Total equity	295,850	263,427
Total liabilities and equity	**$ 559,052**	**539,162**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Fubon Financial Holding Venture Capital	
	June 30, 2026	**June 30, 2025**
Current assets	$ 10,087,952	8,670,148
Financial assets measured at fair value through profit or loss－non-current	2,912,492	2,156,348
Financial assets measured at fair value through other comprehensive income－non-current	735,054	798,038
Investments accounted for using equity method	236,137	169,184
Property and equipment	8,044	8,191
Right-of-use assets	31,048	42,744
Deferred tax assets	162,870	279,470
Other non-current assets	3,412	3,412
Total assets	**$ 14,177,009**	**12,127,535**
Current liabilities	$ 162,239	57,152
Provisions－non-current	11,300	7,316
Lease liabilities－non-current	22,438	34,553
Deferred tax liabilities	988	-
Other non-current liabilities	182	-
Total liabilities	197,147	99,021
Common stock	12,622,196	12,622,196
Capital surplus	1,363,602	1,363,448
Retained earnings	(269,164)	(2,359,237)
Other equity	263,228	402,107
Total equity	13,979,862	12,028,514
Total liabilities and equity	**$ 14,177,009**	**12,127,535**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Fubon AMC	
	June 30, 2026	**June 30, 2025**
Current assets	$ 1,063,465	1,002,552
Property and equipment	815	525
Right-of-use assets	3,162	11,324
Investment property	2,194,209	2,237,800
Intangible assets	856	1,196
Deferred tax assets	361,510	366,686
Other non-current assets	13,646	13,646
Total assets	**$ 3,637,663**	**3,633,729**
Current liabilities	$ 986,572	774,815
Long-term bank borrowings	270,000	174,000
Provisions－non-current	18,906	18,089
Lease liabilities－non-current	254	3,277
Deferred tax liabilities	92,637	94,669
Other non-current liabilities	6,791	6,791
Total liabilities	1,375,160	1,071,641
Common stock	2,200,000	2,500,000
Capital surplus	3,142	3,142
Retained earnings	207,312	206,897
Other equity	(147,951)	(147,951)
Total equity	2,262,503	2,562,088
Total liabilities and equity	**$ 3,637,663**	**3,633,729**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of CNY

	Fubon Bank (China)	
	June 30, 2026	**June 30, 2025**
Cash and cash equivalents	$ 1,455,196	1,177,532
Due from the central bank and call loans to banks	8,181,528	6,133,636
Financial assets measured at fair value through profit or loss	5,322,651	5,045,169
Financial assets measured at fair value through other comprehensive income	34,333,266	46,840,977
Financial assets measured at amortized cost	22,694,164	12,886,169
Securities purchased under resell agreements	1,850,872	-
Receivables, net	10,772,740	9,456,808
Discounts and loans, net	84,945,807	69,599,916
Investments accounted for using equity method, net	293,528	271,757
Other financial assets	1,210,796	964,972
Property and equipment, net	942,488	973,851
Right-of-use assets, net	80,155	86,473
Intangible assets, net	230,416	250,140
Deferred tax assets	487,614	605,288
Other assets, net	83,471	43,584
Total assets	**$ 172,884,692**	**154,336,272**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of CNY

	Fubon Bank (China)	
	June 30, 2026	**June 30, 2025**
Deposits from the central bank and banks	$ 7,649,230	5,299,484
Due to the central bank and banks	693,584	711,555
Financial liabilities measured at fair value through profit or loss	1,893,519	2,889,705
Securities sold under repurchase agreements	1,700,000	3,044,967
Payables	11,500,023	10,386,794
Current tax liabilities	-	124,495
Deposits and remittances	131,905,684	115,058,765
Bonds payable	4,500,000	4,000,000
Other financial liabilities	1,826,770	1,993,490
Provisions	6,571	5,153
Lease liabilities	75,401	82,745
Deferred tax liabilities	34,174	56,630
Other liabilities	74,517	1,646
Total liabilities	161,859,473	143,655,429
Common stock	2,445,382	2,445,382
Other equity instruments	1,800,000	1,800,000
Capital surplus	747,795	747,795
Retained earnings	6,207,937	5,710,175
Other equity	(175,895)	(22,509)
Total equity	11,025,219	10,680,843
Total liabilities and equity	**$ 172,884,692**	**154,336,272**

Note: The concise balance sheet of Fubon Bank (China) as of June 30, 2026 and 2025, were presented fairly in accordance with the IFRSs endorsed by the FSC, which were not prepared in conformity with the local ordinance.

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of KRW

	Fubon Hyundai Life Insurance	
	June 30, 2026	June 30, 2025 (Restated)
Cash and cash equivalents	$ 281,210,064	536,486,779
Receivables	390,710,030	176,989,179
Current tax assets	-	7,381,545
Financial assets measured at fair value through profit or loss	2,371,260,679	1,836,500,335
Financial assets measured at fair value through other comprehensive income	2,542,923,718	2,351,706,480
Financial assets for hedging	3,658,200	35,722,092
Financial assets measured at amortized cost	4,138,107,687	3,851,754,341
Investments accounted for using the equity method, net	10,000,107	-
Other financial assets, net	109,985,150	109,985,150
Investment property	95,745,684	104,817,147
Loans	1,436,736,094	1,633,376,719
Reinsurance contract assets	5,919,584	1,958,426
Property and equipment	9,226,055	11,518,768
Right-of-use assets	4,065,405	6,963,808
Intangible assets	14,847,421	22,036,646
Deferred tax assets	267,679,968	442,148,772
Other assets	7,306,317	7,344,827
Assets on insurance product, separate account	6,084,102,305	6,757,197,990
Total assets	**$ 17,773,484,468**	**17,893,889,004**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of KRW

	Fubon Hyundai Life Insurance	
	June 30, 2026	**June 30, 2025 (Restated)**
Payables	$ 296,815,979	352,896,015
Current tax liabilities	89,949,378	-
Short-term borrowings	-	155,000,000
Financial liabilities measured at fair value through profit or loss	1,494,580	-
Financial liabilities for hedging	287,154,158	62,379,936
Financial liabilities measured at amortized cost	6,809,426,808	7,278,197,691
Bonds payable	671,108,698	775,174,159
Lease liabilities	4,475,554	7,358,700
Insurance contract liabilities	7,750,998,172	8,742,768,405
Reinsurance contract liabilities	-	14,036
Provisions	8,511,702	11,872,417
Other liabilities	7,256,110	7,407,907
Total liabilities	15,927,191,139	17,393,069,266
Common stock	2,329,898,890	1,629,898,890
Capital surplus	17,079,780	20,449,165
Retained earnings	(313,902,827)	(428,265,247)
Other equity	(186,782,514)	(721,263,070)
Total equity	1,846,293,329	500,819,738
Total liabilities and equity	**$ 17,773,484,468**	**17,893,889,004**

Note: The concise balance sheet of Fubon Hyundai Life Insurance as of June 30, 2026 and 2025, were presented fairly in accordance with the IFRSs endorsed by the FSC, which were not prepared in conformity with the local ordinance.

(Continued)

(ii) Concise Statements of comprehensive income

	Taipei Fubon Bank	
	For the six months ended June 30	
	2026	2025
Interest revenue	$ 64,666,833	57,783,606
Interest expense	(37,388,543)	(36,358,723)
Net interest revenue	27,278,290	21,424,883
Net non-interest revenues	26,006,714	20,946,901
Net revenue	53,285,004	42,371,784
Bad debt expenses and guarantee liability provisions	(2,660,666)	(1,503,264)
Operating expenses	(20,199,155)	(17,983,190)
Income before income tax	30,425,183	22,885,330
Less: income tax expense	4,681,422	3,364,572
Net income	25,743,761	19,520,758
Other comprehensive income (net of income tax)	13,264,397	(3,605,102)
Total comprehensive income	**$ 39,008,158**	**15,915,656**
Earnings per share (In New Taiwan Dollars)	**$ 1.50**	**1.13**

	Fubon Insurance	
	For the six months ended June 30	
	2026	2025 (Restated)
Insurance service result	$ 4,620,189	3,513,078
Finance result	1,921,862	(274,480)
Other operation result	(410,376)	(586,892)
Net operating income	6,131,675	2,651,706
Non-operating income and expense	458,154	5,110
Income before income tax	6,589,829	2,656,816
Less: income tax expense	1,008,359	655,089
Net income	5,581,470	2,001,727
Other comprehensive income (net of income tax)	7,190,429	(184,513)
Total comprehensive income	**$ 12,771,899**	**1,817,214**
Basic earnings per share (In New Taiwan Dollars)	**$ 18.60**	**6.67**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Fubon Life Insurance	
	For the six months ended June 30	
	2026	2025 (Restated)
Insurance service result	$ 19,570,214	15,964,359
Finance result	48,971,725	(146,914,310)
Other operation result	(9,691,499)	46,935,266
Operating income (loss)	58,850,440	(84,014,685)
Non-operating income and expense	659,875	622,805
Income (loss) before income tax	59,510,315	(83,391,880)
Less: income tax expense (benefit)	3,885,172	(2,765,892)
Net income (loss)	55,625,143	(80,625,988)
Other comprehensive income (losses) (net of income tax)	308,601,150	(36,741,203)
Total comprehensive income	**$ 364,226,293**	**(117,367,191)**
Basic earnings (loss) per share (In New Taiwan Dollars)	**$ 4.70**	**(6.81)**

	Fubon Securities	
	For the six months ended June 30	
	2026	2025
Revenue	$ 24,968,684	11,175,284
Expenses	(14,701,714)	(8,072,562)
Operating income	10,266,970	3,102,722
Non-operating income and expense	2,075,050	1,679,357
Income before income tax	12,342,020	4,782,079
Less: income tax expense	1,325,608	728,443
Net income	11,016,412	4,053,636
Other comprehensive income (net of income tax)	6,042,729	(496,235)
Total comprehensive income	**$ 17,059,141**	**3,557,401**
Basic earnings per share (In New Taiwan Dollars)	**$ 6.78**	**2.49**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Unit: In thousands of HKD

	Fubon Bank (Hong Kong)	
	For the six months ended June 30	
	2026	2025
Interest revenue	$ 3,934,894	3,765,024
Interest expense	(2,370,696)	(2,419,985)
Net interest revenue	1,564,198	1,345,039
Net non-interest revenues	251,698	220,779
Net revenue	1,815,896	1,565,818
Bad debt expenses and guarantee liability provisions	(76,149)	(54,119)
Operating expenses	(670,059)	(640,044)
Income before income tax	1,069,688	871,655
Less: income tax expense	159,114	135,068
Net income	910,574	736,587
Other comprehensive income (net of income tax)	(50,874)	79,642
Total comprehensive income	**$ 859,700**	**816,229**

Note 1: The concise comprehensive income statements of Fubon Bank (Hong Kong) for the six months ended June 30, 2026 and 2025, were presented fairly in accordance with the IFRSs endorsed by the FSC, which were not prepared in conformity with the Hong Kong Companies Ordinance.

Note 2: Fubon Bank (Hong Kong) Limited is a limited liability company; therefore, earnings per share information is not presented.

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Fubon Asset Management	
	For the six months ended June 30	
	2026	2025
Operating Revenue	$ 2,209,877	1,419,011
Operating expenses	(1,185,674)	(791,578)
Operating income	1,024,203	627,433
Non-operating income and expense	75,809	24,746
Income before income tax	1,100,012	652,179
Less: income tax expense	208,321	142,344
Net income	891,691	509,835
Other comprehensive income (net of income tax)	50,337	(42,606)
Total comprehensive income	**$ 942,028**	**467,229**
Basic earnings per share (In New Taiwan Dollars)	**$ 3.29**	**1.88**

	Fubon Insurance Agency	
	For the six months ended June 30	
	2026	2025
Operating Revenue	$ 557,667	515,187
Operating cost	(196,080)	(191,274)
Operating expenses	(215,996)	(193,167)
Operating income	145,591	130,746
Non-operating income and expense	1,402	297
Income before income tax	146,993	131,043
Less: income tax expense	28,344	25,973
Net income	118,649	105,070
Total comprehensive income	**$ 118,649**	**105,070**
Basic earnings per share (In New Taiwan Dollars)	**$ 10.68**	**9.46**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	Fubon Financial Holding Venture Capital	
	For the six months ended June 30	
	2026	2025
Operating Revenue	$ 1,239,344	(525,905)
Operating expenses	(54,816)	(57,951)
Operating income (loss)	1,184,528	(583,856)
Non-operating income and expense	26,569	(77,343)
Income (loss) before income tax	1,211,097	(661,199)
Less: income tax expense (benefit)	166,736	(142,271)
Net income (loss)	1,044,361	(518,928)
Other comprehensive income (losses) (net of income tax)	69,790	(594,908)
Total comprehensive income (loss)	**$ 1,114,151**	**(1,113,836)**
Basic earnings (loss) per share (In New Taiwan Dollars)	**$ 0.83**	**(0.41)**

	Fubon AMC	
	For the six months ended June 30	
	2026	2025
Operating Revenue	$ 194,342	189,851
Operating expenses	(74,270)	(72,178)
Operating income	120,072	117,673
Non-operating income and expense	39,529	70,738
Income before income tax	159,601	188,411
Less: income tax expense	31,786	39,501
Net income	127,815	148,910
Total comprehensive income	**$ 127,815**	**148,910**
Basic earnings per share (In New Taiwan Dollars)	**$ 0.58**	**0.60**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Units: In thousands of CNY

	Fubon Bank (China)	
	For the six months ended June 30	
	2026	2025
Interest revenue	$ 3,212,246	2,999,798
Interest expense	(1,475,410)	(1,573,081)
Net interest revenue	1,736,836	1,426,717
Net non-interest revenues	(441,796)	(27,323)
Net revenue	1,295,040	1,399,394
Bad debt expenses and guarantee liability provisions	(263,482)	(440,850)
Operating expenses	(592,505)	(577,469)
Income before income tax	439,053	381,075
Less: income tax expense	58,350	80,449
Net income	380,703	300,626
Other comprehensive income (losses) (net of income tax)	35,026	(72,365)
Total comprehensive income	**$ 415,729**	**228,261**

Note: The concise statements of comprehensive income of Fubon Bank (China) for the six months ended June 30, 2026 and 2025, were presented fairly in accordance with the IFRSs endorsed by the FSC, which were not prepared in conformity with the local ordinance.

Units: In thousands of KRW

	Fubon Hyundai Life Insurance	
	For the six months ended June 30	
	2026	2025 (Restated)
Insurance service result	$ 5,019,791	5,657,019
Finance result	342,681,967	67,036,024
Other operation result	(147,203,622)	(190,632,083)
Operating income (loss)	200,498,136	(117,939,040)
Non-operating income and expense	480,149	(498,326)
Income (loss) before income tax	200,978,285	(118,437,366)
Less: income tax expense (benefit)	49,514,323	(35,741,020)
Net income (loss)	151,463,962	(82,696,346)
Other comprehensive income (net of income tax)	290,569,576	63,397,349
Total comprehensive income	**$ 442,033,538**	**(19,298,997)**

Note: The concise statements of comprehensive income of Fubon Hyundai Life Insurance for the six months ended June 30, 2026 and 2025, were presented fairly in accordance with the IFRSs endorsed by the FSC, which were not prepared in conformity with the local ordinance.

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(i) Profitability of the Company and bank, insurance and security subsidiaries

June 30, 2026

Unit: %

Item		Consolidation	The Company	Taipei Fubon Bank	Fubon Bank (Hong Kong)	Fubon Bank (China)	Fubon Life Insurance	Fubon Hyundai Life Insurance	Fubon Insurance	Fubon Securities
Return on total assets	Before income tax	1.72	15.26	1.29	1.09	0.52	1.99	2.22	11.03	5.69
	After income tax	1.47	14.78	1.09	0.93	0.45	1.86	1.68	9.34	5.08
Return on equity	Before income tax	20.81	18.58	18.75	12.76	8.12	16.83	24.73	38.97	34.57
	After income tax	17.81	18.00	15.87	10.86	7.04	15.73	18.64	33.01	30.85
Profit margin		56.69	96.23	48.31	50.14	29.40	24.85	24.50	14.86	44.12

June 30, 2025

Unit: %

Item		Consolidation (restated)	The Company (restated)	Taipei Fubon Bank	Fubon Bank (Hong Kong)	Fubon Bank (China)	Fubon Life Insurance (restated)	Fubon Hyundai Life Insurance (restated)	Fubon Insurance (restated)	Fubon Securities
Return on total assets	Before income tax	(0.84)	(9.56)	1.09	1.06	0.51	(3.00)	(1.28)	5.13	3.59
	After income tax	(0.95)	(10.31)	0.93	0.89	0.40	(2.90)	(0.90)	3.86	3.04
Return on equity	Before income tax	(11.07)	(11.74)	15.50	11.28	7.21	(30.12)	(46.40)	19.51	15.83
	After income tax	(12.50)	(12.66)	13.22	9.53	5.69	(29.12)	(32.40)	14.70	13.42
Profit margin		120.66	109.11	46.07	47.04	21.48	149.78	(24.94)	6.06	36.27

Note 1: Return on total assets = Income before (after) income tax/Average total assets.
Note 2: Return on equity = Income before (after) income tax/Average net worth of equity.
Note 3: Profit margin = Income after income tax/Total operating revenues.
Note 4: Income before (after) income tax is the income for the six months ended June 30, 2026 and 2025.
Note 5: The return on assets and return on equity are presented annualized ratios.

(j) Since Russia launched an invasion of Ukraine in February 2022, Russia was subject to severe international sanctions, and international credit rating agencies have followed suit by downgrading the credit rating for Russian bonds. Fubon Life Insurance and its subsidiaries have closely monitored and evaluated the credit risk of the Russian Bonds, and continuously reviewed the interest payment and principal repayment of the relevant bonds, and recognized the expected credit loss based on the assessed credit risk.

(13) Other disclosures

(a) Information on significant transactions:

For the six months ended June 30, 2026, according to the Regulations Governing the Preparation of Financial Reports by Financial Holding Companies, the related information on significant transactions by the Company and its subsidiaries that should be further disclosed as follows:

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FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(i) Loans to others:

Units: In thousands of TWD

Number (Note 1)	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance (Note 2)	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower (Note 3)	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits (Note 4)	Maximum limit of fund financing (Note 5)
													Item	Value		
1	Fubon Asset Management Service	Ruo-Shuei Environment Integration Co., Ltd.	Accounts Receivable - reimbursable expenditure	No	195,500	195,500	50,095	3%~4%	1	50,095	0	501	None	-	195,500	13,880,028
1	Fubon Asset Management Service	De-Cheng International Development Co., Ltd.	Accounts Receivable - reimbursable expenditure	No	154,500	154,500	153,813	3%~4%	1	153,813	0	1,538	None	-	154,500	13,880,028
1	Fubon Asset Management Service	YI LIAN Construction Co., Ltd.	Accounts Receivable - reimbursable expenditure	No	200,000	200,000	200,000	3%~4%	1	200,000	0	2,000	None	-	200,000	13,880,028
1	Fubon Asset Management Service	Zhufeng Industry Co., Ltd.	Accounts Receivable - reimbursable expenditure	No	140,000	140,000	-	3%~5%	1	-	0	-	Real estate	-	226,250	13,880,028
1	Fubon Asset Management Service	Zhufeng Industry Co., Ltd.	Accounts Receivable - reimbursable expenditure	No	36,000	36,000	32,100	3%~5%	1	32,100	0	321	None	-	113,125	13,880,028
1	Fubon Asset Management Service	Zhu Hong He Development Co., Ltd.	Accounts Receivable - reimbursable expenditure	No	150,000	150,000	-	3%~5%	1	-	0	-	None	-	150,000	13,880,028
1	Fubon Asset Management Service	North-City Construction Co., Ltd.	Accounts Receivable - reimbursable expenditure	No	220,000	220,000	60,327	3%~5%	1	60,327	0	603	None	-	220,000	13,880,028
1	Fubon Asset Management Service	Dongma Construction Co., Ltd.	Accounts Receivable - reimbursable expenditure	No	60,000	60,000	55,632	3%~5%	1	55,632	0	556	None	-	113,125	13,880,028
1	Fubon Asset Management Service	Sheng De Fu Construction Development Co., Ltd.	Accounts Receivable - reimbursable expenditure	No	30,400	30,400	30,400	3%~5%	1	30,400	0	304	Real estate	45,992	226,250	13,880,028
1	Fubon Asset Management Service	CHEN CHIA ENGINEERING CO., LTD.	Accounts Receivable - reimbursable expenditure	No	80,000	80,000	29,955	3%~5%	1	29,955	0	300	None	-	113,125	13,880,028
1	Fubon Asset Management Service	Jing Yue Yao Construction Co., Ltd.	Accounts Receivable - reimbursable expenditure	No	120,000	120,000	118,920	3%~5%	1	118,920	0	1,189	None	-	120,000	13,880,028
1	Fubon Asset Management Service	Trust-Well Development Co., Ltd.	Accounts Receivable - reimbursable expenditure	No	59,700	59,700	59,700	3%~5%	1	59,700	0	597	Real estate	74,657	226,250	13,880,028
1	Fubon Asset Management Service	Hui Qun Construction Co., Ltd.	Accounts Receivable - reimbursable expenditure	No	50,000	50,000	-	3%~5%	1	-	0	-	None	-	113,125	13,880,028
1	Fubon Asset Management Service	JING HUI Construction and Development Co., Ltd.	Accounts Receivable - reimbursable expenditure	No	220,000	220,000	139,554	3%~5%	1	139,554	0	1,396	None	-	220,000	13,880,028

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Number (Note 1)	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance (Note 2)	Actual usage amount during the period	Range of interest rates during the period	Purposes of fund financing for the borrower (Note 3)	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits (Note 4)	Maximum limit of fund financing (Note 5)
													Item	Value		
1	Fubon Asset Management Service	FULL POWER BIOTECH CO., LTD.	Accounts Receivable - reimbursable expenditure	No	220,000	220,000	-	3%~5%	1	-	0	-	None	-	220,000	13,880,028
1	Fubon Asset Management Service	Ju Ching Construction Co., Ltd.	Accounts Receivable - reimbursable expenditure	No	80,000	-	-	3%~5%	1	-	0	-	None	-	113,125	13,880,028
1	Fubon Asset Management Service	Zhao Jie Construction Co., Ltd.	Accounts Receivable - reimbursable expenditure	No	70,000	70,000	-	3%~5%	1	-	0	-	None	-	113,125	13,880,028

Note 1: Serial number is determined as follows:

(1) 0 represents parent company.

(2) Subsidiaries are numbered in a sequence of Arabic numerals from 1 based on company category.

Note 2: Those ending balances are effective credit/amount as of the reporting date.

Note 3: The natures of loans are determined as follows:

(1) Please fill 1 if the category belongs to business relation.

(2) Please fill 2 if the category belongs to short-term loan.

Note 4: The limit to the individual borrower: 10% of the creditor's net worth on June 30, 2026 (unsecured loans limited to 5% of the net worth).

Note 5: The total limit of the loan: 7 times of the creditor's net worth, deducting capital infusion and real estate purchase on June 30, 2026.

Note 6: For any loan requests submitted to Fubon Asset Management Service that exceed the individual borrower lending limit, such cases have been submitted to the Board of Directors for approval in accordance with the Company's credit-risk exception management mechanism under its lending procedures. The individual borrower lending limit represents the lending amount approved by the Board of Directors.

(ii) Endorsement and guarantees for others:

Units: In thousands of TWD

No. (Note 1)	Name of guarantor	Counter-party of guarantee and endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise (Note 3)	Highest balance for guarantees and endorsements during the period (Note 4)	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged for guarantees and endorsements (Amount)	Ratio of accumulated amounts of guarantees and endorsements to net worth of the latest financial statements	Maximum amount for guarantees and endorsements (Note 3)	Parent company endorsements/ guarantees to third parties on behalf of subsidiary (Note 5)	Subsidiary endorsements/ guarantees to third parties on behalf of parent company (Note 5)	Endorsements/ guarantees to third parties on behalf of companies in Mainland China (Note 5)
		Name	Relationship with the Company (Note 2)										
1	Fubon Green Power	Li Tong Management Consulting	2	3,943,074	1,298,514	1,298,514	1,298,514	1,298,514	32.93 %	15,772,295	N	N	N

Note 1: Serial number is determined as follows:

(1) 0 represents parent company.

(2) Subsidiaries are numbered in a sequence of Arabic numerals from 1 based on company category.

Note 2: Relationship with the endorsed/guaranteed is classified into the 7 categories below, denoted with numbers:

(1) Business that the Company has business dealing with.

(2) A company in which the Company holds, directly or indirectly, more than 50% of the voting shares.

(3) The company directly or indirectly holds more than 50% of the voting shares of the company.

(4) Between companies in which the Company directly or indirectly holds more than 90% of the voting shares.

(5) Companies that require mutual guarantees of companies in the same industry or co-builders in accordance with the contract for the needs of contracting projects.

(6) A company to which all contributing shareholders endorse and guarantee in accordance with their shareholding ratios for joint investment.

(7) Peer of a property pre-sale contract for which the Company has issued performance guarantee in accordance with the Consumer Protection Act.

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Note 3: The limit of endorsement and guarantee provided by Fubon Green Power to a single entity shall be 100% of its net worth; while the maximum limit of endorsement and guarantee provided by Fubon Green Power shall be 400% of its net worth.

Note 4: The balance is the maximum amount endorsed/guaranteed to others during the period.

Note 5: The listed parent company endorsements/guarantees to third parties on behalf of subsidiaries, subsidiary endorsements/guarantees to third parties on behalf of the listed parent company, and endorsements/guarantees to third parties on behalf of companies in Mainland China should be Y.

(iii) Material securities held as of June 30, 2026 (excluding investment in subsidiaries, associates and joint ventures):

In accordance with Article 22 of the Regulations Governing the Preparation of Financial Reports by Financial Holding Companies, Taipei Fubon Bank, Fubon Bank (China), Fubon Bank (Hong Kong), Fubon Insurance, Fubon Life Insurance, and Fubon Securities, which are classified as financial, insurance, and securities industries, and whose main business activities include lending funds to others, endorsement guarantees, and trading securities, are exempt from disclosing the status of material securities held at the end of the period. Information on other investment businesses is as follows:

Units: In thousands of TWD / Thousands shares

Holding company name	Securities type and name	Relationship with the securities issuer	Account	June 30, 2026				Remark
				No. of shares/ No. of units	Carrying amount	Shareholding ratio	Market price	
Fubon Securities Venture Capital Co., Ltd.	Stock							
	DA YI CHENG Technology CO. , LTD.	-	Financial assets measured at fair value through profit or loss	100	25,000	-	25,000	
	AsWater Advanced Envirotech LTD.	-	Financial assets measured at fair value through profit or loss	313	14,824	0.01	14,824	
	Hyena Inc.	-	Financial assets measured at fair value through profit or loss	700	2,628	0.04	2,628	
	Minson Integration, Inc.	-	Financial assets measured at fair value through profit or loss	297	23,107	0.01	23,107	
	BASECOM TELECOMMUNICATION CO., LTD.	-	Financial assets measured at fair value through profit or loss	600	15,922	0.03	15,922	
	Timing Pharmaceutical Co., Ltd.	-	Financial assets measured at fair value through profit or loss	272	5,375	-	5,375	
	Noodoe Group Inc.	-	Financial assets measured at fair value through profit or loss	450	339	0.05	339	
	PocketNet Technology Inc.	-	Financial assets measured at fair value through profit or loss	1,078	564	0.02	564	
	HUANG CHIEH METAL HOLDINGS CO., LTD.	-	Financial assets measured at fair value through profit or loss	990	7,295	0.02	7,295	

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FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Holding company name	Securities type and name	Relationship with the securities issuer	Account	June 30, 2026				Remark
				No. of shares/ No. of units	Carrying amount	Shareholding ratio	Market price	
Fubon Securities Venture Capital Co., Ltd.	Artilux Corporation	-	Financial assets measured at fair value through profit or loss	392	-	-	-	
	3S System Technology Inc	-	Financial assets measured at fair value through profit or loss	263	4,656	-	4,656	
	Leadpower-semi Co., Ltd.	-	Financial assets measured at fair value through profit or loss	440	7,359	0.03	7,359	
	GLORY WHEEL ENTERPRISE CO., LTD.	-	Financial assets measured at fair value through profit or loss	358	24,035	0.01	24,035	
	AviviD Innovative Media CO., LTD.	-	Financial assets measured at fair value through profit or loss	600	5,037	0.04	5,037	
	CHENFENG OPTRONICS Co., Ltd.	-	Financial assets measured at fair value through profit or loss	500	5,822	-	5,822	
	Oomii Inc.	-	Financial assets measured at fair value through profit or loss	720	3,579	0.01	3,579	
	Hukui Biotechnology Co., Ltd.	-	Financial assets measured at fair value through profit or loss	500	4,747	0.01	4,747	
Fubon Securities Investment Services Co., Ltd.	Beneficiary certificates							
	Fubon Chi Hsiang Money Market	-	Financial assets measured at fair value through profit or loss	2,103	35,130	-	35,130	
Fubon Mintou Venture Capital Co., Ltd.	Beneficiary certificates							
	Mega Diamond Money Market Fund	-	Financial assets measured at fair value through profit or loss	4,018	53,738	-	53,738	
	FSITC Taiwan Money Market Fund	-	Financial assets measured at fair value through profit or loss	3,293	53,777	-	53,777	
	Capital Money Market Fund	-	Financial assets measured at fair value through profit or loss	3,061	52,648	-	52,648	
	Yuanta De-Li Money Market Fund	-	Financial assets measured at fair value through profit or loss	2,163	37,581	-	37,581	

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Holding company name	Securities type and name	Relationship with the securities issuer	Account	June 30, 2026				Remark
				No. of shares/ No. of units	Carrying amount	Shareholding ratio	Market price	
Fubon Futures Co., Ltd.	Beneficiary certificates							
	JKO Dow Jones Copper ER Futures ETF	-	Financial assets measured at fair value through profit or loss	500	16,460	-	16,460	
	JKO S&P GSCI Soybeans ER Futures ETF	-	Financial assets measured at fair value through profit or loss	1,000	20,820	-	20,820	
	JKO Pion Money Market Fund	-	Financial assets measured at fair value through profit or loss	1,646	20,170	-	20,170	
Fubon Futures Co., Ltd.	Stock							
	Taiwan Futures Exchange Co., Ltd.	Related parties in substance	Financial assets measured at fair value through other comprehensive income	15,712	1,320,807	2.18	1,320,807	
Fubon Asset Management Co., Ltd.	Beneficiary certificates							
	Fubon Global Investment-grade Bond Fund A	-	Financial assets measured at fair value through profit or loss	6,959	74,584	-	74,584	
	Mega Diamond Money Market Fund	-	Financial assets measured at fair value through profit or loss	12,073	161,477	-	161,477	
	Fubon Chi Hsiang Money Market	-	Financial assets measured at fair value through profit or loss	11,874	198,326	-	198,326	
	Fubon Preferred Yield Umbrella Securities Investment Trust Fund – Fubon Global Dynamic Income Investment Grade Bond Active ETF Securities Investment Trust Fund	-	Financial assets measured at fair value through profit or loss	1,000	10,060	-	10,060	
	Fubon Taiwan Flagship Momentum 50 ETF	-	Financial assets measured at fair value through profit or loss	-	8	-	8	
	Fubon Solactive Metaverse ETF	-	Financial assets measured at fair value through profit or loss	3	68	-	68	
	Fubon Taiwan high dividend 30 ETF	-	Financial assets measured at fair value through profit or loss	1	13	-	13	
	Fubon NYSE FactSet Global Genomics and Immuno Biopharma ETF	-	Financial assets measured at fair value through profit or loss	4	43	-	43	

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FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Holding company name	Securities type and name	Relationship with the securities issuer	Account	June 30, 2026				Remark
				No. of shares/ No. of units	Carrying amount	Shareholding ratio	Market price	
Fubon Asset Management Co., Ltd.	Fubon MSCI Future Mobility ETF	-	Financial assets measured at fair value through profit or loss	1	75	-	75	
	Fubon Taiwan Core Semi ETF	-	Financial assets measured at fair value through profit or loss	1	40	-	40	
	Fubon 9-35 Years US Corporate Bond A ETF	-	Financial assets measured at fair value through profit or loss	500	18,205	-	18,205	
	Fubon 10+ Years US Corporate Bond BBB Ex China	-	Financial assets measured at fair value through profit or loss	2	77	-	77	
	Fubon Taiwan Small-Mid Cap Alpha Momentum 50 ETF	-	Financial assets measured at fair value through profit or loss	1	76	-	76	
	Fubon Dow Jones Taiwan High-Quality Dividend 30 ETF	-	Financial assets measured at fair value through profit or loss	1	21	-	21	
	Fubon S&P US Preferred Stock ETF	-	Financial assets measured at fair value through profit or loss	11	165	-	165	
	Fubon FTSE Developed Europe ETF	-	Financial assets measured at fair value through profit or loss	10	377	-	377	
	Fubon 20 +Years US Treasury Bond ETF	-	Financial assets measured at fair value through profit or loss	1	38	-	38	
	Fubon TWSE Corporate Governance 100 ETF	-	Financial assets measured at fair value through profit or loss	1	75	-	75	
	Fubon NASDAQ-100 ETF	-	Financial assets measured at fair value through profit or loss	7	848	-	848	
	Fubon NIFTY ETF	-	Financial assets measured at fair value through profit or loss	9	309	-	309	
	Fubon TOPIX ETF	-	Financial assets measured at fair value through profit or loss	11	608	-	608	
	Fubon SZSE 100 ETF	-	Financial assets measured at fair value through profit or loss	16	292	-	292	
	Fubon FTSE TWSE Taiwan 50 ETF	-	Financial assets measured at fair value through profit or loss	270	67,623	-	67,623	

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FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Holding company name	Securities type and name	Relationship with the securities issuer	Account	June 30, 2026				Remark
				No. of shares/ No. of units	Carrying amount	Shareholding ratio	Market price	
Fubon Asset Management Co., Ltd.	Fubon SSE180 ETF	-	Financial assets measured at fair value through profit or loss	29	1,223	-	1,223	
	Fubon MSCI Taiwan ETF	-	Financial assets measured at fair value through profit or loss	36	11,654	-	11,654	
	Fubon Taiwan Technology ETF	-	Financial assets measured at fair value through profit or loss	28	1,750	-	1,750	
	Fubon Money Market Fund	-	Financial assets measured at fair value through profit or loss	12,218	193,401	-	193,401	
Fubon Asset Management Co., Ltd.	Stock							
	Fund Rich Securities Co., Ltd.	Related parties in substance	Financial assets measured at fair value through other comprehensive income	2,361	71,892	0.03	71,892	
	Taiwan Futures Exchange Co., Ltd.	Related parties in substance	Financial assets measured at fair value through other comprehensive income	310	26,072	-	26,072	
Fubon Insurance Agency Co., Ltd.	Beneficiary certificates							
	Fubon Money Market Fund	-	Financial assets measured at fair value through profit or loss	2,533	40,089	-	40,089	
	Capital Money Market Fund	-	Financial assets measured at fair value through profit or loss	1,168	20,083	-	20,083	
Fubon Insurance Agency Co., Ltd.	REIT							
	Fubon No.2 REIT	Related parties in substance	Financial assets measured at fair value through profit or loss	868	8,975	-	8,975	
	Fubon No.1 REIT	Related parties in substance	Financial assets measured at fair value through profit or loss	462	5,364	-	5,364	
	Millerful No.1 REIT	-	Financial assets measured at fair value through profit or loss	808	8,080	-	8,080	

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FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Holding company name	Securities type and name	Relationship with the securities issuer	Account	June 30, 2026				Remark
				No. of shares/ No. of units	Carrying amount	Shareholding ratio	Market price	
Fubon Insurance Agency Co., Ltd.	Government bond							
	96 Central Government Bond 7	-	Financial assets measured at amortized cost	-	1,127	-	1,084	
Fubon Fund Management (HK) Limited	Beneficiary certificates							
	Fubon HS SH-SZ-HK (Selected Corp) High Div Yield Index ETF	-	Financial assets measured at fair value through profit or loss	145	8,912	-	8,912	
	Global X USD Money Market ETF	-	Financial assets measured at fair value through profit or loss	6	27,821	-	27,821	
Fubon Financial Holding Venture Capital Co., Ltd.	Stock							
	momo.com. Inc.	Related parties in substance	Financial assets measured at fair value through profit or loss	6,090	1,811,773	2.30	1,811,773	
	Annji Pharmaceutical Co., Ltd.	Related parties in substance	Financial assets measured at fair value through profit or loss	9,793	574,243	9.72	574,243	
	Precision Health Inc.	Related parties in substance	Financial assets measured at fair value through profit or loss	379	3,786	0.88	3,786	
	HD Renewable Energy Co., Ltd.	Related parties in substance	Financial assets measured at fair value through profit or loss	6,531	537,538	4.58	537,538	
	Sunny Pharmtech Inc.	Related parties in substance	Financial assets measured at fair value through profit or loss	14,507	188,151	8.55	188,151	
	Long time tech. Co., Ltd.	Related parties in substance	Financial assets measured at fair value through profit or loss	10,000	195,500	8.39	195,500	
	StemCyte International, Ltd.	Related parties in substance	Financial assets measured at fair value through profit or loss	13,805	253,330	6.40	253,330	
	Century Development Corporation	Related parties in substance	Financial assets measured at fair value through profit or loss	3,600	55,264	1.00	55,264	
	Jeoutai Technology	Related parties in substance	Financial assets measured at fair value through profit or loss	2,714	48,803	8.06	48,803	
	DETKET Technology Inc.	Related parties in substance	Financial assets measured at fair value through profit or loss	1,059	6,290	7.66	6,290	

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FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
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Holding company name	Securities type and name	Relationship with the securities issuer	Account	June 30, 2026				Remark
				No. of shares/ No. of units	Carrying amount	Shareholding ratio	Market price	
Fubon Financial Holding Venture Capital Co., Ltd.	TeTanTi Agricultural Biotechnology Co., Ltd.	Related parties in substance	Financial assets measured at fair value through profit or loss	1,500	4,688	6.00	4,688	
	Bigbest Solutions, Inc.	Related parties in substance	Financial assets measured at fair value through profit or loss	8,000	45,827	11.43	45,827	
	Gaius Automotive Inc.	Related parties in substance	Financial assets measured at fair value through profit or loss	6,334	253,345	7.07	253,345	
	BIG DATA CO., LTD.	Related parties in substance	Financial assets measured at fair value through profit or loss	793	30,064	6.08	30,064	
	Elixiron Immunotherapeutics (Cayman) Limited	-	Financial assets measured at fair value through profit or loss	129	9,511	0.10	9,511	
	BRIM Biotechnology, Inc.	-	Financial assets measured at fair value through profit or loss	1,582	33,782	1.19	33,782	
	TaiRx, Inc.	-	Financial assets measured at fair value through profit or loss	3,311	47,245	2.95	47,245	
	One Production Co., Ltd.	-	Financial assets measured at fair value through profit or loss	1,131	17,307	3.16	17,307	
	CERTAIN MICRO APPLICATION TECHNOLOGY INC.	-	Financial assets measured at fair value through profit or loss	160	76,981	0.70	76,981	
	TSA international CO., LTD.	-	Financial assets measured at fair value through profit or loss	450	35,915	2.17	35,915	
	HOTAI LEASING CO., LTD.	-	Financial assets measured at fair value through profit or loss	10	986	0.01	986	
	Yoda Pharmaceuticals Inc.	-	Financial assets measured at fair value through profit or loss	9,576	399,990	9.63	399,990	
	ARGO YACHTS DEVELOPMENT CO., LTD.	-	Financial assets measured at fair value through profit or loss	1,803	22,664	1.29	22,664	
	FORMOSA PHARMACEUTICALS, INC.	-	Financial assets measured at fair value through profit or loss	2,400	58,440	1.59	58,440	
	T-CONN PRECISION CORPORATION	-	Financial assets measured at fair value through profit or loss	1,577	38,305	3.16	38,305	

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FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Holding company name	Securities type and name	Relationship with the securities issuer	Account	June 30, 2026				Remark
				No. of shares/ No. of units	Carrying amount	Shareholding ratio	Market price	
Fubon Financial Holding Venture Capital Co., Ltd.	Taiwan Microloops Corp.	-	Financial assets measured at fair value through profit or loss	1,175	1,025,775	1.74	1,025,775	
	Alar Pharmaceuticals Inc.	-	Financial assets measured at fair value through profit or loss	3,072	357,888	4.60	357,888	
	TECH-TOP ENGINEERING CO., LTD.	-	Financial assets measured at fair value through profit or loss	647	42,463	1.45	42,463	
	Twi Biotechnology Co., Ltd.	-	Financial assets measured at fair value through profit or loss	1,706	44,987	0.83	44,987	
	Tanvex BioPharma, Inc.	-	Financial assets measured at fair value through profit or loss	3,256	130,571	1.23	130,571	
	BIONIME CORPORATION	-	Financial assets measured at fair value through profit or loss	300	16,680	0.39	16,680	
	H.H. GALAXY CO., LTD.	-	Financial assets measured at fair value through profit or loss	809	55,842	2.69	55,842	
	ESUN HOLDINGS LIMITED	-	Financial assets measured at fair value through profit or loss	1,653	275	0.09	275	
	Eva Technologies Co., Ltd.	-	Financial assets measured at fair value through profit or loss	1,340	37,330	6.50	37,330	
	ABG II-WX Limited	-	Financial assets measured at fair value through profit or loss	-	230,852	9.30	230,852	
	Triller Group Inc.	-	Financial assets measured at fair value through profit or loss	111	-	0.56	-	
	Ever Victory Global Ltd.	-	Financial assets measured at fair value through profit or loss	5,000	11,544	0.81	11,544	
	ACP Barite Investment L.P.	-	Financial assets measured at fair value through profit or loss	15,000	506,592	7.39	506,592	
	New Epoch capital L.P.	-	Financial assets measured at fair value through profit or loss	5,384	293,815	3.50	293,815	
	Leadpower-semi Co., Ltd.	-	Financial assets measured at fair value through profit or loss	605	10,118	3.59	10,118	

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FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Holding company name	Securities type and name	Relationship with the securities issuer	Account	June 30, 2026				Remark
				No. of shares/ No. of units	Carrying amount	Shareholding ratio	Market price	
Fubon Financial Holding Venture Capital Co., Ltd.	T-E Pharma Holding	-	Financial assets measured at fair value through profit or loss	3,750	18,174	1.30	18,174	
	New Garden Co., Ltd.(Cayman)	-	Financial assets measured at fair value through profit or loss	550	7,015	1.00	7,015	
	AcadeMab Biomedical Inc.	-	Financial assets measured at fair value through profit or loss	2,500	55,025	4.93	55,025	
	LINCO TECHNOLOGY CO., LTD.	-	Financial assets measured at fair value through profit or loss	1,540	502,440	1.85	502,440	
	Gilva Therapeutics, INC.	-	Financial assets measured at fair value through profit or loss	4,000	67,172	12.05	67,172	
	Bora Pharmaceutical and Consumer Health Inc.	-	Financial assets measured at fair value through profit or loss	5,000	61,295	11.93	61,295	
	Fortune Electric Value Company Limited	-	Financial assets measured at fair value through profit or loss	2,181	86,406	6.09	86,406	
	Infinitix Inc.	-	Financial assets measured at fair value through profit or loss	1,555	62,200	5.87	62,200	
	beBit TECH, Inc.	-	Financial assets measured at fair value through profit or loss	1,300	68,900	9.05	68,900	
Fubon Financial Holding Venture Capital Co., Ltd.	Preferred stock							
	OmniEyes Co., Ltd.	Related parties in substance	Financial assets measured at fair value through profit or loss	8,599	17,246	21.71	17,246	
	FOOTPRINTKU INC.	Related parties in substance	Financial assets measured at fair value through profit or loss	1,800	-	8.28	-	
	TIPCO International Limited	-	Financial assets measured at fair value through profit or loss	1	2,761	4.54	2,761	
	LoneStar Heart, Inc.	-	Financial assets measured at fair value through profit or loss	294	-	4.01	-	
	Aeolus Robotics Corporation Limited	-	Financial assets measured at fair value through profit or loss	6,000	-	7.09	-	

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Holding company name	Securities type and name	Relationship with the securities issuer	Account	June 30, 2026				Remark
				No. of shares/ No. of units	Carrying amount	Shareholding ratio	Market price	
Fubon Financial Holding Venture Capital Co., Ltd.	RenalPro Medical, Inc.	-	Financial assets measured at fair value through profit or loss	1,581	-	12.83	-	
	Artilux Corporation	-	Financial assets measured at fair value through profit or loss	2,784	-	3.54	-	
	SuperMetalix, Inc	-	Financial assets measured at fair value through profit or loss	788	616	6.67	616	
	Black Light Surgical, Inc	-	Financial assets measured at fair value through profit or loss	628	-	3.23	-	
	URSrobot Holding Ltd.	-	Financial assets measured at fair value through profit or loss	3,606	151,245	7.91	151,245	
	Neuchips Inc	-	Financial assets measured at fair value through profit or loss	2,500	-	2.72	-	
	Stampede Entertainment, Inc.	-	Financial assets measured at fair value through profit or loss	629	220,069	3.22	220,069	
	New Garden Co., Ltd.(Cayman)	-	Financial assets measured at fair value through profit or loss	10,370	132,276	15.00	132,276	
	Marigold Therapeutics, Inc.	-	Financial assets measured at fair value through profit or loss	7,182	251,545	9.79	251,545	
	GRAID Technology Inc.	-	Financial assets measured at fair value through profit or loss	628	37,217	1.69	37,217	
	SIMO Holdings Inc.	-	Financial assets measured at fair value through profit or loss	2,786	108,732	3.33	108,732	
Fubon Financial Holding Venture Capital Co., Ltd.	Corporate bonds							
	Aeolus Robotics Corporation Limited	-	Financial assets measured at fair value through profit or loss	-	26,279	-	26,279	

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Holding company name	Securities type and name	Relationship with the securities issuer	Account	June 30, 2026				Remark
				No. of shares/ No. of units	Carrying amount	Shareholding ratio	Market price	
Fubon Financial Holding Venture Capital Co., Ltd.	Stock							
	Star Shining Energy Holdings Corporation	Related parties in substance	Financial assets measured at fair value through other comprehensive income	4,900	456,069	7.00	456,069	
	Diamond Bioventure	Related parties in substance	Financial assets measured at fair value through other comprehensive income	30,223	568,195	3.54	568,195	
	Kbro Media Co., Ltd.	Related parties in substance	Financial assets measured at fair value through other comprehensive income	2,390	-	11.66	-	
	Fubon Hospitality Management Co., Ltd.	Related parties in substance	Financial assets measured at fair value through other comprehensive income	5,000	4,824	17.86	4,824	
	Xin-Yao Bioventure Co., Ltd.	Related parties in substance	Financial assets measured at fair value through other comprehensive income	17,500	101,595	5.00	101,595	
	Star River Energy Corporation	Related parties in substance	Financial assets measured at fair value through other comprehensive income	6	1,486	1.49	1,486	
	Wholex Max Green Power Co., Ltd.	Related parties in substance	Financial assets measured at fair value through other comprehensive income	2,090	18,193	1.00	18,193	
	P. LEAGUE+	Related parties in substance	Financial assets measured at fair value through other comprehensive income	875	905	14.58	905	
	Jing Ying Investment Co., Ltd.	Related parties in substance	Financial assets measured at fair value through other comprehensive income	7,805	40,707	5.00	40,707	

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Holding company name	Securities type and name	Relationship with the securities issuer	Account	June 30, 2026				Remark
				No. of shares/ No. of units	Carrying amount	Shareholding ratio	Market price	
Fubon Financial Holding Venture Capital Co., Ltd.	Fubon Green Power CO., LTD.	Related parties in substance	Financial assets measured at fair value through other comprehensive income	100	893	0.03	893	
	Cosmos Foreign Exchange Intl. Co., Ltd.	-	Financial assets measured at fair value through other comprehensive income	240	29,988	2.00	29,988	
	Taiwania Capital Management Corporation	-	Financial assets measured at fair value through other comprehensive income	20,720	80,393	8.29	80,393	
Fubon Sports & Entertainment Co., Ltd.	Stock							
	P. LEAGUE+	Related parties in substance	Financial assets measured at fair value through other comprehensive income	250	259	4.17	259	
	CHOXUE Holdings	-	Financial assets measured at fair value through other comprehensive income	298	-	1.66	-	
TFB Capital Co., Ltd.	Stock							
	Cloud Mile Inc.	Related parties in substance	Financial assets measured at fair value through profit or loss	1,662	222,619	4.57	222,619	
	YE SIANG ENTERPRISE CO., LTD.	Related parties in substance	Financial assets measured at fair value through profit or loss	200	125,442	0.28	125,442	
	Hyena Inc.	-	Financial assets measured at fair value through profit or loss	500	1,877	2.62	1,877	
	KING POINT ENTERPRISE CO., LTD.	-	Financial assets measured at fair value through profit or loss	1,300	15,577	2.93	15,577	
	Transsnet FinTech Group	-	Financial assets measured at fair value through profit or loss	524	12,274	0.06	12,274	
	URSrobot Holding Ltd.	-	Financial assets measured at fair value through profit or loss	1,328	55,722	2.91	55,722	

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Holding company name	Securities type and name	Relationship with the securities issuer	Account	June 30, 2026				Remark
				No. of shares/ No. of units	Carrying amount	Shareholding ratio	Market price	
TFB Capital Co., Ltd.	Welab Sky Limited	-	Financial assets measured at fair value through profit or loss	10,000	510,760	2.67	510,760	
	CHENFENG OPTRONICS Co., Ltd.	-	Financial assets measured at fair value through profit or loss	500	5,822	0.50	5,822	
	Stash Financial, Inc.	-	Financial assets measured at fair value through profit or loss	2,563	144,982	1.44	144,982	
	Inpsytech, Inc.	-	Financial assets measured at fair value through profit or loss	200	119,596	0.67	119,596	
	Infinitix Inc.	-	Financial assets measured at fair value through profit or loss	2,000	80,000	7.55	80,000	
TFB Capital Co., Ltd.	Beneficiary certificates							
	Nomura Global Financial Bond Fund	-	Financial assets measured at fair value through profit or loss	14,403	158,784	-	158,784	
	Allianz Global Investors US Bond Fund	-	Financial assets measured at fair value through profit or loss	852	310,012	-	310,012	
	PIMCO GIS Diversified Income Fund	-	Financial assets measured at fair value through profit or loss	126	104,222	-	104,222	
	Fin Regatta II, LP	-	Financial assets measured at fair value through profit or loss	3,000	103,231	5.00	103,231	
	QED FUND VIII, LP	-	Financial assets measured at fair value through profit or loss	2,000	31,082	0.31	31,082	
Fubon Life Singapore Pte. Ltd.	Corporate bonds							
	CMCSA 3.2 07/15/36	-	Financial assets measured at amortized cost	-	1,267,775	-	1,209,459	
	CNQCN 5.4 12/15/34	-	Financial assets measured at amortized cost	-	1,249,708	-	1,233,367	
	DT 4 3/4 06/21/38	-	Financial assets measured at amortized cost	-	309,789	-	303,388	
	ENGIFP 5 5/8 04/10/34	-	Financial assets measured at amortized cost	-	1,249,641	-	1,230,208	
	ENIIM 5 3/4 05/19/35	-	Financial assets measured at amortized cost	-	332,274	-	326,705	

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Holding company name	Securities type and name	Relationship with the securities issuer	Account	June 30, 2026				Remark
				No. of shares/ No. of units	Carrying amount	Shareholding ratio	Market price	
Fubon Life Singapore Pte. Ltd.	ENIIM 5.95 05/15/54	-	Financial assets measured at amortized cost	-	910,356	-	901,959	
	EOG 5.35 01/15/36	-	Financial assets measured at amortized cost	-	328,212	-	322,814	
	EOG 5.65 12/01/54	-	Financial assets measured at amortized cost	-	915,467	-	889,194	
	JAPTOB 5.85 06/15/35	-	Financial assets measured at amortized cost	-	679,046	-	666,376	
	SIEGR 5.8 05/28/55	-	Financial assets measured at amortized cost	-	171,287	-	163,066	
	SPG 6.65 01/15/54	-	Financial assets measured at amortized cost	-	742,471	-	721,910	
	TXN 5.15 02/08/54	-	Financial assets measured at amortized cost	-	310,516	-	299,695	
Fubon Life Singapore Pte. Ltd.	Financial Bonds							
	ACAFP 5.862 01/09/36	-	Financial assets measured at amortized cost	-	1,174,809	-	1,145,709	
	AXP 5.667 04/25/36	-	Financial assets measured at amortized cost	-	338,250	-	329,899	
	BACR 5.785 02/25/36	-	Financial assets measured at amortized cost	-	1,183,939	-	1,152,129	
	BPCEGP 5.936 05/30/35	-	Financial assets measured at amortized cost	-	1,237,585	-	1,206,418	
	DB 5.403 09/11/35	-	Financial assets measured at amortized cost	-	1,256,569	-	1,228,836	
	GS 5.536 01/28/36	-	Financial assets measured at amortized cost	-	334,036	-	323,489	
	INTNED 5.525 03/25/36	-	Financial assets measured at amortized cost	-	995,568	-	972,751	
	ISPIM 7.2 11/28/33	-	Financial assets measured at amortized cost	-	361,193	-	359,241	
	ISPIM 7.8 11/28/53	-	Financial assets measured at amortized cost	-	874,851	-	843,631	
	MS 5.664 04/17/36	-	Financial assets measured at amortized cost	-	337,383	-	326,922	
	MUFG 5.188 09/12/36	-	Financial assets measured at amortized cost	-	1,122,786	-	1,091,379	

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Holding company name	Securities type and name	Relationship with the securities issuer	Account	June 30, 2026				Remark
				No. of shares/ No. of units	Carrying amount	Shareholding ratio	Market price	
Fubon Life Singapore Pte. Ltd.	SANTAN 6.033 01/17/35	-	Financial assets measured at amortized cost	-	1,246,704	-	1,219,191	
	UBS 5.01 03/23/37	-	Financial assets measured at amortized cost	-	779,925	-	757,111	
	UBS 5.58 05/09/36	-	Financial assets measured at amortized cost	-	332,242	-	326,381	
	WFC 5.605 04/23/36	-	Financial assets measured at amortized cost	-	308,612	-	300,710	

(iv) Discount of commission fees for transaction with related parties up to $5,000 thousand: None

(v) Receivables from related parties up to $300,000 thousand or 10% of paid-in capital:

Unit: In thousands of TWD

Company of accounted for receivable	Counter-party	Relation-ship	Balance of receivables from related party	Turnover rate	Post-due receivables – related parties		Subsequently received amount of receivables from related party	Allowance for doubtful accounts
					Amount	Resolution		
The Company	Taipei Fubon Bank	Subsidiary of the Company	3,280,263 (Note 1)	-	-	-	-	-
〃	Taipei Fubon Bank	〃	344,524	-	-	-	-	-
〃	Fubon Securities	〃	1,187,785 (Note 1)	-	-	-	-	-
〃	Fubon Securities	〃	718,016	-	-	-	-	-
〃	Fubon Life Insurance	〃	13,593,513 (Note 1)	-	-	-	-	-
〃	Fubon Life Insurance	〃	2,323,548	-	-	-	-	-
〃	Fubon Insurance	〃	945,723 (Note 1)	-	-	-	-	-
Fubon Insurance	Fubon Financial Holdings	Parent Company	5,636,482 (Note 2)	-	-	-	-	-
Taipei Fubon Bank	Fubon Financial Holdings	Parent Company	672,546 (Note 2)	-	-	-	-	-
〃	Fubon Life Insurance	Subsidiary of the Parent	1,055,187	-	-	-	-	-
Fubon Life Insurance	Fubon Insurance	Subsidiary of the Parent	334,460	-	-	-	-	-
〃	Fubon Financial Holdings	Parent Company	20,281,950 (Note 2)	-	-	-	-	-
〃	Fubon Financial Holdings	Parent Company	3,174,134	-	-	-	-	-

Note 1: The tax receivable by tax link mainly of subsidiary of company estimated payment that Company should be paid.

Note 2: The tax receivables to the subsidiaries, which derived from tax receivable of the Company as a result of combined income tax declaration.

Note 3: The inter-company transactions have been eliminated.

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(vi) Transaction information on NPL disposition:

1) Summary of transaction information on NPL disposition:

Unit: In Thousands

Trade date	Counterparty	Debt component	Book value (Note)	Sale price	Gains (Losses) on disposal	Additional term	Relationship
2026.02.27	Korea Asset Management Corporation	Mortgage loan	29,914 KRW 1,408,967	29,795 KRW 1,403,363	(119) KRW (5,604)	None	None
2026.04.29	Korea Asset Management Corporation	Mortgage loan	20,496 KRW 965,368	20,005 KRW 942,252	(491) KRW (23,116)	None	None
2026.06.29	Korea Asset Management Corporation	Mortgage loan	32,837 KRW 1,546,688	31,938 KRW 1,504,325	(899) KRW (42,363)	None	None
2026.05.28	China CITIC Financial Asset Management Co., Ltd. Shanghai Branch	Corporate secured loans	442,846 RMB 95,989	299,877 RMB 65,000	(142,969) RMB (30,989)	None	None

Note 1: The book value is the NPL amount less allowance for doubtful accounts.

Note 2: The foreign currency is converted into TWD using average exchange rate for the six months ended June 30, 2026.

2) The information of a transaction of NPL disposition up to $1,000,000 thousand should be disclosed: None

(vii) Types of securitization instruments and other relevant information approved to issue pursuant to financial assets securitization rules or real estate securitization rules: None

(viii) Business relationships and significant inter-company transactions

Unit: In thousands of TWD

No.	Company	Counter-party	Relationship	Transaction details			
				Accounts	Amounts	Transaction terms	Rates of operation income/total asset
0	Fubon Financial Holdings	Taipei Fubon Bank	1	Cash and cash equivalents	37,990,068	Same as non related-party transactions	0.28 %
0	Fubon Financial Holdings	Fubon Life Insurance	1	Financial assets measured at fair value through profit or loss	19,488,630	Same as non related-party transactions	0.14 %
0	Fubon Financial Holdings	Fubon Life Insurance	1	Current tax assets	13,593,513	Same as non related-party transactions	0.10 %

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

No.	Company	Counter-party	Relationship	Transaction details			
				Accounts	Amounts	Transaction terms	Rates of operation income/total asset
0	Fubon Financial Holdings	Fubon Life Insurance	1	Net interest revenue	357,177	Same as non related-party transactions	0.21 %
1	Taipei Fubon Bank	Fubon Life Insurance	3	Net service fee and commission income	7,081,965	Same as non related-party transactions	4.11 %
1	Taipei Fubon Bank	Fubon Securities	3	Net service fee and commission income	407,865	Same as non related-party transactions	0.24 %
1	Taipei Fubon Bank	Fubon Life Insurance (Hong Kong)	3	Net service fee and commission income	229,680	Same as non related-party transactions	0.13 %
1	Taipei Fubon Bank	Fubon Insurance	3	Net service fee and commission income	178,386	Same as non related-party transactions	0.10 %
1	Taipei Fubon Bank	Fubon Asset Management	3	Net service fee and commission income	206,051	Same as non related-party transactions	0.12 %
2	Fubon Life Insurance	Taipei Fubon Bank	3	Cash and cash equivalents	53,599,988	Same as non related-party transactions	0.39 %
2	Fubon Life Insurance	Fubon Financial Holdings	2	Current tax assets	20,281,950	Same as non related-party transactions	0.15 %
2	Fubon Life Insurance	Taipei Fubon Bank	3	Net interest revenue	168,985	Same as non related-party transactions	0.10 %
2	Fubon Life Insurance	Fubon Insurance	3	Other non-interest revenue, net	626,599	Same as non related-party transactions	0.36 %
3	Fubon Securities	Taipei Fubon Bank	3	Cash and cash equivalents	49,193,851	Same as non related-party transactions	0.36 %
3	Fubon Securities	Taipei Fubon Bank	3	Net interest revenue	465,057	Same as non related-party transactions	0.27 %
3	Fubon Securities	Fubon Life Insurance	3	Other non-interest revenue, net	178,423	Same as non related-party transactions	0.10 %
3	Fubon Securities	Taipei Fubon Bank	3	Other non-interest revenue, net	422,904	Same as non related-party transactions	0.25 %
3	Fubon Securities	Fubon Asset Management	3	Net service fee and commission income	102,581	Same as non related-party transactions	0.06 %
4	Fubon Insurance	Taipei Fubon Bank	3	Insurance service result	196,972	Same as non related-party transactions	0.11 %
4	Fubon Insurance	Fubon Life Insurance	3	Insurance service result	115,330	Same as non related-party transactions	0.07 %
5	Fubon Insurance Agency	Fubon Life Insurance	3	Net service fee and commission income	159,135	Same as non related-party transactions	0.09 %
5	Fubon Insurance Agency	Fubon Insurance	3	Net service fee and commission income	398,532	Same as non related-party transactions	0.23 %
6	Fubon Bank (Hong Kong)	Fubon Life Insurance (Hong Kong)	3	Net service fee and commission income	540,901	Same as non related-party transactions	0.31 %
7	Fubon Financial Holding Venture Capital	Fubon Life Insurance	3	Other non-interest revenue, net	131,507	Same as non related-party transactions	0.08 %

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FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Note 1: Serial number is determined as follows:

1. 0 represents parent company.

2. Subsidiaries are numbered in a sequence of Arabic numerals from 1 based on the companies' category.

Note 2: The relation category among traders is determined as follows:

1. Parent to subsidiary.

2. Subsidiary to parent.

3. Subsidiary to subsidiary.

Note 3: Above listed are the significant transactions that comprised over 0.05% of the consolidated revenue or total assets.

(ix) Other significant transactions that may have substantial influence upon the decision made by financial statement user: None.

(b) Related information of investees companies:

As of June 30, 2026 was as follows:

(In Thousands of New Taiwan Dollars)

Name of investor company	Name of investee Company	Address	Main business scope	Shareholding ratio	Book Value	Investment gain(loss) recognized	Aggregate shareholding of the Company and its subsidiaries				Note
							Number of shares	Number of proforma shares	Total Number of shares	Total Shareholding ratio	
Fubon Financial Holdings	Fubon Insurance Co., Ltd.	Taipei	Property insurance	100.00%	34,385,157	5,552,457	300,000	-	300,000	100.00%	
	Fubon Life Insurance Co., Ltd.	Taipei	Life insurance	100.00%	892,404,668	55,839,726	1,842,045	-	11,842,045	100.00%	
	Fubon Securities Co., Ltd.	Taipei	Securities	100.00%	76,534,735	11,010,102	1,625,855	-	1,625,855	100.00%	
	Taipei Fubon Bank Co., Ltd.	Taipei	Banking	100.00%	313,337,960	22,598,401	7,180,000	-	17,180,000	100.00%	
	Fubon Financial Holding Venture Capital Co., Ltd.	Taipei	Venture Capital	53.80%	8,153,608	686,481	1,262,220	-	1,262,220	100.00%	
	Fubon Bank Hong Kong Limited	Hong Kong	Banking	100.00%	72,099,248	3,663,245	1,641,273	-	1,641,273	100.00%	
	Fubon AMC, Ltd.	Taipei	Creditor's rights management	100.00%	2,263,086	127,696	220,000	-	220,000	100.00%	
	Fubon Asset Managment Co., Ltd.	Taipei	Asset management	100.00%	4,771,437	891,941	271,009	-	271,009	100.00%	
	Fubon Bank (China) Co., Ltd.	Mainland China	Banking	42.08%	23,575,381	656,545	-	-	-	100.00%	
	Xiamen Bank Co., Ltd.	Mainland China	Banking	18.03%	23,595,660	1,094,276	475,848	-	475,848	18.03%	
	Fubon Insurance Agency Co., Ltd.	Taipei	Life and Property and casualty insurance agency	100.00%	296,336	118,531	11,105	-	11,105	100.00%	
	Sichuan VipFubon Consumer Finance Ltd.	Mainland China	Loan for Personal Consumption	10.52%	579,015	14,121	-	-	-	25.00%	
Fubon Insurance	Fubon Brokers (Thailand) Co., Ltd.	Thailand	Insurance brokers	48.97%	89,541	7,244	49	-	49	48.97%	
	Fubon Insurance (Vietnam) Co., Ltd.	Vietnam	Insurance business	100.00%	637,134	50,763	-	-	-	100.00%	
	Fubon Insurance Broker (Philippines) Co., Ltd.	Philippines	Insurance brokers	99.99%	30,479	(1,286)	200	-	200	99.99%	
	Fubon Reinsurance Labuan Co., Ltd.	Malaysia	Reinsurance	100.00%	133,627	(11,091)	5,000	-	5,000	100.00%	
	Fubon Property and Casualty Insurance Co., Ltd.	Mainland China	Property insurance	40.00%	795,521	54,137	-	-	-	80.00%	

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of investor company	Name of investee Company	Address	Main business scope	Shareholding ratio	Book Value	Investment gain(loss) recognized	Aggregate shareholding of the Company and its subsidiaries				Note
							Number of shares	Number of proforma shares	Total Number of shares	Total Shareholding ratio	
Fubon Life Insurance	Fubon Life Insurance (Vietnam) Co., Ltd.	Vietnam	Life Insurance business	100.00%	1,621,526	(3,766)	-	-	-	100.00%	
	Fubon Life Insurance (Hong Kong) Ltd.	Hong Kong	Life Insurance business	100.00%	12,360,913	595,886	3,275,000	-	3,275,000	100.00%	
	Fubon Hyundai Life Insurance Co.,Ltd.	Korea	Life Insurance business	88.50%	35,223,432	2,763,500	393,834	-	393,834	88.50%	
	Fubon Green Power CO., LTD.	Taipei	Energy Technology Service	74.98%	2,952,963	(15,741)	300,100	-	300,100	75.01%	
	Fubon Life Singapore Pte. Ltd.	Singapore	Financing business	100.00%	1,194,208	(18,133)	40,000	-	40,000	100.00%	
	Carter Lane (Guernsey) Limited	Guernsey	Investment property leasing	100.00%	3,923,238	273,307	84,845	-	84,845	100.00%	
	Bow Bells House (Jersey) Limited	Jersey	Investment property leasing	100.00%	5,881,693	359,068	208,081	-	208,081	100.00%	
	Fubon MTL Property (Jersey) Limited	Jersey	Investment property leasing	100.00%	5,391,537	(127,858)	92,581	-	92,581	100.00%	
	Fubon Ellipse (Belgium) S.A.	Belgium	Investment property leasing	100.00%	6,946,939	(367,388)	14,571	-	14,571	100.00%	
	Fubon Eurotower (Luxembourg) S.a.r.l.	Luxembourg	Investment property leasing	100.00%	(3,413,235)	(537,895)	220	-	220	100.00%	
	Li Tong Management Consultant Co., LTD	Taipei	Energy Technology Service	100.00%	1,298,514	1,516	129,649	-	129,649	100.00%	
	Sumray Power Company	Taipei	Energy Technology Service	100.00%	738,854	(13,318)	75,000	-	75,000	100.00%	
	CITIC Capital Holdings Ltd.	Hong Kong	Capital holdings	18.00%	8,187,693	(335,080)	13,980	-	13,980	18.00%	
Fubon Life Insurance	Hyundai Card Co., Ltd.	Korea	Credit Card Business	10.00%	8,534,556	359,094	32,093	-	32,093	20.00%	
	Fubon Financial Holding Venture Capital Co., Ltd.	Taipei	Venture Capital	25.00%	3,687,927	263,050	1,262,220	-	1,262,220	100.00%	
	Star River Energy Co., Ltd.	Taipei	Energy Technology Service	20.00%	49,435	28,664	85	-	85	21.49%	
	Star Shining Energy Holdings Corporation	Taipei	Energy Technology Service	30.00%	2,348,544	83,301	25,900	-	25,900	37.00%	
	Wholex Max Green Power Co., Ltd.	Taipei	Energy Technology Service	30.00%	644,678	6,678	64,790	-	64,790	31.00%	
	Hsin Ting Yi Hao Energy Corporation	Taipei	Energy Technology Service	30.00%	301,847	3,114	30,000	-	30,000	30.00%	
	Aquastar Energy Corporation	Taipei	Energy Technology Service	30.00%	1,077,454	(1,286)	107,343	-	107,343	30.00%	
	Star Shining 2 Energy Corporation	Taipei	Energy Technology Service	33.00%	611,429	113	61,050	-	61,050	33.00%	
	Fubon Property and Casualty Insurance Co., Ltd.	Mainland China	Property insurance	40.00%	795,523	65,481	-	-	-	80.00%	
	Leaders Asset Advisiors Co., Ltd.	Korea	Insurance Agency Company	14.99%	205,292	-	249	-	249	14.99%	

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of investor company	Name of investee Company	Address	Main business scope	Shareholding ratio	Book Value	Investment gain(loss) recognized	Aggregate shareholding of the Company and its subsidiaries				Note
							Number of shares	Number of proforma shares	Total Number of shares	Total Shareholding ratio	
Fubon Securities	Fubon Futures Co., Ltd.	Taipei	Futures	100.00%	5,308,671	361,360	260,000	-	260,000	100.00%	
	Fubon Securities Investment Services Co., Ltd.	Taipei	Investment Consulting	100.00%	107,585	4,449	9,000	-	9,000	100.00%	
	Fubon Securities Venture Capital Co., Ltd.	Taipei	Venture Capital	100.00%	202,250	(42,842)	30,000	-	30,000	100.00%	
	Fubon Mintou Venture Capital Co., Ltd.	Taipei	Venture Capital	67.00%	132,684	127	13,400	-	13,400	67.00%	
	Fubon Securities (HK) Ltd.	Hong Kong	Securities	100.00%	891,335	39,156	220,248	-	220,248	100.00%	
	JS Cresvale Securities International Limited	Hong Kong	Securities	100.00%	412,868	6,936	96,000	-	96,000	100.00%	
	Fubon Financial Holding Venture Capital Co., Ltd.	Taipei	Venture Capital	11.20%	1,587,707	116,968	1,262,220	-	1,262,220	100.00%	
	JS Cresvale Capital Limited	Hong Kong	Stock brokerage, futures brokerage, sales of mutual funds	100.00%	97,538	713	2,000	-	2,000	100.00%	
Taipei Fubon Bank	Fubon Real Estate Management Co., Ltd.	Taipei	Construction Manager	30.00%	112,526	8,454	6,964	-	6,964	30.00%	
	Line Pay Taiwan Limited	Taipei	Third-Party Payment Services	17.22%	3,977,419	51,042	11,709	-	11,709	17.22%	
	Fubon Bank (China) Co., Ltd.	Mainland China	Banking	57.92%	32,670,039	903,685	-	-	-	100.00%	
	Line Bank Co., Ltd.	Taipei	Banking	29.16%	4,692,313	45,090	583,250	-	583,250	29.16%	
	TFB Capital Co., Ltd.	Taipei	Venture Capital	100.00%	2,100,349	148,783	206,856	-	206,856	100.00%	
	Sichuan VipFubon Consumer Finance Ltd.	Mainland China	Loan for Personal Consumption	14.48%	796,972	19,435	-	-	-	25.00%	
	Hyundai Card Co., Ltd.	Korea	Credit Card Business	10.00%	8,531,002	359,108	32,093	-	32,093	20.00%	
Fubon AMC	Xinyuanfutong Financial Leasing Co., Ltd.	Mainland China	Financial Leasing	25.00%	-	-	-	-	-	25.00%	
Fubon Financial Holding Venture Capital Co.,Ltd.	Fubon Sports & Entertainment Co., Ltd.	Taipei	Sports service business	100.00%	179,312	52,206	12,266	-	12,266	100.00%	
	Fubon Stadium Co., Ltd.	Taipei	Stadium service	100.00%	45,790	5,944	5,841	-	5,841	100.00%	
	Fubon Health Management Co., Ltd.	Taipei	Aesthetic medicine	24.27%	11,035	(346)	5,000	-	5,000	24.27%	
	Bravelog Sport Technology Co., Ltd.	Taipei	Sport Training	26.98%	-	-	1,500	-	1,500	26.98%	

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of investor company	Name of investee Company	Address	Main business scope	Shareholding ratio	Book Value	Investment gain(loss) recognized	Aggregate shareholding of the Company and its subsidiaries				Note
							Number of shares	Number of proforma shares	Total Number of shares	Total Shareholding ratio	
Fubon Asset Management Co., Ltd.	Founder Fubon Fund Asset Management Co., Ltd.	Mainland China	Fund Management	33.30%	312,989	(12,458)	-	-	-	33.30%	
	Fubon Private Equity Co., Ltd.	Taipei	Investment and Investment service management	100.00%	33,722	(1,449)	8,000	-	8,000	100.00%	
	Fubon Fund Management (HK) Ltd.	Hong Kong	Asset management	100.00%	118,835	(19,564)	1,360	-	1,360	100.00%	
	Fubon Digital Music Asset Management Co., Ltd.	Taipei	Venture Capital	51.00%	4,083	708	255	-	255	51.00%	
	Fubon Digital Music GP Limited	Cayman Islands	General partner of private fund	100.00%	2,700	(186)	210	-	210	100.00%	
Fubon Bank (Hong Kong) (Note)	Fubon Credit (Hong Kong) Limited	Hong Kong	Financial sector business	100.00%	699,803	(72,790)	265,000	-	265,000	100.00%	
	FB Securities (Hong Kong) Limited	Hong Kong	Securities broker	100.00%	585,331	45,028	8,000	-	8,000	100.00%	
	Fubon Nominees (Hong Kong) Limited	Hong Kong	Nominees service	100.00%	612	-	-	-	-	100.00%	
	Fubon Insurance Broker Limited	Hong Kong	Insurance brokers	100.00%	76,301	18,727	500	-	500	100.00%	

Note: The details of consolidated entities of Fubon Bank (Hong Kong) are its main subsidiaries and investment companies which are accounted for using the equity method and have a significant influence.

(c) Information on investment in Mainland China:

(i) Information on the Company and its subsidiaries' investees in Mainland China:

Units: In thousands

Investee Company	Main Business	Total Amount of Paid-in Capital (thousand)	Investment types (Note 1)	Accumulated outflow of Investment from Taiwan as of January 1, 2026	Investment flows		Accumulated outflow of investment from Taiwan as of June 30, 2026	Net income from investee	Percentage of ownership	Investment gains (losses)	Carrying value as of June 30, 2026	Accumulated inward remittance of earnings as of June 30, 2026
					Outflow	Inflow						
Fubon Bank (China)	Banking	11,463,366 (CNY2,445,382)	(1)	46,444,152	-	-	46,444,152	1,756,370 (CNY380,703) Note 5(2)A	100.00 %	1,560,230	56,245,420	168,999
Sichuan VipFubon Consumer Finance Ltd.	Loan for Personal Consumption	4,687,761 (CNY1,000,000)	(2)	-	-	-	-	134,220 (CNY29,093) Note 5(2)C	25.00 %	33,556	1,375,987	-
Xiamen Bank	Banking	12,371,601 (CNY2,639,128)	Note 2	52,288	-	-	52,288	6,065,699 (CNY1,314,774) Note 3 and 5(2)C	18.03 %	1,094,276	23,595,660	3,727,705
Fubon Property and Casualty Insurance Limited	Property Insurance	5,250,292 (CNY1,120,000)	(1)	4,310,273	-	-	4,310,273	135,342 (CNY29,337) Note 4 and 5(2)B	80.00 %	119,617	1,591,043	-
Xinyuanfutong Financial Leasing Corporation Ltd.	Financial leasing	4,364,467 (CNY931,034)	(1)	1,356,479	-	-	1,356,479	(86,956) (CNY(18,848)) Note 5(2)B	25.00 %	- Note 6	-	-
Founder Fubon Fund Management Ltd.	Fund raising and asset management	3,093,922 (CNY660,000)	(1)	1,029,119	-	-	1,029,119	(37,411) (CNY(8,109)) Note 5(2)B	33.30 %	(12,458)	312,989	-

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Note 1: Investment types are as follows.
1.Direct investment in Mainland China.
2.Reinvestment in Mainland China through a third regional company (Fubon Bank (China))
3.Others.

Note 2: The company has directly owned the corporation rather than invested through 100% owned subsidiary, Fubon Bank (Hong Kong), since November 30, 2018.

Note 3: Xiamen Bank was listed on October 27, 2020. The net income from investee was based on June 30, 2026 financial statements announced by Xiamen Bank, which were not audited by independent auditors.

Note 4: Fubon Life Insurance and Fubon Insurance set up Fubon Property and Casualty Insurance Ltd., which engaged in the insurance business in Mainland China in 2010. The related registration procedure had been approved by Insurance Bureau of FSC, the Investment Commission, MOEA and CBIRC. In 2012, Fubon Life Insurance and Fubon Insurance signed a joint investment contract with Xiamen Port Holding Group, wherein Fubon Life Insurance, Fubon Insurance and Xiamen Port Holding Group would be holding 40%, 40% and 20% shares, respectively, of Fubon Property and Casualty Insurance Ltd. As of June 30, 2026, the total investment of Fubon Life Insurance and Fubon Insurance amounted to CNY 896 million.

Note 5: The column of investment profit or loss for the period:
(1) It should be indicated if the entity was in the preparation stage without profit or loss on investment.
(2) It should be indicated if the basis of recognizing the profit or loss on investment are of the following 3 types:
A. The financial statements are audited by international accounting firms which have partnership with R.O.C. accounting firms.
B. The financial statements are audited by the parent company's auditors in Taiwan.
C. Other basis.

Note 6: Fubon AMC discontinued to recognize their shares of further losses in Xinyuanfutong Financial Leasing Co., Ltd. on December 31, 2019 since it has not incurred any obligations. Please refer to Note 6 (l) for details.

Note 7: The foreign currency is converted into TWD using CNY closing exchange rate on June 30, 2026 and average exchange rate for the six months ended June 30, 2026.

(ii) Upper limit on investment:

Company	Accumulated investment in Mainland China as of June 30, 2026	Investment amounts authorized by investment commission, MOEA	Upper limit on investment (Note 2)
Fubon Financial Holding Co., Ltd.	21,916,862 (CNY4,503,293)	29,735,500 (CNY6,143,036)	760,589,871
Taipei Fubon Bank Co., Ltd.	24,579,578 (CNY5,093,113)	24,579,578 (CNY5,093,113)	198,681,937
Fubon Life Insurance Co., Ltd.	2,155,322	2,155,416	530,029,151
Fubon Insurance Co., Ltd.	2,154,951 (CNY448,000)	2,154,951 (CNY448,000)	22,898,211
Fubon AMC Ltd.	1,356,479 (CNY270,000)	1,356,479 (CNY270,000)	1,357,502
Fubon Asset Management Co., Ltd.	1,029,119 (CNY219,780)	1,029,119 (CNY219,780)	2,862,338

Note 1: Excluding investments not accounted for using equity method.

Note 2: It was calculated by each company's net value on June 30, 2026.

(Continued)

(14) Segment Information:

(a) Operating segment information

The reportable segments of the Company are as follows:

(i) Bank business: Engaged in banking business.

(ii) Insurance business: Providing a variety of life and property insurance services.

(iii) Life insurance business: Providing a variety of life and property insurance services.

(iv) Securities business: Engaged in securities business.

(v) Others: Engaged in financial holding venture capital and asset management business, etc.

Financial information classified by business type please refer to note 12(f).

The Company reports segments information by business type to offer different business and services. All of these business types are administered separately and have different finance and marketing strategies.

The Company does not allocate tax expenses to reporting segments. The accounting policies of the operating segments are the same as those described in Note 4. The income of the operating segments is based on income before tax, which also serves as the basis for the performance measurement. The sales and transfer between the departments are regarded as third party sales and transfer, and are measured at current market value.

(b) Business information

Operating Segments information was as follows:

	For the three months ended June 30, 2026					
	Bank business	Property insurance business	Life insurance business	Securities business	Others and Adjustment and elimination	Total
Net revenues						
Revenue by external customers	$ 32,350,177	3,933,930	56,274,732	14,283,339	(567,162)	106,275,016
Revenue between segments	565,451	27,664	767,521	464,473	(1,825,109)	-
Total	**$ 32,915,628**	**3,961,594**	**57,042,253**	**14,747,812**	**(2,392,271)**	**106,275,016**
Segment income (Note)	**$ 18,636,739**	**3,699,297**	**45,110,867**	**8,420,492**	**(243,400)**	**75,623,995**

	For the three months ended June 30, 2025					
	Bank business	Property insurance business (restated)	Life insurance business (restated)	Securities business	Others and Adjustment and elimination (restated)	Total (restated)
Net revenues						
Revenue by external customers	$ 24,194,354	2,253,149	(87,556,127)	5,970,196	3,143,090	(51,995,338)
Revenue between segments	1,856,829	41,615	3,226,720	318,621	(5,443,785)	-
Total	**$ 26,051,183**	**2,294,764**	**(84,329,407)**	**6,288,817**	**(2,300,695)**	**(51,995,338)**
Segment income (Note)	**$ 12,832,840**	**2,056,464**	**(49,255,094)**	**3,108,349**	**(586,495)**	**(31,843,936)**

(Continued)

FUBON FINANCIAL HOLDING CO., LTD. AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

	For the six months ended June 30, 2026					
	Bank business	Property insurance business	Life insurance business	Securities business	Others and Adjustment and elimination	Total
Net revenues						
Revenue by external customers	$ 64,448,686	7,131,625	81,313,237	23,639,780	(4,065,066)	172,468,262
Revenue between segments	1,278,811	77,237	775,787	753,529	(2,885,364)	-
Total	**$ 65,727,497**	**7,208,862**	**82,089,024**	**24,393,309**	**(6,950,430)**	**172,468,262**
Segment income (Note)	**$ 35,701,473**	**6,736,323**	**60,737,825**	**13,525,041**	**(2,451,806)**	**114,248,856**
Segment assets	**$ 6,488,155,026**	**132,181,069**	**6,604,842,795**	**632,037,749**	**(91,813,750)**	**13,765,402,889**

	For the six months ended June 30, 2025					
	Bank business	Property insurance business (restated)	Life insurance business (restated)	Securities business	Others and Adjustment and elimination (restated)	Total (restated)
Net revenues						
Revenue by external customers	$ 52,308,209	3,622,881	(115,303,691)	11,239,110	1,073,461	(47,060,030)
Revenue between segments	1,912,944	100,684	3,745,287	611,281	(6,370,196)	-
Total	**$ 54,221,153**	**3,723,565**	**(111,558,404)**	**11,850,391**	**(5,296,735)**	**(47,060,030)**
Segment income (Note)	**$ 27,240,390**	**3,226,325**	**(84,450,464)**	**5,487,510**	**(1,814,502)**	**(50,310,741)**
Segment assets	**$ 5,524,552,561**	**112,093,762**	**5,925,193,954**	**313,081,204**	**(45,841,529)**	**11,829,079,952**

Note: Income tax expense information is not included in segments information.

(Continued)

Attachment

The aggregate lending, guarantee or other transactions taken place between all subsidiaries of a financial holding company and same person, same relatives or same affiliate.

June 30, 2026 Units: In thousands of TWD, %

Name	Total amount of aggregate lending, guarantee or other transactions	% of net asset value of financial holding company
1. Same natural person or same juridical person		
The Central Government of the Republic of China	331,933,033	25.85%
Taiwan Semiconductor Manufacturing Company Ltd	314,175,390	24.47%
The Mainland Area Government Agencies and Financial Institutions	201,339,651	15.68%
Capital Investment Trust Corporation	105,904,320	8.25%
Cathay Securities Investment Trust Co Ltd	95,054,818	7.40%
National Treasury Administration, Ministry of Finance	90,694,019	7.06%
Yuanta Securities Investment Trust Co Ltd	89,390,153	6.96%
CTBC Investments Co Ltd	77,400,339	6.03%
Ginnie Mae	70,346,012	5.48%
Taiwan Power Company	64,525,493	5.03%
JPMorgan Chase & Co	63,311,570	4.93%
Citigroup Inc	61,497,284	4.79%
KGI Securities Investment Trust Co Ltd	61,466,874	4.79%
Verizon Communications Inc	61,024,788	4.75%
United States of America	59,168,645	4.61%
Kingdom of Saudi Arabia	58,023,847	4.52%
AT&T Inc	54,265,177	4.23%
Wells Fargo & Co	53,854,418	4.19%
Hong Kong Monetary Authority	53,657,855	4.18%
MediaTek Inc	49,949,115	3.89%
United Mexican States	48,783,665	3.80%
Goldman Sachs Group Inc	46,893,913	3.65%
Bank of America Corporation	43,584,691	3.39%
Credit Agricole Corporate and Investment Bank	40,858,018	3.18%
BARCLAYS BANK PLC	39,888,618	3.11%
Morgan Stanley	39,727,048	3.09%
Republic of Korea	37,047,383	2.89%
State of Qatar	35,736,932	2.78%
Royal Bank of Canada	35,416,202	2.76%
Republic of Indonesia	33,588,508	2.62%
Electricite de France SA	33,400,771	2.60%
Deutsche Bank AG	33,194,367	2.59%
QNB Finance Ltd	32,393,864	2.52%
HON HAI Precision Industry Co Ltd	31,687,283	2.47%
Delta Electronics Inc	31,214,665	2.43%
National Australia Bank Ltd	31,208,344	2.43%
Bank of Nova Scotia	31,189,351	2.43%
Commonwealth Bank of Australia	30,951,844	2.41%
BNP Paribas SA	30,556,654	2.38%
Comcast Corporation	29,732,854	2.32%
Chinatrust Commercial Bank	29,650,234	2.31%
MUFG Bank Ltd	29,336,296	2.28%
ASE Technology Holding Co Ltd	28,886,793	2.25%
First Abu Dhabi Bank PJSC	27,596,815	2.15%
China Development Bank	27,495,732	2.14%
Societe Generale SA	27,383,029	2.13%
CPC Corporation, Taiwan	26,896,048	2.09%
Federative Republic of Brazil	26,478,440	2.06%
Microsoft Corp	26,012,984	2.03%
Natixis SA	25,952,743	2.02%
Quanta Computer Inc	25,626,074	2.00%
Freddie Mac	25,614,006	1.99%
Xiamen Bank Co Ltd	23,595,660	1.84%
Corporacion Nacional del Cobre de Chile	23,433,730	1.82%
Santander International Products PLC	23,368,038	1.82%
E.Sun Bank	23,096,394	1.80%
Amazon.com Inc	22,816,104	1.78%
Alphabet Inc	22,175,106	1.73%
US Treasury	21,899,895	1.71%

(Continued)

Name	Total amount of aggregate lending, guarantee or other transactions	% of net asset value of financial holding company
Hua Nan Commercial Bank Ltd	21,817,666	1.70%
First Commercial Bank	21,716,454	1.69%
Hong Kong Special Administrative Region Government	21,443,131	1.67%
Cathay Financial Holding Co Ltd	21,442,285	1.67%
Morgan Stanley Finance LLC	21,197,573	1.65%
International Business Machines Corp	21,133,435	1.65%
Yageo Corp	21,005,205	1.64%
BBVA Global Markets BV	20,742,714	1.62%
The State of Israel	20,706,589	1.61%
ASPEED Technology Inc	20,582,397	1.60%
Taiwan Mobile Co Ltd	20,558,489	1.60%
Korea Housing Finance Corporation	20,487,455	1.60%
Lloyds Bank plc	20,134,725	1.57%
Taishin Securities Investment Trust Co Ltd	19,681,903	1.53%
Republic of Colombia	19,296,293	1.50%
Russian Federation	19,209,399	1.50%
RTX Corp	19,003,142	1.48%
Accton Technology Corp	18,679,252	1.45%
Republic of Chile	18,635,239	1.45%
Unimicron Technology Corp	18,611,371	1.45%
HSBC Holdings plc	18,562,680	1.45%
UBS AG	18,516,756	1.44%
Wiwynn Corporation	18,447,768	1.44%
Mizuho Bank Ltd	18,407,415	1.43%
Sumitomo Mitsui Financial Group Inc	18,236,709	1.42%
Saudi Arabian Oil Company	18,155,057	1.41%
Romania	17,938,573	1.40%
Westpac Banking Corporation	17,886,630	1.39%
Wistron Corp	17,797,707	1.39%
Fannie Mae	17,702,098	1.38%
MDGH GMTN RSC Ltd	17,689,901	1.38%
Woori Financial Group Inc	17,255,495	1.34%
Korea Development Bank	17,203,924	1.34%
Barclays plc	17,126,942	1.33%
Hyundai Card Co Ltd	17,071,676	1.33%
Abu Dhabi Commercial Bank PJSC	16,916,520	1.32%
BlackRock Fund Advisors	16,878,901	1.31%
Union Pacific Corp	16,867,891	1.31%
UnitedHealth Group Inc	16,858,233	1.31%
United Arab Emirates	16,783,454	1.31%
Uni-President Assets Management Corp	16,552,194	1.29%
Bank of Montreal	16,522,915	1.29%
King Slide Works Co Ltd	16,161,780	1.26%
Amgen Inc	16,033,973	1.25%
Republic of Peru	15,948,634	1.24%
Canadian Imperial Bank of Commerce	15,933,053	1.24%
Enterprise Products Operating LLC	15,863,031	1.24%
Asia Vital Components Co Ltd	15,832,883	1.23%
Apple Inc	15,806,820	1.23%
Consolidated Edison Co of New York Inc	15,487,446	1.21%
Taishin International Bank	15,433,290	1.20%
China Bills Finance Corp	15,271,202	1.19%
KGI Bank Co Ltd	15,161,139	1.18%
National Bank of Canada	15,103,318	1.18%
Oracle Corp	14,748,084	1.15%
AbbVie Inc	14,707,805	1.15%
Intel Corporation	14,414,178	1.12%
Gold Circuit Electronics Ltd	14,413,113	1.12%
Cathay United Bank	14,333,632	1.12%
Mega Bills Finance Co Ltd	14,318,395	1.12%
QatarEnergy	14,306,150	1.11%
NVIDIA Corp	14,171,456	1.10%
Elite Material Co Ltd	14,095,136	1.10%
The Export-Import Bank of Korea	14,014,093	1.09%
Virginia Electric and Power Co	13,901,490	1.08%
Fuh Hwa Securities Investment Trust Co Ltd	13,828,006	1.08%
Bayer US Finance II LLC	13,644,941	1.06%

(Continued)

Name	Total amount of aggregate lending, guarantee or other transactions	% of net asset value of financial holding company
Invesco Capital Management LLC	13,603,847	1.06%
Vodafone Group plc	13,496,079	1.05%
CVS Health Corp	13,468,422	1.05%
Land Bank of Taiwan	13,310,009	1.04%
United Parcel Service Inc	13,211,049	1.03%
ADCB Finance Cayman Ltd	13,207,500	1.03%
Meta Platforms Inc	13,072,077	1.02%
Nomura International Funding Pte Ltd	13,053,903	1.02%
Altria Group Inc	12,966,302	1.01%
BPCE SA	12,954,314	1.01%
UBS Group AG	12,904,314	1.00%
Chinatrust Financial Holding Co Ltd	12,899,591	1.00%
Walt Disney Co/The	12,865,938	1.00%
Anheuser-Busch InBev Worldwide Inc	12,863,484	1.00%
MTR Corporation Limited	12,750,961	0.99%
Cooperatieve Rabobank UA	12,750,533	0.99%
Monetary Authority of Singapore	12,694,835	0.99%
Bank SinoPac Co Ltd	12,680,686	0.99%
Burlington Northern Santa Fe LLC	12,657,270	0.99%
Airport Authority Hong Kong	12,492,594	0.97%
Lockheed Martin Corp	12,481,164	0.97%
Yuanta Securities Co Ltd	12,422,585	0.97%
Home Depot Inc	12,372,978	0.96%
Nan Ya Plastics Corp	12,361,405	0.96%
Broadcom Inc	12,320,959	0.96%
International Bills Finance Corporation	12,302,568	0.96%
Northrop Grumman Corp	12,301,998	0.96%
Tencent Holdings Limited	12,242,956	0.95%
Merck & Co Inc	12,072,657	0.94%
Elevance Health Inc	11,987,280	0.93%
Comision Federal de Electricidad	11,821,657	0.92%
Citigroup Global Markets Holdings Inc	11,804,523	0.92%
DBS Bank Ltd	11,685,988	0.91%
Phillips 66	11,650,680	0.91%
Banco Santander SA	11,362,430	0.88%
Goldman Sachs Finance Corp International Ltd	11,307,722	0.88%
SMBC Aviation Capital Hong Kong 2 Limited	11,303,351	0.88%
Standard Chartered Bank	11,153,226	0.87%
America Movil SAB de CV	11,153,004	0.87%
Travelers Cos Inc	11,140,892	0.87%
Export Development Canada	10,999,076	0.86%
PepsiCo Inc	10,996,544	0.86%
Gilead Sciences Inc	10,983,937	0.86%
Waste Management Inc	10,849,417	0.84%
Norfolk Southern Corp	10,842,363	0.84%
Chroma ATE Inc	10,810,084	0.84%
Kreditanstalt fuer Wiederaufbau	10,624,549	0.83%
CSX Corp	10,573,235	0.82%
Coca-Cola Co/The	10,563,965	0.82%
TransCanada PipeLines Limited	10,556,399	0.82%
Eli Lilly & Co	10,544,208	0.82%
Shell Finance US Inc	10,525,136	0.82%
WPG Holdings Limited	10,376,697	0.81%
Bristol-Myers Squibb Co	10,372,475	0.81%
Mega Financial Holding Co Ltd	10,083,175	0.79%
United Kingdom of Great Britain and Northern Ireland	10,081,449	0.79%
Duke Energy Corporation	10,072,352	0.78%
Hong Kong Mortgage Corporation Limited	10,041,889	0.78%
Mondelez International Inc	10,039,759	0.78%
Metlife Inc	10,017,428	0.78%
NatWest Markets PLC	10,006,850	0.78%
Australia and New Zealand Banking Group Limited	9,892,006	0.77%
PT Pertamina (Persero)	9,861,552	0.77%
AIA Group Ltd	9,849,387	0.77%
China United Insurance Group Co Ltd	9,830,976	0.77%
Perusahaan Perseroan Persero PT Perusahaan Listrik Negara	9,755,337	0.76%
State Bank of India	9,678,479	0.75%

(Continued)

Name	Total amount of aggregate lending, guarantee or other transactions	% of net asset value of financial holding company
Space Exploration Technologies Corp	9,630,064	0.75%
Walmart Inc	9,584,787	0.75%
Qatar National Bank	9,552,003	0.74%
Duke Energy Carolinas LLC	9,524,635	0.74%
Sumitomo Mitsui Banking Corporation	9,509,122	0.74%
Tyson Foods Inc	9,329,452	0.73%
Industrial Bank of Korea	9,313,706	0.73%
Petronas Capital Ltd	9,275,222	0.72%
Kroger Co/The	9,211,548	0.72%
3M Company	9,186,858	0.72%
Prudential Financial Inc	9,160,560	0.71%
General Electric Company	9,142,371	0.71%
Stryker Corp	9,117,185	0.71%
Manulife Financial Corp	9,054,936	0.71%
Global Unichip Corp	9,024,433	0.70%
Netflix Inc	9,020,950	0.70%
The Cigna Group	9,007,131	0.70%
The Shanghai Commercial & Savings Bank Ltd	9,007,112	0.70%
Advanced Semiconductor Engineering Inc	8,975,116	0.70%
African Development Bank	8,956,362	0.70%
Hai Long 2 Offshore Wind Power Co Ltd	8,924,579	0.70%
The Saudi United Investment Company	8,915,395	0.69%
Exxon Mobil Corp	8,849,117	0.69%
Ultimate Sino Investments Limited	8,762,215	0.68%
Taiwan Stock Exchange	8,698,451	0.68%
Telefonica Emisiones SA	8,620,145	0.67%
Asian Development Bank	8,618,140	0.67%
Hai Long 3 Offshore Wind Power Co Ltd	8,575,421	0.67%
Shinhan Bank Co Ltd	8,563,072	0.67%
MPI Corporation	8,534,536	0.66%
Novartis Capital Corp	8,529,360	0.66%
BizLink Holding Inc	8,514,296	0.66%
International Finance Corporation	8,468,358	0.66%
Macquarie Group Limited	8,391,263	0.65%
Yuanta Commercial Bank Co Ltd	8,364,474	0.65%
Florida Power & Light Company	8,271,120	0.64%
Malayan Banking Berhad	8,259,563	0.64%
AU Optronics Corp	8,210,450	0.64%
Cisco Systems Inc	8,199,163	0.64%
CITIC Capital Holdings Limited	8,187,693	0.64%
Novatek Microelectronics Corp Ltd	8,179,506	0.64%
Emirates NBD Bank PJSC	8,173,409	0.64%
Uni-President Enterprises Corporation	8,149,002	0.63%
Vale Overseas Limited	8,144,209	0.63%
Republic of South Africa	8,129,643	0.63%
Advanced Micro Devices Inc	8,097,358	0.63%
IBF Securities Co Ltd	8,075,927	0.63%
SinoPac Financial Holdings Co Ltd	8,049,922	0.63%
Evergreen Marine (Asia) Pte Ltd	8,017,616	0.62%
CITIC Limited	8,014,605	0.62%
Texas Instruments Inc	7,986,585	0.62%
Taiwan Finance Corporation	7,972,363	0.62%
Brookfield Asset Management Private Institutional Capital Adviser (Canada) LP	7,960,852	0.62%
JPMorgan Securities PLC	7,959,935	0.62%
ING Bank (Australia) Limited	7,959,831	0.62%
Hotai Finance Co Ltd	7,800,832	0.61%
The Export-Import Bank of China	7,786,081	0.61%
Deutsche Telekom AG	7,746,197	0.60%
Taiwan Futures Exchange	7,711,270	0.60%
Lowe's Companies Inc	7,690,962	0.60%
ASML Holding NV	7,659,501	0.60%
BHP Billiton Finance USA Ltd	7,649,893	0.60%
Lumentum Holdings Inc	7,615,242	0.59%
ING Bank NV	7,598,935	0.59%
ConocoPhillips Co	7,450,360	0.58%
Credit Agricole SA	7,397,941	0.58%
Mega International Commercial Bank Co Ltd	7,386,627	0.58%

(Continued)

Name	Total amount of aggregate lending, guarantee or other transactions	% of net asset value of financial holding company
Formosa Chemicals And Fibre Corporation	7,249,018	0.56%
Hung Poo Real Estate Development Corp	7,060,000	0.55%
Ardian Investment UK Limited	7,057,810	0.55%
First Financial Holding Co Ltd	7,054,504	0.55%
PTTEP Treasury Center Co Ltd	7,046,274	0.55%
Banco de Credito e Inversiones	7,019,185	0.55%
Tata Capital Limited	6,977,176	0.54%
Morgan Stanley & Co International PLC	6,954,958	0.54%
Chailease Holding Company Limited	6,890,876	0.54%
Chubb INA Holdings LLC	6,871,957	0.54%
Merrill Lynch BV	6,789,179	0.53%
Capital Securities Corp	6,747,361	0.53%
Pfizer Inc	6,668,512	0.52%
The Republic of Philippines	6,626,983	0.52%
ABN AMRO Bank NV	6,604,575	0.51%
Intuitive Surgical Inc	6,551,402	0.51%
SinoPac Securities Corporation	6,529,725	0.51%
The Saudi National Bank	6,495,484	0.51%
Kohlberg Kravis Roberts & Co LP	6,488,906	0.51%
Zoetis Inc	6,476,706	0.50%
Abbott Laboratories	6,462,927	0.50%
Deere & Company	6,462,144	0.50%
Equinor ASA	6,431,408	0.50%
General Mills Inc	6,382,307	0.50%
Petroleos Mexicanos	6,373,497	0.50%
Johnson & Johnson	6,251,552	0.49%
American Tower Corporation	6,241,491	0.49%
Visa Inc	6,237,654	0.49%
DH Europe Finance II Sarl	6,214,099	0.48%
The Export-Import Bank of the Republic of China	6,212,326	0.48%
MasterCard Inc	6,202,220	0.48%
FedEx Corp	6,202,000	0.48%
Geely Vision Investment Limited	6,167,024	0.48%
HSBC Continental Europe SA	6,160,158	0.48%
Suncor Energy Inc	6,135,947	0.48%
Siemens Energy AG	6,047,802	0.47%
Rio Tinto Finance USA PLC	6,034,318	0.47%
Chailease Finance Co Ltd	6,029,612	0.47%
Yuanta Financial Holding Co Ltd	6,024,173	0.47%
Taichung City Government	6,000,000	0.47%
Silergy Corp	5,988,543	0.47%
Sumitomo Mitsui Trust Bank Ltd	5,978,352	0.47%
Humana Inc	5,947,136	0.46%
HSBC USA Inc	5,853,180	0.46%
MTR Corporation Cayman Islands Ltd	5,844,645	0.46%
Shinhan BNP Paribas Asset Management Co Ltd	5,838,345	0.45%
eMemory Technology Inc	5,801,998	0.45%
Ecolab Inc	5,794,419	0.45%
United Overseas Bank Limited	5,762,582	0.45%
Chow Tai Fook Enterprises Limited	5,745,047	0.45%
Caterpillar Inc	5,743,352	0.45%
Formosa Ha Tinh Steel Corp	5,731,394	0.45%
Lexington Partners LP	5,721,575	0.45%
Halliburton Co	5,694,804	0.44%
Siemens Financieringsmaatschappij NV	5,680,507	0.44%
Mitsubishi UFJ Financial Group Inc	5,643,710	0.44%
Taishin Securities Co Limited	5,641,004	0.44%
Export-Import Bank of India	5,574,354	0.43%
momo.com Inc	5,554,641	0.43%
SG Issuer SA	5,553,137	0.43%
American Express Company	5,540,886	0.43%
Yunneng Wind Power Co Ltd	5,540,648	0.43%
TS Financial Holding Co Ltd	5,526,958	0.43%
Asustek Computer Inc	5,512,466	0.43%
King Yuan Electronics Co Ltd	5,496,708	0.43%
Thermo Fisher Scientific Inc	5,474,811	0.43%
Fositek Corp	5,471,243	0.43%

(Continued)

Name	Total amount of aggregate lending, guarantee or other transactions	% of net asset value of financial holding company
Thoma Bravo LP	5,416,667	0.42%
Starbucks Corp	5,416,261	0.42%
Yue Yuen Industrial (Holdings) Limited	5,412,983	0.42%
Hua Nan Securities Co Ltd	5,376,139	0.42%
ING Groep NV	5,337,967	0.42%
Tiger Global Management LLC	5,325,296	0.41%
HDFC Bank	5,253,778	0.41%
Sherwin-Williams Co/The	5,197,640	0.40%
JPMorgan Chase Bank NA	5,184,536	0.40%
Archer-Daniels-Midland Co	5,167,921	0.40%
General Dynamics Corp	5,167,658	0.40%
NIKE Inc	5,114,134	0.40%
McDonald's Corp	5,105,738	0.40%
Rio Tinto Finance USA Ltd	5,105,180	0.40%
First Securities Co Ltd	5,094,953	0.40%
Wells Fargo Bank NA	5,084,834	0.40%
Australia	5,079,332	0.40%
Nien Made Enterprise Co Ltd	5,076,923	0.40%
HKCG Finance Ltd	5,075,130	0.40%
Chi Meng Construction Co Ltd	5,074,933	0.40%
CIMB Bank Berhad	5,062,428	0.39%
New Taipei City Government	5,000,000	0.39%
International Bank for Reconstruction and Development	4,993,511	0.39%
Taiwan Water Corporation	4,981,387	0.39%
Rogers Communications Inc	4,955,712	0.39%
EQT Fund Management S.a r.l	4,953,874	0.39%
Applied Materials Inc	4,945,385	0.39%
Canadian Natural Resources Ltd	4,938,922	0.38%
Antin Infrastructure Partners SAS	4,925,484	0.38%
ASB Bank Ltd	4,904,088	0.38%
Dragoneer Investment Group, LLC	4,887,550	0.38%
GFL VIII Limited	4,871,474	0.38%
Roche Holdings Inc	4,860,525	0.38%
Jaysanlyn Construction Co Ltd	4,858,185	0.38%
SinoPac Securities Investment Trust Co Ltd	4,850,990	0.38%
EOG Resources Inc	4,850,285	0.38%
KGI Securities Co Ltd	4,813,172	0.37%
Mega International Investment Trust Co Ltd	4,795,942	0.37%
Foxconn Interconnect Technology Limited	4,789,341	0.37%
Valero Energy Corp	4,781,480	0.37%
Mega Securities Co Ltd	4,772,880	0.37%
GE Vernova Inc	4,761,185	0.37%
Union Bank of Taiwan	4,708,513	0.37%
E.SUN Financial Holding Co Ltd	4,705,766	0.37%
Kookmin Bank	4,701,477	0.37%
LINE Bank Taiwan Limited	4,691,911	0.37%
Simplo Technology Co Ltd	4,659,628	0.36%
Phison Electronics Corporation	4,632,844	0.36%
SNB Funding Ltd	4,625,478	0.36%
Taiwan Cooperative Bank	4,617,271	0.36%
Vista Equity Partners Management LLC	4,540,077	0.35%
Prologis Inc	4,539,328	0.35%
Taiwan Shin Kong Commercial Bank Co Ltd	4,527,103	0.35%
E.SUN Securities Co Ltd	4,493,049	0.35%
Baker Hughes Holdings LLC / Baker Hughes Co-Obligor Inc	4,490,401	0.35%
KEB Hana Bank	4,488,943	0.35%
Republic of Singapore	4,471,103	0.35%
Intesa Sanpaolo SpA	4,438,810	0.35%
LCH Limited	4,433,886	0.35%
Target Corp	4,430,768	0.35%
Strategic Partners Fund Solutions Advisors LP	4,416,258	0.34%
Moonlight Finance GK	4,415,333	0.34%
StepStone Group LP	4,407,736	0.34%
Credit Industriel et Commercial SA	4,397,671	0.34%
TSMC Arizona Corporation	4,380,135	0.34%
Host Hotels & Resorts, Inc.	4,356,664	0.34%
NRW.BANK	4,344,158	0.34%

(Continued)

Name	Total amount of aggregate lending, guarantee or other transactions	% of net asset value of financial holding company
KB Asset Management Co Ltd	4,312,510	0.34%
Estee Lauder Companies Inc	4,299,298	0.33%
Kronos I (UK) Limited	4,298,365	0.33%
Eclat Textile Co Ltd	4,284,423	0.33%
HSBC Bank plc	4,275,703	0.33%
United Microelectronics Corp	4,262,110	0.33%
Medtronic Inc	4,251,546	0.33%
Simon Property Group LP	4,241,012	0.33%
Chevron Corp	4,238,562	0.33%
Kaohsiung City Government	4,235,658	0.33%
Simon Property Group Inc	4,219,887	0.33%
JT International Financial Services BV	4,212,758	0.33%
Public Storage	4,201,713	0.33%
Lucky Hing Shing Estate Company Limited	4,178,124	0.33%
AstraZeneca plc	4,151,998	0.32%
Abu Dhabi Developmental Holding Company PJSC	4,139,267	0.32%
Vanguard International Semiconductor Corporation	4,124,014	0.32%
Xiaomi Corp	4,119,308	0.32%
President Securities Corp	4,092,050	0.32%
Banco de Chile	4,082,505	0.32%
Advanced Echem Materials Company Limited	4,046,407	0.32%
Enel Finance International NV	4,045,249	0.32%
Yung-Sheng Real Estate Development Co Ltd	4,042,700	0.31%
Taiwan Union Technology Corp	4,038,257	0.31%
Mizuho Securities Co Ltd	4,030,459	0.31%
Catcher Technology Co Ltd	4,011,406	0.31%
Coatue Management, L.L.C.	3,998,674	0.31%
Inter-American Development Bank	3,987,362	0.31%
Reliance Jio Infocomm Limited	3,980,135	0.31%
LINE BIZ+ Taiwan Limited	3,973,039	0.31%
Canadian National Railway Co	3,905,541	0.30%
Hillhouse Investment Management Ltd	3,905,310	0.30%
Far Eastern New Century Corporation	3,871,143	0.30%
CDB Aviation Lease Finance Designated Activity Company	3,869,431	0.30%
Cathay Securities Corporation	3,860,980	0.30%
Equva Nine Ltd	3,849,340	0.30%
CLP Power Hong Kong Financing Ltd	3,839,019	0.30%
Honeywell International Inc	3,821,543	0.30%
Canara Bank	3,820,929	0.30%
Indonesia Eximbank	3,820,863	0.30%
Credit Mutuel-CIC Banques	3,781,546	0.29%
Rabobank Nederland Australia	3,767,340	0.29%
Heineken NV	3,758,875	0.29%
SINBON Electronics Co Ltd	3,718,668	0.29%
President Chain Store Corporation	3,707,690	0.29%
Chunghwa Precision Test Tech Co Ltd	3,702,757	0.29%
Macquarie Asset Managem Europe Sarl	3,702,738	0.29%
Scientech Corporation	3,683,811	0.29%
Avalonbay Communities Inc	3,654,922	0.28%
Dow Chemical Company	3,634,473	0.28%
Largan Precision Co Ltd	3,608,945	0.28%
Korea Electric Power Corporation	3,593,772	0.28%
Dah Chung Bills Finance Corp	3,591,288	0.28%
Riyad Bank	3,576,532	0.28%
Clearlake Capital Group, L.P.	3,564,207	0.28%
Toronto-Dominion Bank	3,563,997	0.28%
Formosa Plastics Corporation	3,554,897	0.28%
Petrobras Global Finance BV	3,553,892	0.28%
Anheuser-Busch Cos LLC / Anheuser-Busch InBev Worldwide Inc	3,551,702	0.28%
Eni SpA	3,531,240	0.28%
Deutsche Telekom International Finance BV	3,512,596	0.27%
Coller Investment Management Limited	3,507,749	0.27%
Federal Home Loan Banks	3,495,811	0.27%
ICG Strategic Equity Advisors LLC	3,491,195	0.27%
GE Capital International Funding Co Unlimited Co	3,491,165	0.27%
Yoben Shipping Ltd	3,490,419	0.27%
Vivo Capital LLC	3,463,836	0.27%

(Continued)

Name	Total amount of aggregate lending, guarantee or other transactions	% of net asset value of financial holding company
Hotelier Finance Limited	3,463,269	0.27%
Blackstone Holdings Finance Co LLC	3,454,681	0.27%
GIGA-BYTE Technology Co Ltd	3,447,592	0.27%
Banco Bilbao Vizcaya Argentaria SA	3,441,630	0.27%
Taiwan Hon Chuan Enterprise Co Ltd	3,438,301	0.27%
The Royal Bank of Scotland International Limited	3,438,106	0.27%
Bao Te Construction Co Ltd	3,414,593	0.27%
Intesa Sanpaolo Bank Ireland PLC	3,398,961	0.26%
Samsung Asset Management Co., Ltd.	3,392,289	0.26%
Grand Bills Finance Corp	3,382,129	0.26%
Far East Horizon Limited	3,371,486	0.26%
Cathay Wind Power Co Ltd	3,357,199	0.26%
Hysan (MTN) Limited	3,318,003	0.26%
Phoenix Silicon International Corp	3,306,490	0.26%
Asian Infrastructure Investment Bank	3,300,090	0.26%
Gold East Trading (Hong Kong) Co Ltd	3,298,399	0.26%
Taiwan Depository & Clearing Corporation	3,291,372	0.26%
The Hongkong Land Finance (Cayman Islands) Co Ltd	3,284,459	0.26%
Goodman HK Finance	3,248,083	0.25%
Korea Ocean Business Corporation	3,228,400	0.25%
Futu Securities International (Hong Kong) Limited	3,225,653	0.25%
Goodman Group	3,204,476	0.25%
TSMC Global Ltd	3,199,250	0.25%
Bridge Investment Group	3,188,975	0.25%
PT Bank Mandiri (Persero) Tbk	3,184,108	0.25%
FORMOSA INDUSTRIES CORPORATION	3,184,108	0.25%
Reliance Industries Ltd	3,184,108	0.25%
Mashreq Bank PSC	3,183,448	0.25%
Dell global BV	3,183,187	0.25%
Woori Bank	3,165,970	0.25%
Gazprom PJSC Via Gaz Capital SA	3,158,338	0.25%
Millerful No.1 Real Estate Investment Trust	3,156,920	0.25%
Charter Hall Group	3,144,806	0.24%
HSH Financial Services Ltd	3,121,623	0.24%
Mercury Taiwan Holdings Limited	3,108,784	0.24%
Landeskreditbank Baden-Wuerttemberg Foerderbank	3,090,552	0.24%
REC Limited	3,078,181	0.24%
Ezconn Corporation	3,075,328	0.24%
BXP Inc	3,067,536	0.24%
LYB International Finance III LLC	3,063,494	0.24%
PSG Equity L.L.C.	3,057,769	0.24%
WP Carey Inc	3,055,582	0.24%
Clear Good Investments Limited	3,053,990	0.24%
Top Dollars Development Limited	3,040,206	0.24%
Long Terng Construction Co Ltd	3,033,600	0.24%
Engie SA	3,007,507	0.23%
Delta International Holding Limited BV	3,001,579	0.23%
Siliconware Precision Industries Co Ltd	3,000,000	0.23%
2. Same natural person and his/her spouse and relatives by blood within the second degree of kinship, as well as enterprises in which the principal or his/her spouse is the responsible person.		
Wu ooo ooo and his/her related parties	314,267,188	24.47%
Chen ooo ooo and his/her related parties	314,251,528	24.47%
Wang ooo ooo and his/her related parties	32,437,283	2.53%
Tsou ooo ooo and his/her related parties	31,791,407	2.48%
Hu ooo ooo and his/her related parties	31,791,407	2.48%
Yin ooo ooo and his/her related parties	31,289,831	2.44%
Shen ooo ooo and his/her related parties	31,229,358	2.43%
Yu ooo ooo and his/her related parties	31,229,358	2.43%
Chen ooo ooo and his/her related parties	31,221,514	2.43%
Kuo ooo ooo and his/her related parties	31,217,491	2.43%
Peng ooo ooo and his/her related parties	27,847,954	2.17%
Chen ooo ooo and his/her related parties	24,302,179	1.89%
Huang ooo ooo and his/her related parties	21,304,125	1.66%
Wang ooo ooo and his/her related parties	15,886,799	1.24%
Huang ooo ooo and his/her related parties	12,366,341	0.96%
Chou ooo ooo and his/her related parties	9,003,548	0.70%
Wu ooo ooo and his/her related parties	8,579,862	0.67%

(Continued)

Name	Total amount of aggregate lending, guarantee or other transactions	% of net asset value of financial holding company
Liang ooo ooo and his/her related parties	8,538,796	0.66%
Tuan ooo ooo and his/her related parties	7,790,000	0.61%
Chang ooo ooo and his/her related parties	6,405,037	0.50%
Hu ooo ooo and his/her related parties	6,114,175	0.48%
Hsu ooo ooo and his/her related parties	5,768,988	0.45%
Hsu ooo ooo and his/her related parties	5,498,943	0.43%
Wang ooo ooo and his/her related parties	5,264,347	0.41%
Peng ooo ooo and his/her related parties	5,079,578	0.40%
Hsu ooo ooo and his/her related parties	4,790,240	0.37%
Hung ooo ooo and his/her related parties	4,291,443	0.33%
Kao ooo ooo and his/her related parties	4,156,893	0.32%
Tai ooo ooo and his/her related parties	4,062,301	0.32%
Lee ooo ooo and his/her related parties	4,052,394	0.32%
Lee ooo ooo and his/her related parties	4,028,614	0.31%
Hu ooo ooo and his/her related parties	4,028,614	0.31%
Wang ooo ooo and his/her related parties	3,813,890	0.30%
Chen ooo ooo and his/her related parties	3,813,890	0.30%
Liang ooo ooo and his/her related parties	3,718,668	0.29%
Hung ooo ooo and his/her related parties	3,717,396	0.29%
Lee ooo ooo and his/her related parties	3,419,436	0.27%
Hsiung ooo ooo and his/her related parties	3,148,548	0.25%
Fang ooo ooo and his/her related parties	3,020,250	0.24%
3. Same affiliate		
The Central Government of the Republic of China and the supervisory authorities	422,627,053	32.91%
Taiwan Semiconductor Manufacturing Company Ltd and its affiliates	337,312,735	26.27%
Cathay Financial Holding Co Ltd and its affiliates	144,957,865	11.29%
Chinatrust Financial Holding Co Ltd and its affiliates	123,200,041	9.59%
Yuanta Financial Holding Co Ltd and its affiliates	120,133,314	9.36%
Capital Securities Corp and its affiliates	112,740,713	8.78%
Hong Kong Special Administrative Region Government and the supervisory	100,238,906	7.81%
KGI Financial Holding Co Ltd and its affiliates	83,152,629	6.48%
United States of America and the supervisory authorities	81,068,540	6.31%
JPMorgan Chase & Co and its affiliates	79,712,754	6.21%
Citigroup Inc and its affiliates	75,338,908	5.87%
Morgan Stanley and its affiliates	69,969,950	5.45%
Wells Fargo & Co and its affiliates	59,416,721	4.63%
Goldman Sachs Group Inc and its affiliates	58,732,582	4.57%
Barclays plc and its affiliates	57,015,560	4.44%
TS Financial Holding Co Ltd and its affiliates	54,276,419	4.23%
AT&T Inc and its affiliates	54,265,177	4.23%
Bank of America Corporation and its affiliates	53,571,147	4.17%
MediaTek Inc and its affiliates	49,949,670	3.89%
Credit Agricole SA and its affiliates	48,426,225	3.77%
Mubadala Investment Co PJSC and its affiliates	47,813,921	3.72%
ASE Technology Holding Co Ltd and its affiliates	43,582,890	3.39%
Qatar Investment Authority and its affiliates	42,668,894	3.32%
HSBC Holdings plc and its affiliates	42,052,486	3.27%
Mega Financial Holding Co Ltd and its affiliates	42,024,530	3.27%
YFY Inc and its affiliates	40,979,049	3.19%
HON HAI Precision Industry Co Ltd and its affiliates	40,902,937	3.19%
Wistron Corp and its affiliates	40,598,537	3.16%
Groupe BPCE and its affiliates	40,499,111	3.15%
Sumitomo Mitsui Financial Group Inc and its affiliates	39,049,182	3.04%
Banco Santander SA and its affiliates	38,178,190	2.97%
Republic of Korea and the supervisory authorities	38,103,494	2.97%
First Financial Holding Co Ltd and its affiliates	36,670,583	2.86%
Societe Generale SA and its affiliates	35,898,016	2.80%
Uni-President Enterprises Corporation and its affiliates	35,883,065	2.79%
Commonwealth Bank of Australia and its affiliates	35,855,932	2.79%
Royal Bank of Canada and its affiliates	35,416,202	2.76%
Mitsubishi UFJ Financial Group Inc and its affiliates	35,091,450	2.73%
Delta Electronics Inc and its affiliates	34,566,800	2.69%
E.SUN Financial Holding Co Ltd and its affiliates	33,538,314	2.61%
Deutsche Bank AG and its affiliates	33,498,623	2.61%
Bank of Nova Scotia and its affiliates	32,324,152	2.52%
BNP Paribas SA and its affiliates	32,250,613	2.51%
National Australia Bank Ltd and its affiliates	32,165,660	2.51%

(Continued)

Name	Total amount of aggregate lending, guarantee or other transactions	% of net asset value of financial holding company
UBS Group AG and its affiliates	31,601,716	2.46%
China Development Bank and its affiliates	31,459,580	2.45%
Hua Nan Financial Holdings Co Ltd and its affiliates	29,978,876	2.33%
Comcast Corporation and its affiliates	29,898,346	2.33%
CPC Corporation, Taiwan and its affiliates	27,148,564	2.11%
Taiwan Mobile Co Ltd and its affiliates	26,684,893	2.08%
Microsoft Corp and its affiliates	26,012,984	2.03%
Quanta Computer Inc and its affiliates	25,627,974	2.00%
Banco Bilbao Vizcaya Argentaria SA and its affiliates	24,184,344	1.88%
Mizuho Financial Group Inc and its affiliates	24,092,166	1.88%
Xiamen Bank Co Ltd and its affiliates	23,595,660	1.84%
Amazon.com Inc and its affiliates	22,816,104	1.78%
Asia Vital Components Co Ltd and its affiliates	22,643,884	1.76%
Lloyds Banking Group plc and its affiliates	22,217,424	1.73%
Woori Financial Group Inc and its affiliates	22,088,532	1.72%
International Business Machines Corp and its affiliates	21,939,475	1.71%
Yageo Corp and its affiliates	21,677,509	1.69%
CK Hutchison Holdings Ltd and its affiliates	21,592,094	1.68%
Korea Development Bank and its affiliates	21,213,200	1.65%
IFB Financial Holdings Co Ltd and its affiliates	21,017,449	1.64%
ING Groep NV and its affiliates	20,896,733	1.63%
Aten International Co Ltd and its affiliates	20,683,962	1.61%
Saudi Arabian Oil Co and its affiliates	20,648,075	1.61%
Duke Energy Corporation and its affiliates	20,471,843	1.59%
Shinhan Financial Group Co Ltd and its affiliates	19,033,788	1.48%
Blackrock Inc and its affiliates	18,909,535	1.47%
Accton Technology Corp and its affiliates	18,679,252	1.45%
Unimicron Technology Corp and its affiliates	18,613,791	1.45%
MTR Corporation Limited and its affiliates	18,595,606	1.45%
Land Bank of Taiwan and its affiliates	18,298,637	1.43%
CITIC Limited and its affiliates	18,098,694	1.41%
Westpac Banking Corporation and its affiliates	17,886,630	1.39%
Anheuser-Busch InBev NV and its affiliates	17,638,069	1.37%
Northland Power Inc and its affiliates	17,500,000	1.36%
Hyundai Motor Group and its affiliates	17,390,087	1.35%
Chailease Holding Company Limited and its affiliates	17,296,891	1.35%
O-Bank Co Ltd and its affiliates	17,271,202	1.35%
Republic of Singapore and the supervisory authorities	17,165,938	1.34%
Macquarie Group Limited and its affiliates	16,800,985	1.31%
Nan Ya Plastics Corp and its affiliates	16,731,762	1.30%
Bank of Montreal and its affiliates	16,522,915	1.29%
Cooperatieve Rabobank UA and its affiliates	16,517,872	1.29%
WPG Holdings Limited and its affiliates	15,878,440	1.24%
Apple Inc and its affiliates	15,806,820	1.23%
QatarEnergy and its affiliates	15,659,367	1.22%
Dominion Energy Inc and its affiliates	15,331,765	1.19%
Blackstone Inc and its affiliates	15,309,522	1.19%
Nomura Holdings Inc and its affiliates	15,301,984	1.19%
Elite Material Co Ltd and its affiliates	15,253,743	1.19%
Brookfield Corp and its affiliates	14,912,947	1.16%
Temasek Holdings (Private) Limited and its affiliates	14,855,996	1.16%
The Export-Import Bank of Korea and its affiliates	14,650,888	1.14%
DBS Group Holdings Ltd and its affiliates	14,623,570	1.14%
Berkshire Hathaway Inc and its affiliates	14,514,132	1.13%
Walt Disney Co/The and its affiliates	14,436,234	1.12%
Gold Circuit Electronics Ltd and its affiliates	14,413,113	1.12%
NatWest Group PLC and its affiliates	14,170,488	1.10%
Deutsche Telekom AG and its affiliates	13,970,057	1.09%
Tencent Holdings Limited and its affiliates	13,834,943	1.08%
Fuh Hwa Securities Investment Trust Co Ltd and its affiliates	13,828,006	1.08%
Bayer AG and its affiliates	13,644,941	1.06%
Invesco Ltd and its affiliates	13,603,915	1.06%
Vodafone Group plc and its affiliates	13,496,079	1.05%
World Bank Group and its affiliates	13,461,869	1.05%
United Parcel Service Inc and its affiliates	13,211,049	1.03%
Shell PLC and its affiliates	13,139,252	1.02%
United Microelectronics Corp and its affiliates	12,837,518	1.00%

(Continued)

Name	Total amount of aggregate lending, guarantee or other transactions	% of net asset value of financial holding company
Standard Chartered PLC and its affiliates	12,643,067	0.98%
General Electric Company and its affiliates	12,633,536	0.98%
Public Investment Fund Kingdom of Saudi Arabia and its affiliates	12,385,988	0.96%
Home Depot Inc/The and its affiliates	12,372,978	0.96%
Broadcom Inc and its affiliates	12,320,959	0.96%
Formosa Plastics Corporation and its affiliates	12,188,695	0.95%
Phillips 66 and its affiliates	11,998,675	0.93%
KB Financial Group Inc and its affiliates	11,950,763	0.93%
Evergreen Marine Corp Taiwan Ltd and its affiliates	11,805,712	0.92%
AU Optronics Corp and its affiliates	11,773,108	0.92%
ANZ Group Holdings Ltd and its affiliates	11,573,696	0.90%
NextEra Energy Inc and its affiliates	11,291,061	0.88%
TC Energy Corporation and its affiliates	11,213,181	0.87%
Travelers Cos Inc/The and its affiliates	11,173,287	0.87%
Rio Tinto Group and its affiliates	11,139,498	0.87%
The Saudi National Bank and its affiliates	11,120,962	0.87%
Taiwan Cooperative Financial Holding Co Ltd and its affiliates	11,118,547	0.87%
Industrial Bank of Korea and its affiliates	11,062,536	0.86%
China Orient Asset Management Corporation and its affiliates	11,015,900	0.86%
PepsiCo Inc and its affiliates	10,996,544	0.86%
Formosa Chemicals And Fibre Corporation and its affiliates	10,966,050	0.85%
Waste Management Inc and its affiliates	10,849,417	0.84%
Chroma ATE Inc and its affiliates	10,810,084	0.84%
CSX Corp and its affiliates	10,795,187	0.84%
Henderson Land Development Company Limited and its affiliates	10,443,091	0.81%
Metlife Inc and its affiliates	10,020,594	0.78%
AIA Group Ltd and its affiliates	9,898,514	0.77%
PT Pertamina (Persero) and its affiliates	9,861,552	0.77%
Perusahaan Perseroan Persero PT Perusahaan Listrik Negara and its affiliates	9,755,337	0.76%
Walmart Inc and its affiliates	9,584,787	0.75%
Chow Tai Fook Enterprises Limited and its affiliates	9,428,347	0.73%
CLP Holdings Ltd and its affiliates	9,322,085	0.73%
Petroliam Nasional Berhad and its affiliates	9,275,222	0.72%
Manulife Financial Corp and its affiliates	9,054,936	0.71%
The Cigna Group and its affiliates	9,007,131	0.70%
The Shanghai Commercial & Savings Bank Ltd and its affiliates	9,007,112	0.70%
Ho Tai Motor Co Ltd and its affiliates	8,964,026	0.70%
Danaher Corp and its affiliates	8,887,148	0.69%
Vale SA and its affiliates	8,846,333	0.69%
SoftBank Group Corp and its affiliates	8,713,698	0.68%
Charter Hall Group and its affiliates	8,684,687	0.68%
BizLink Holding Inc and its affiliates	8,673,458	0.68%
LINE Bank Taiwan Limited and its affiliates	8,664,951	0.67%
Telefonica SA and its affiliates	8,620,145	0.67%
MPI Corporation and its affiliates	8,534,536	0.66%
Novartis AG and its affiliates	8,529,360	0.66%
Tata Sons Private Limited and its affiliates	8,523,558	0.66%
Zhejiang Geely Holding Group Co Ltd and its affiliates	8,494,818	0.66%
Simon Property Group Inc and its affiliates	8,460,899	0.66%
ConocoPhillips and its affiliates	8,436,155	0.66%
KKR & Co Inc and its affiliates	8,404,728	0.65%
Ardian Holding and its affiliates	8,262,071	0.64%
Malayan Banking Berhad and its affiliates	8,259,563	0.64%
Far Eastern New Century Corporation and its affiliates	8,218,415	0.64%
Cisco Systems Inc and its affiliates	8,199,163	0.64%
Groupe Credit Mutuel and its affiliates	8,179,216	0.64%
Pfizer Inc and its affiliates	8,170,750	0.64%
Intesa Sanpaolo SpA and its affiliates	7,837,771	0.61%
Siemens AG and its affiliates	7,720,981	0.60%
Lowe's Companies Inc and its affiliates	7,690,962	0.60%
BHP Group Ltd and its affiliates	7,649,893	0.60%
PTT PCL and its affiliates	7,626,000	0.59%
Global Infrastructure Partners and its affiliates	7,278,056	0.57%
China Steel Corporation and its affiliates	7,213,312	0.56%
Reliance Industries Ltd and its affiliates	7,164,243	0.56%
Hung Poo Real Estate Development Corp and its affiliates	7,060,000	0.55%
China Investment Corp and its affiliates	6,969,888	0.54%

(Continued)

Name	Total amount of aggregate lending, guarantee or other transactions	% of net asset value of financial holding company
LyondellBasell Industries NV and its affiliates	6,882,499	0.54%
Chubb Ltd and its affiliates	6,871,957	0.54%
Korea Electric Power Corporation and its affiliates	6,661,900	0.52%
POU Chen Corp and its affiliates	6,646,223	0.52%
Mao De International Investment Co Ltd and its affiliates	6,642,189	0.52%
Union Bank of Taiwan and its affiliates	6,630,593	0.52%
Stichting Administratiekantoor Continuiteit ABN AMRO Bank and its affiliates	6,604,575	0.51%
Deere & Co and its affiliates	6,525,225	0.51%
Jaysanlyn Construction Co Ltd and its affiliates	6,343,685	0.49%
Jardine Matheson Holdings Ltd and its affiliates	6,279,972	0.49%
Samsung Electronics Co Ltd and its affiliates	6,201,341	0.48%
Asustek Computer Inc and its affiliates	6,157,692	0.48%
Taichung City Government and the supervisory authorities	6,000,000	0.47%
Silergy Corp and its affiliates	5,988,543	0.47%
United Overseas Bank Limited and its affiliates	5,908,327	0.46%
Caterpillar Inc and its affiliates	5,871,627	0.46%
Chunghwa Telecom Co Ltd and its affiliates	5,848,515	0.46%
SK Inc and its affiliates	5,812,932	0.45%
Blue Owl Capital Inc and its affiliates	5,794,539	0.45%
EQT AB and its affiliates	5,763,239	0.45%
Export-Import Bank of India and its affiliates	5,574,354	0.43%
Vingroup Joint Stock Company and its affiliates	5,536,226	0.43%
King Yuan Electronics Co Ltd and its affiliates	5,496,708	0.43%
Chevron Corporation and its affiliates	5,483,885	0.43%
London Stock Exchange Group PLC and its affiliates	5,480,744	0.43%
Australia and the supervisory authorities	5,432,505	0.42%
StepStone Group Inc and its affiliates	5,405,448	0.42%
Abu Dhabi Developmental Holding Company PJSC and its affiliates	5,363,127	0.42%
Anyi International Investment Co Ltd and its affiliates	5,310,057	0.41%
Qisda Corporation and its affiliates	5,299,093	0.41%
Hana Financial Group Inc and its affiliates	5,292,976	0.41%
Prologis Inc and its affiliates	5,257,942	0.41%
Copenhagen Infrastructure Partners P/S and its affiliates	5,240,499	0.41%
Asian Pay Television Trust and its affiliates	5,137,842	0.40%
Nien Made Enterprise Co Ltd and its affiliates	5,076,923	0.40%
Der Chao Construction Co Ltd and its affiliates	5,074,933	0.40%
CIMB Group and its affiliates	5,062,428	0.39%
John Swire & Sons Limited and its affiliates	5,059,419	0.39%
New Taipei City Government and the supervisory authorities	5,000,000	0.39%
Compal Electronics Inc and its affiliates	4,962,341	0.39%
Rogers Communications Inc and its affiliates	4,955,712	0.39%
Japan Tobacco Inc and its affiliates	4,891,803	0.38%
Roche Holding AG and its affiliates	4,860,525	0.38%
Simplo Technology Co Ltd and its affiliates	4,848,086	0.38%
Sun Hung Kai Properties Limited and its affiliates	4,708,175	0.37%
Allied Group Limited and its affiliates	4,680,126	0.36%
Baker Hughes Co and its affiliates	4,659,847	0.36%
Phison Electronics Corporation and its affiliates	4,632,844	0.36%
Synnex Technology International Corp and its affiliates	4,579,578	0.36%
Zurich Insurance Group AG and its affiliates	4,532,472	0.35%
Walsin Technology Corp and its affiliates	4,457,471	0.35%
Lite-On Technology Corporation and its affiliates	4,446,239	0.35%
SINBON Electronics Co Ltd and its affiliates	4,437,156	0.35%
Target Corp and its affiliates	4,430,768	0.35%
Ching Jia Construction Co Ltd and its affiliates	4,293,000	0.33%
Eclat Textile Co Ltd and its affiliates	4,284,423	0.33%
Charoen Pokphand Group Company Limited and its affiliates	4,280,776	0.33%
Goodman Hong Kong Logistics Fund and its affiliates	4,279,572	0.33%
Infiniti Trust (Hong Kong) Limited and its affiliates	4,269,954	0.33%
Intermediate Capital Group plc and its affiliates	4,266,053	0.33%
Kaohsiung City Government and the supervisory authorities	4,235,658	0.33%
Lucky Hing Shing Estate Co LTD and its affiliates	4,178,124	0.33%
Xiaomi Corp and its affiliates	4,119,308	0.32%
Advanced Echem Materials Company Limited and its affiliates	4,046,407	0.32%
Yung-Sheng Real Estate Development Co Ltd and its affiliates	4,042,700	0.31%
Taiwan Union Technology Corp and its affiliates	4,038,257	0.31%
Catcher Technology Co Ltd and its affiliates	4,011,406	0.31%

(Continued)

Name	Total amount of aggregate lending, guarantee or other transactions	% of net asset value of financial holding company
Enbridge Inc and its affiliates	3,996,074	0.31%
中國投資有限責任公司 and its affiliates	3,963,621	0.31%
Deutsche Bahn AG and its affiliates	3,954,994	0.31%
Honeywell International Inc and its affiliates	3,891,696	0.30%
Lotte Corporation and its affiliates	3,891,214	0.30%
Stonepeak Partners LP and its affiliates	3,867,306	0.30%
NTT Inc and its affiliates	3,850,249	0.30%
Micron Technology Inc and its affiliates	3,849,340	0.30%
CapitaLand Ltd and its affiliates	3,847,813	0.30%
Supercap Industrial Co Ltd and its affiliates	3,844,766	0.30%
Neuberger Berman Group LLC and its affiliates	3,800,995	0.30%
Hysan Development Company Limited and its affiliates	3,788,975	0.30%
Marathon Petroleum Corp and its affiliates	3,685,077	0.29%
Scientech Corporation and its affiliates	3,683,811	0.29%
Royal Golden Eagle Group and its affiliates	3,638,732	0.28%
Largan Precision Co Ltd and its affiliates	3,608,945	0.28%
Quantum Pacific Shipping Limited and its affiliates	3,595,099	0.28%
Forworld Development and Construction Co Ltd and its affiliates	3,586,763	0.28%
Riyad Bank and its affiliates	3,576,532	0.28%
Petroleo Brasileiro SA and its affiliates	3,553,892	0.28%
Phu My Hung International Corporation and its affiliates	3,551,151	0.28%
Toyota Motor Corporation and its affiliates	3,541,983	0.28%
Taiwan Hon Chuan Enterprise Co Ltd and its affiliates	3,520,132	0.27%
Dorfit Properties Limited and its affiliates	3,507,930	0.27%
Air Liquide SA and its affiliates	3,474,543	0.27%
TotalEnergies SE and its affiliates	3,465,987	0.27%
GIGA-BYTE Technology Co Ltd and its affiliates	3,447,592	0.27%
Carlyle Group Inc and its affiliates	3,436,099	0.27%
Far East Horizon Limited and its affiliates	3,371,486	0.26%
Avantua Group Ltd and its affiliates	3,369,480	0.26%
The Commercial Bank PSQC and its affiliates	3,354,177	0.26%
TCC Group Holdings Co Ltd and its affiliates	3,326,204	0.26%
Phoenix Silicon International Corp and its affiliates	3,306,490	0.26%
First Golden Pulp & Paper Ltd and its affiliates	3,298,399	0.26%
Grand Domain Construction Co Ltd and its affiliates	3,284,444	0.26%
PT Bank Mandiri (Persero) Tbk and its affiliates	3,184,108	0.25%
Dell Technologies Inc. and its affiliates	3,183,187	0.25%
Gazprom PJSC and its affiliates	3,158,338	0.25%
FIRST PACIFIC COMPANY LIMITED and its affiliates	3,143,537	0.24%
Mercury Taiwan Holdings Limited and its affiliates	3,108,784	0.24%
Power Finance Corporation Limited and its affiliates	3,078,181	0.24%
Vietnam Prosperity Joint Stock Commercial Bank and its affiliates	3,066,144	0.24%
Innolux Corporation and its affiliates	3,043,078	0.24%
Long Terng Construction Co Ltd and its affiliates	3,033,600	0.24%
Taiwan Financial Holdings Co Ltd and its affiliates	3,030,440	0.24%
Sino-American Silicon Products Inc and its affiliates	3,030,317	0.24%
Engie SA and its affiliates	3,007,507	0.23%