Stock Code:5609

DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES

Consolidated Financial Statements

With Independent Auditors' Report
For the Years Ended December 31, 2024 and 2023

Address: **11F, No. 160, Sec. 6, Min Chuan East Road, Taipei, Taiwan, R.O.C.**
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Representation Letter

The entities that are required to be included in the consolidated financial statements of Dimerco Express Corporation as of and for the year ended December 31, 2024 under the Criteria Governing the Preparation of Affiliation Reports, Consolidated Business Reports, and Consolidated Financial Statements of Affiliated Enterprises are the same as those included in the consolidated financial statements prepared in conformity with International Financial Reporting Standards No. 10 "Consolidated Financial Statements" endorsed by the Financial Supervisory Commission. In addition, the information required to be disclosed in the consolidated financial statements is included in the consolidated financial statements. Consequently, Dimerco Express Corporation and Subsidiaries do not prepare a separate set of consolidated financial statements.

Company name: Dimerco Express Corporation

Chairman: Chien Wen-Li

Date: March 12, 2025

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Independent Auditor's Report

To the Board of Directors of Dimerco Express Corporation:

Opinion

We have audited the consolidated financial statements of Dimerco Express Corporation and its subsidiaries ("the Group"), which comprise the consolidated balance sheets as of December 31, 2024 and 2023, the consolidated statements of comprehensive income, changes in equity and cash flows for the years then ended, and notes to the consolidated financial statements, including a summary of material accounting policies.

In our opinion, the accompanying consolidated financial statements present fairly, in all material respects, the consolidated financial position of the Group as at December 31, 2024 and 2023, and its consolidated financial performance and its consolidated cash flows for the years then ended in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and with the International Financial Reporting Standards ("IFRSs"), International Accounting Standards ("IASs"), Interpretations developed by the International Financial Reporting Interpretations Committee ("IFRIC") or the former Standing Interpretations Committee ("SIC") endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

Basis for Opinion

We conducted our audits in accordance with the Regulations Governing Financial Statement Audit and Attestation Engagements of Certified Public Accountants 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 Group in accordance with The Norm of Professional Ethics for Certified Public Accountant of the Republic of China, and we have fulfilled our other ethical responsibilities in accordance with these requirements. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis of our opinion.

Other Matter

Dimerco Express Corporation has prepared its parent-company-only financial statements as of and for the years ended December 31, 2024 and 2023, on which we have issued an unqualified opinion.

Key Audit Matters

Key audit matters are those matters that, in our professional judgment, were of most significance in our audit of the consolidated financial statements of the current period. These matters were addressed in the context of our audit of the consolidated financial statements as a whole, and in forming our opinion thereon, and we do not provide a separate opinion on these matters. Based on our judgment, the key audit matters that should be disclosed in this auditor's report are as follows:

1. Revenue recognition

   Please refer to note 4(m) "revenue and cost recognition" for accounting policy related to revenue and cost recognition, and note 6(p) for the disclosure related to revenue of the consolidated financial statements.

   Description of key audit matter:

   The Group mainly generates revenue from providing service of air freight and ocean freight forwarding. Revenue is recognized when the goods are consigned for transportation based on each shipping term and the transportation fee can be reasonably determined. Wherein the timing of delivery is different for each shipping term and thus the management of the Group needs to determine the accuracy of the timing for revenue recognition. Therefore, revenue recognition is considered as one of our key audit matters in our audit.

   How the matter was addressed in our audit:

   The key audit procedures performed by us and procedures noted in the audit instructions sent to the component audit teams for execution were as follows:

   - Testing the effectiveness of the internal control over sales.
   - Selecting a period of sales data from the system, and determining the completeness of the revenue recognition.
   - Obtaining the list of top ten sales customers and sales data of the year, then performing test-of-detail by selecting samples from each month to evaluate the existence of the sales and the accuracy of the amount recognized, as well as the appropriateness of sales recognition.
   - Obtaining the master bill of lading provided by the airline and the summarize documents prepared by the Group, as well as selecting samples from the summarized documents to determine whether the related house bill of lading have been recognized appropriately.
   - Performing sales cut-off test of a period before and after the financial position date by vouching relevant documents of sales transactions to determine whether the timing of revenue recognition is appropriate.

2. Cost accrual

   Please refer to note 4(m) "revenue and cost recognition" for accounting policy related to cost accrual and note 6(q) for the disclosure related to cost of the consolidated financial statements.

   Description of key audit matter:

   The cost of the Group consists of local and international transportation cost. There is a risk in identifying the completeness of the accrual cost and the accuracy of the amount accrued. Therefore, the cost accrual is considered as one of our key audit matters in our audit.

How the matter was addressed in our audit:

The key audit procedures performed by us and procedures noted in the audit instructions sent to the component audit teams for execution were as follow:

- Testing the effectiveness of the internal control over cost.
- Performing test-of-detail by selecting the same samples in connection with the audit of top ten sales customers and the sales data of year from each month, and evaluate whether the related cost have been matched with the recognition of revenue and accrued appropriately.
- Sending confirmation letter for the ending balance of accounts payable. Selecting samples with significant amount from the reconciled documents between the Group and the vendors and vouching the subsequent payment to determine whether the costs accrued at the financial position date were reasonable.
- Performing purchase cut-off test of a period before and after the financial position date by vouching relevant documents of cost transactions to determine whether the timing of cost accrual is appropriate.

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 Regulations Governing the Preparation of Financial Reports by Securities Issuers and IFRSs, IASs, IFRIC, SIC endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China, and for such internal control as management determines is necessary to enable the preparation of consolidated financial statements that are free from material misstatement, whether due to fraud or error.

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

Those charged with governance (including the Audit Committee) are responsible for overseeing the Group's financial reporting process.

Auditors' Responsibilities for the Audit of the Consolidated Financial Statements

Our objectives are to obtain reasonable assurance about whether the consolidated financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's 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 Group's internal control.

3. Evaluate the appropriateness of accounting policies used and the reasonableness of accounting estimates and related disclosures made by management.

4. Conclude on the appropriateness of management's use of the going concern basis of accounting and, based on the audit evidence obtained, whether a material uncertainty exists related to events or conditions that may cast significant doubt on the Group's ability to continue as a going concern. If we conclude that a material uncertainty exists, we are required to draw attention in our auditors' report to the related disclosures in the consolidated financial statements or, if such disclosures are inadequate, to modify our opinion. Our conclusions are based on the audit evidence obtained up to the date of our auditors' report. However, future events or conditions may cause the Group to cease to continue as a going concern.

5. Evaluate the overall presentation, structure and content of the consolidated financial statements, including the disclosures, and whether the consolidated financial statements represent the underlying transactions and events in a manner that achieves fair presentation.

6. Obtain sufficient and appropriate audit evidence regarding the financial information of 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 of the current period and are therefore the key audit matters. We describe these matters in our auditor's 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 Chang, Chun-I and Huang, Tsai-Chuan.

KPMG

Taipei, Taiwan (Republic of China)
March 12, 2025

Notes to Readers

The accompanying consolidated financial statements are intended only to present the consolidated 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' audit 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' audit report and consolidated financial statements, the Chinese version shall prevail.

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

DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES

Consolidated Balance Sheets

December 31, 2024 and 2023

(expressed in thousands of New Taiwan Dollar)

		December 31, 2024		December 31, 2023	
	Assets	**Amount**	**%**	**Amount**	**%**
	Current assets:				
1100	Cash and cash equivalents (note 6(a))	$ 4,569,519	47	4,780,626	54
1137	Financial assets at amortised cost －current (notes 6(b) and 8)	91,935	1	3,794	-
1150	Notes receivable, net (notes 6(d) and (p))	2,321	-	8,307	-
1170	Accounts receivable, net (including related parties) (notes 6(d), (p) and 7)	3,338,829	34	2,482,298	28
1470	Other current assets (note 8)	227,716	3	189,349	2
	Total current assets	8,230,320	85	7,464,374	84
	Non-current assets:				
1510	Financial assets at fair value through profit or loss－non-current (note 6(c))	32,788	-	-	-
1517	Financial assets at fair value through other comprehensive income－non-current	452	-	449	-
1551	Investments accounted for using the equity method (note 6(e))	246,514	3	246,955	3
1600	Property, plant and equipment (note 6(f))	560,876	5	544,726	6
1755	Right-of-use assets (notes 6(g) and (j))	357,001	4	331,165	4
1822	Intangible assets (note 6(h))	70,564	1	69,817	1
1840	Deferred income tax assets (note 6(l))	124,759	1	123,354	1
1920	Refundable deposits	82,130	1	89,445	1
1990	Other non-current assets (notes 6(d), (k), (p), 8 and 9)	16,403	-	11,342	-
	Total non-current assets	1,491,487	15	1,417,253	16
1xxx	**Total assets**	$ 9,721,807	100	8,881,627	100

		December 31, 2024		December 31, 2023	
	Liabilities and Equity	**Amount**	**%**	**Amount**	**%**
	Current liabilities:				
2100	Short-term borrowings (note 6(i))	$ 180,000	2	180,000	2
2150	Notes payable	22,083	-	50,380	1
2170	Accounts payable (including related parties) (note 7)	2,133,189	22	1,690,530	19
2216	Dividends payable (note 6(m))	34,946	-	12,953	-
2219	Other payables (notes 6(r) and 9)	171,526	2	168,140	2
2230	Income tax payable	85,252	1	124,767	1
2280	Current lease liabilities (note 6(j))	174,677	2	174,817	2
2399	Other current liabilities	255,653	2	364,992	4
	Total current liabilities	3,057,326	31	2,766,579	31
	Non-Current liabilities:				
2570	Deferred income tax liabilities (note 6(l))	13,429	-	10,640	-
2580	Non-current lease liabilities (note 6(j))	146,745	2	125,528	2
2640	Net defined benefit liabilities (note 6(k))	1,783	-	4,636	-
2670	Other non-current liabilities	31,090	-	34,865	-
	Total non-current liabilities	193,047	2	175,669	2
	Total liabilities	3,250,373	33	2,942,248	33
	Equity attributable to owners of the Company (notes 6(e), (k), (m) and (n)):				
3110	Common stock	1,428,840	15	1,428,840	16
3200	Capital surplus	62,234	1	62,234	1
33xx	Retained earnings:				
3310	Legal reserve	1,090,383	11	987,965	11
3350	Unappropriated retained earnings	3,168,980	33	3,156,471	36
		4,259,363	44	4,144,436	47
34xx	Other equity:				
3410	Foreign currency translation differences for foreign operations	789,636	8	209,907	2
3500	Treasury shares	(181,852)	(2)	(9,380)	-
	Total equity attributable to owners of the Company	6,358,221	66	5,836,037	66
36xx	**Non-controlling interests**	113,213	1	103,342	1
	Total equity	6,471,434	67	5,939,379	67
2-3xxx	**Total liabilities and equity**	$ 9,721,807	100	8,881,627	100

See accompanying notes to consolidated financial statements.

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

DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES

Consolidated Statements of Comprehensive Income

For the years ended December 31, 2024 and 2023

(expressed in thousands of New Taiwan Dollar , except for earnings per common share)

		2024		2023	
		Amount	%	Amount	%
4000	**Operating revenue (notes 6(p) and 7)**	$ 28,947,367	100	22,042,684	100
5000	**Operating costs (notes 6(f), (g), (j), (k) and (q))**	25,051,497	87	18,245,653	83
5900	**Gross profit from operations**	3,895,870	13	3,797,031	17
6000	**Operating expenses (notes 6(d), (f), (g), (h), (j), (k), (n), (r) and 7):**				
6100	Selling expenses	960,789	3	949,434	4
6200	Administrative expenses	1,844,460	6	1,816,246	8
6450	Expected credit loss (gain on reversal) for bad debt provision	79,360	-	(49,985)	-
	Total operating expenses	2,884,609	9	2,715,695	12
6900	**Net operating income**	1,011,261	4	1,081,336	5
7000	**Non-operating income and expenses (notes 6(e), (j) and (s)):**				
7100	Interest income	84,637	-	91,104	-
7010	Other income	13,769	-	44,539	-
7020	Other gains and losses	48,259	-	24,755	-
7050	Finance costs	(15,296)	-	(17,688)	-
7060	Share of profit of associates accounted for using the equity method	26,170	-	33,684	-
	Total non-operating income and expenses	157,539	-	176,394	-
7900	**Profit from continuing operations before tax**	1,168,800	4	1,257,730	5
7950	**Less: Income tax expenses (note 6(l))**	194,538	1	241,162	1
	Net income	974,262	3	1,016,568	4
8300	**Other comprehensive income:**				
8310	**Components of other comprehensive income that will not be reclassified to profit or loss**				
8311	Gains on remeasurements of defined benefit plans (note 6(k))	4,584	-	549	-
8349	Less: Income tax related to components of other comprehensive income that will not be reclassified to profit or loss	-	-	-	-
	Components of other comprehensive income that will not be reclassified to profit or loss	4,584	-	549	-
8360	**Components of other comprehensive income that will be reclassified to profit or loss (notes 6(e) and (m))**				
8361	Exchange differences on translation of foreign financial statements	584,839	2	31,972	-
8399	Less: Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-
	Components of other comprehensive income that will be reclassified to profit or loss	584,839	2	31,972	-
8300	**Other comprehensive income**	589,423	2	32,521	-
8500	**Total comprehensive income**	**$ 1,563,685**	**5**	**1,049,089**	**4**
	Profit (loss) attributable to:				
8610	Owners of the Company	$ 954,807	3	1,023,630	4
8620	Non-controlling interests	19,455	-	(7,062)	-
		$ 974,262	**3**	**1,016,568**	**4**
	Total comprehensive income attributable to:				
8710	Owners of the Company	$ 1,539,120	5	1,056,497	4
8720	Non-controlling interests	24,565	-	(7,408)	-
		$ 1,563,685	**5**	**1,049,089**	**4**
	Earnings per share (NT dollars) (note 6(o))				
9750	Basic earnings per share	**$**	**6.78**		**7.24**
9850	Diluted earnings per share	**$**	**6.74**		**7.18**

See accompanying notes to consolidated financial statements.

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

DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES

Consolidated Statements of Changes in Equity

For the years ended December 31, 2024 and 2023

(expressed in thousands of New Taiwan Dollar)

	Equity attributable to owners of the Company										
			Retained earnings				Other equity				
	Common stock	Capital surplus	Legal reserve	Special reserve	Unappropriated retained earnings	Total	Foreign currency translation differences for foreign operations	Treasury shares	Total equity attributable to owners of the Company	Non-controlling interests	Total equity
Balance at January 1, 2023	$ 1,360,800	19,362	733,290	557,281	3,353,782	4,644,353	177,589	(201,000)	6,001,104	123,637	6,124,741
Appropriation and distribution of retained earnings:											
Legal reserve appropriated	-	-	254,675	-	(254,675)	-	-	-	-	-	-
Reversal of special reserve	-	-	-	(557,281)	557,281	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(1,456,056)	(1,456,056)	-	-	(1,456,056)	-	(1,456,056)
Stock dividends of ordinary share	68,040	-	-	-	(68,040)	(68,040)	-	-	-	-	-
Net income (loss)	-	-	-	-	1,023,630	1,023,630	-	-	1,023,630	(7,062)	1,016,568
Other comprehensive income	-	-	-	-	549	549	32,318	-	32,867	(346)	32,521
Total comprehensive income	-	-	-	-	1,024,179	1,024,179	32,318	-	1,056,497	(7,408)	1,049,089
Decrease in non-controlling interests	-	(3,350)	-	-	-	-	-	-	(3,350)	(8,942)	(12,292)
Cash dividends distributed by subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	(3,945)	(3,945)
Treasury shares transferred to employees	-	46,046	-	-	-	-	-	191,620	237,666	-	237,666
Gain on disgorgement	-	176	-	-	-	-	-	-	176	-	176
Balance at December 31, 2023	1,428,840	62,234	987,965	-	3,156,471	4,144,436	209,907	(9,380)	5,836,037	103,342	5,939,379
Appropriation and distribution of retained earnings:											
Legal reserve appropriated	-	-	102,418	-	(102,418)	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	-	(844,464)	(844,464)	-	-	(844,464)	-	(844,464)
Net income	-	-	-	-	954,807	954,807	-	-	954,807	19,455	974,262
Other comprehensive income	-	-	-	-	4,584	4,584	579,729	-	584,313	5,110	589,423
Total comprehensive income	-	-	-	-	959,391	959,391	579,729	-	1,539,120	24,565	1,563,685
Acquisition of treasury share	-	-	-	-	-	-	-	(172,472)	(172,472)	-	(172,472)
Increase in non-controlling interests	-	-	-	-	-	-	-	-	-	199	199
Cash dividends distributed by subsidiaries to non-controlling interests	-	-	-	-	-	-	-	-	-	(14,893)	(14,893)
Balance at December 31, 2024	**$ 1,428,840**	**62,234**	**1,090,383**	**-**	**3,168,980**	**4,259,363**	**789,636**	**(181,852)**	**6,358,221**	**113,213**	**6,471,434**

See accompanying notes to consolidated financial statements.

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

DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES

Consolidated Statements of Cash Flows

For the years ended December 31, 2024 and 2023

(expressed in thousands of New Taiwan Dollar)

		2024	2023
Cash flows from (used in) operating activities:			
Net income before tax	$	1,168,800	1,257,730
Adjustments:			
Adjustments to reconcile profit and loss:			
Depreciation expense		268,768	277,226
Amortization expense		3,766	3,892
Expected credit losses (gain on reversal) for bad debt provision		79,360	(49,985)
Interest expense		15,296	17,688
Interest income		(84,637)	(91,104)
Dividend income		(98)	(206)
Share of profit of associates accounted for using the equity method		(26,170)	(33,684)
Loss (gain) on disposal of property, plant and equipment		(930)	367
Compensation cost arising from treasury shares transferred to employees		-	43,186
Gain on lease modification		(6)	-
Total adjustments to reconcile profit and loss		255,349	167,380
Changes in operating assets and liabilities:			
Net changes in operating assets:			
Notes receivable		5,986	8,419
Accounts receivable (including related parties) (including overdue receivables)		(935,891)	395,709
Other current assets		(38,367)	193,284
Net defined benefit assets		(5,889)	-
Total changes in operating assets, net		(974,161)	597,412
Net changes in operating liabilities:			
Notes payable		(28,297)	23,600
Accounts payable (including related parties)		442,659	(1,124,606)
Other payables		3,267	(269,038)
Other current liabilities		(109,339)	242,559
Net defined benefit liabilities		1,731	(3,454)
Total changes in operating liabilities, net		310,021	(1,130,939)
Total changes in operating assets and liabilities, net		(664,140)	(533,527)
Total adjustments		(408,791)	(366,147)
Cash inflow generated from operations		760,009	891,583
Interest received		84,637	91,104
Interest paid		(15,177)	(17,688)
Income taxes paid		(227,976)	(304,278)
Net cash flows from operating activities		601,493	660,721
Cash flows from (used in) investing activities:			
Decrease (increase) in financial assets at amortised cost		(88,141)	5,981
Acquisition of financial assets at fair value through profit or loss		(31,598)	-
Acquisition of property, plant and equipment		(35,634)	(25,106)
Proceeds from disposal of property, plant and equipment		1,046	246
Dcerease in refundable deposits		7,315	15,136
Acquisition of intangible assets		(783)	(181)
Decrease (increase) in other non-current assets		828	(3,601)
Dividends received		32,318	56,825
Net cash from (used in) investing activities		(114,649)	49,300
Cash flows from (used in) financing activities:			
Increase in short-term borrowings		-	1,407,218
Decrease in short-term borrowings		-	(1,657,218)
Payment of lease liabilities		(230,894)	(227,775)
Decrease in other non-current liabilities		(3,775)	(2,187)
Cash dividends paid		(822,471)	(1,463,768)
Payments to acquire treasury shares		(172,472)	-
Treasury shares transferred to employees		-	194,480
Changes in non-controlling interests		(14,694)	(12,887)
Other financing activities		-	176
Net cash flows used in financing activities		(1,244,306)	(1,761,961)
Effect of exchange rate changes on cash and cash equivalents		546,355	23,091
Net decrease in cash and cash equivalents		(211,107)	(1,028,849)
Cash and cash equivalents at beginning of period		4,780,626	5,809,475
Cash and cash equivalents at end of period	**$**	**4,569,519**	**4,780,626**

See accompanying notes to consolidated financial statements.

(1) Company history

DIMERCO EXPRESS CORPORATION (DIMTW or the Company) (originally named Dimerco Express (Taiwan) Corporation, changed in June 2012) was incorporated in August 1985 as a company limited by shares under the laws of the Republic of China (ROC). The consolidated financial statements comprise DIMTW and its subsidiaries (together referred to as the "Group"). The Group is primarily engaged in the business of air freight forwarding, ocean freight forwarding, customs brokerage service, and related investing activities.

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

The consolidated financial statements were approved for issue by the Board of Directors on March 12, 2025.

(3) New standards, amendments and interpretations adopted:

(a) The impact of adopting the IFRS Accounting Standards endorsed by the Financial Supervisory Commission, R.O.C. ("FSC")

The Group has initially adopted the following new amended the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations endorsed and issued into effect by the Financial Supervisory Commission, R.O.C. (altogether referred to "IFRS Accounting Standards" endorsed by the "FSC"), which do not have a significant impact on its consolidated financial statements, from January 1, 2024:

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

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

The Group assesses that the adoption of the following new amendments, effective for annual period beginning on January 1, 2025, would not have a significant impact on its consolidated financial statements:

- Amendments to IAS21 “Lack of Exchangeability”

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

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

Standards or Interpretations	Content of amendment	Effective date per IASB
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. ● 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.	January 1, 2027

(Continued)

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

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

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 17 “ Insurance Contracts” and amendments to IFRS 17 “ Insurance Contracts”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures”
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”
- Annual Improvements to IFRS Accounting Standards – Volume 11
- Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”

(4) Summary of material accounting policies

The material accounting policies presented in the consolidated financial statements are summarized as follows. The accounting policies have been applied consistently to all periods presented in these consolidated financial statements.

(a) Statement of compliance

These consolidated financial statements have been prepared in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers (hereinafter referred to as "the Regulations") and the International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations endorsed and issued into effect by the Financial Supervisory Commission, R.O.C..

(b) Basis of preparation

(i) Basis of measurement

The consolidated financial statements have been prepared on a historical cost basis, unless otherwise stated (refer to the summary of the material accounting policies).

(ii) Functional and presentation currency

The functional currency of each Group entity is determined based on the primary economic environment in which the entity operates. The consolidated financial statements are presented in New Taiwan dollars (NTD), which is the Company's functional currency. All financial information presented in New Taiwan dollars has been rounded to the nearest thousand.

DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(c) Basis of consolidation

(i) Principles of preparation of consolidated financial statements

The consolidated financial statements comprise the Company and subsidiaries. The financial statements of subsidiaries are included in the consolidated financial statements from the date that control commences until the date on which control ceases. Intragroup balances and transactions, and any unrealized income and expenses arising from Intragroup transactions are eliminated in preparing the consolidated financial statements. The Group attributes the profit or loss and each component of other comprehensive income to the owners of the parent and to the non-controlling interests, even if this results in the non-controlling interests having a deficit balance.

The Group prepares consolidated financial statements using uniform accounting policies for like transactions and other events in similar circumstances.

Changes in the Group's ownership interests in subsidiary that do not result in a loss of control are accounted for as equity transactions. Any difference between the amount by which the non-controlling interests are adjusted and the fair value of the consideration paid or received will be recognized directly in equity and attributed to the shareholders of the parent.

(ii) List of subsidiaries included in the consolidated financial statements

Subsidiaries included in the consolidated financial statements are as follows:

Name of investor	Name of subsidiary	Primary business	Shareholding December 31, 2024	Shareholding December 31, 2023	Remarks
The Company	Dimerco Interational Logistic Corp. (DIL)	Holding company	100.00 %	100.00 %	
The Company	Dimerco Express Holding Co., Ltd. (Holding)	Holding company	100.00 %	100.00 %	
The Company	Dimerco Freight System Corporation (DFSTW)	Global logistics service	99.99 %	99.99 %	
The Company	Dimerco Express (Singapore) Pte Ltd. (DIMSG)	Global logistics service	100.00 %	100.00 %	
The Company	Foreign Settlement Co., Ltd. (FSC)	Settlement center	20.00 %	20.00 %	
The Company	Foreign Settlement Co., Ltd. (FSC HK)	Settlement center	15.00 %	15.00 %	
The Company	Diversified International Logistics Co., Ltd (DILTW)	Global logistics service	80.00 %	80.00 %	
The Company	Diversified Transportation (HK & China) Co., Ltd. (DTLHK)	Global logistics service	100.00 %	100.00 %	
The Company	Dimerco International Logistics Company (DILHK)	Global logistics service	100.00 %	100.00 %	
The Company	Diversified Freight System (Singapore) Pte. Ltd. (DFSSG)	Global logistics service	100.00 %	100.00 %	
The Company	Diversified International Logistics Pte Ltd (DILSG)	Global logistics service	100.00 %	100.00 %	
The Company	Dimerco Express (Malaysia) Sdn. Bhd. (DIMMY)	Global logistics service	100.00 %	100.00 %	
DMCHK	Dimerco Air Forwarders (HK) Ltd. (DIMHK)	Global logistics service	99.99 %	99.99 %	

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DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

Name of investor	Name of subsidiary	Primary business	Shareholding December 31, 2024	Shareholding December 31, 2023	Remarks
DMCHK	Diversified Freight System Ltd. (DFSHK)	Global logistics service	99.99 %	99.99 %	
DIMPH	Diversified Merchandise Company Limited (DMCHK)	Global logistics service	100.00 %	100.00 %	
DMCHK	Global SCM Company Limited (GSCHK)	Global logistics service	100.00 %	100.00 %	
DIMHK	Foreign Settlement Co., Ltd. (FSC HK)	Settlement center	35.00 %	35.00 %	
DIMHK	Foreign Settlement Co., Ltd. (FSC)	Settlement center	60.00 %	60.00 %	
DIMHK	Dimerco International Logistics (Shanghai) Co., Ltd. (DILSHA)	Global logistics service	99.99 %	99.99 %	
DIMHK	Dimerco International Transportation (Shanghai) Co., Ltd. (DIMCN)	Global logistics service	100.00 %	100.00 %	
DIMHK	Dimerco International Logistics (Shenzhen) Co., Ltd. (DILSZX)	Global logistics service	100.00 %	100.00 %	
DIMHK	Dimerco Zhonging Int'l Express Co., Ltd. (ZJDCN)	Global logistics service	75.00 %	75.00 %	
DIMHK	Dimerco Vietfracht (JV) Co., Ltd. (DIMVN)	Global logistics service	75.00 %	75.00 %	
DFSHK	Foreign Settlement Co., Ltd. (FSC HK)	Settlement center	35.00 %	35.00 %	
DFSHK	Diversified International Transportation (Shanghai) Co., Ltd. (DFSCN)	Global logistics service	100.00 %	100.00 %	
DFSTW	Foreign Settlement Co., Ltd. (FSC HK)	Settlement center	15.00 %	15.00 %	
DFSTW	Diversified International Logistics Co., Ltd (DILTW)	Global logistics service	20.00 %	20.00 %	
DIMSG	Dimerco Express (India) Prt Ltd. (DIMIN)	Global logistics service	100.00 %	100.00 %	Note 2
DIMSG	Foreign Settlement Co., Ltd. (FSC)	Settlement center	20.00 %	20.00 %	
DIL	Dimerco Express (UK) Ltd. (DIMGB)	Global logistics service	37.50 %	37.50 %	
DIL	Dimerco Express (U.S.A.) Corp. (DIMUS)	Global logistics service	100.00 %	100.00 %	
DIL	Global Marketing System Co., Ltd. (GMS)	Global logistics service	100.00 %	100.00 %	
FSCHK	Dimerco Express (UK) Ltd. (DIMGB)	Global logistics service	62.50 %	62.50 %	
FSCHK	Diversified (Shenzhen) International Logistics Service Co., Ltd. (DILYTN)	Global logistics service	50.00 %	50.00 %	
GMS	Dimerco Express Phil. Inc. (DIMPH)	Global logistics service	60.01 %	60.01 %	
GMS	Diversified International Logistics Service Company Ltd. (Shanghai)	Global logistics service	100.00 %	100.00 %	
GMS	Diversified (Shenzhen) International Logistics Service Co., Ltd. (DILYTN)	Global logistics service	50.00 %	50.00 %	
Holding	Dimerco Express (Thailand) Corp. Ltd. (DIMTH)	Global logistics service	48.99 %	48.99 %	Note 1

(Continued)

DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

			Shareholding		
Name of investor	**Name of subsidiary**	**Primary business**	**December 31, 2024**	**December 31, 2023**	**Remarks**
Holding	Dimerco Express Phils. Inc. (DIMPH)	Global logistics service	39.99 %	39.99 %	
Holding	Dimerco Express (Australia) Pty Ltd (DIMAU)	Global logistics service	100.00 %	100.00 %	
Holding	Dimerco Express (Korea) Corp. (DIMKR)	Global logistics service	100.00 %	100.00 %	
Holding	Dimerco Express (Canada) Corp. (DIMCA)	Global logistics service	100.00 %	100.00 %	
Holding	Diversified International Service Logistics System Corporation (DSLUS)	Global logistics service	100.00 %	100.00 %	
Holding	Dimerco Express Netherlands B.V. (DIMNL)	Global logistics service	100.00 %	100.00 %	
DTLHK	Diversified Transportation (China) Co., Ltd. (DTLCN)	Global logistics service	100.00 %	100.00 %	
DIMUS	Dimerco Customs Brokerage Co. Ltd (DCBUS)	Brokerage service	100.00 %	100.00 %	
DIMUS	B.C. Logistics, LLC	Global logistics service	85.00 %	85.00 %	
DIMPH	Peerless Express Forwarders Corp. (Peerless)	Global logistics service	39.99 %	39.99 %	Note 1
DIMPH	Diversified Freight System Philippines Corporation (DFSPH)	Global logistics service	90.63 %	90.63 %	
DFSSG	Diversified Freight System Philippines Corporation (DFSPH)	Global logistics service	9.37 %	9.37 %	
DIMIN	Diversified Solutions and Resources Private Limited (DSRP)	Global logistics service	94.00 %	- %	Note 3

Note 1: The Group owns less than 50% of the subsidiaries' voting stock, but the Group has control over the subsidiaries' financial and operating policies through agreement with other investors. Therefore, the Group includes the subsidiaries in the consolidated financial statements.

Note 2: DIMSG purchased all the shares of DIMIN from non-controlling interests in January 2023 resulting in an increase in DIMSG's shareholding from 60% to 100%.

Note 3: DIMIN invested in 94% of the newly established DSRP in April 2024 and included it as a consolidated subsidiary.

(d) Foreign currency

(i) Foreign currency transactions

Transactions in foreign currencies are translated into the respective functional currencies of Group entities 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.

(ii) Foreign operations

The assets and liabilities of foreign operations, are translated into the presentation currency at the exchange rates at the reporting date. The income and expenses of foreign operations are translated into the presentation currency at the average exchange rate. Exchange differences are recognized in other comprehensive income.

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

The Group classifies the asset as current under one of the following criteria, and all other assets are classified as non-current.

(i) It is expected to be realized, or intended to be sold or consumed, in the normal operating cycle;

(ii) It is held primarily for the purpose of trading;

(iii) It is expected to be realized within twelve months after the reporting period; or

(iv) The asset is cash or a cash equivalent (as defined in IAS 7) unless the asset is restricted from being exchanged or used to settle a liability for at least twelve months after the reporting period.

The Group classifies the liability as current under one of the following criteria, and all other liabilities are classified as non-current.

(i) It is expected to be settled in the normal operating cycle;

(ii) It is held primarily for the purpose of trading;

(iii) It is due to be settled within twelve months after the reporting period; or

(iv) The Group does not have the right at the end of the reporting period to defer settlement of the liability for at least twelve months after the reporting period.

(f) Cash and cash equivalents

Cash comprises cash on hand and demand deposits. Cash equivalents are short term, highly liquid investments that are readily convertible to known amounts of cash and are subject to an insignificant risk of changes in value. Time deposits which meet the above definition and are held for the purpose of meeting short term cash commitments rather than for investment or other purposes should be recognized as cash equivalents.

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DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES
Notes to the Consolidated Financial Statements

(g) Financial instruments

Trade receivables are initially recognized when they are originated. All other financial assets and financial liabilities are initially recognized when the Group becomes a party to the contractual provisions of the instrument. A financial asset (unless it is a trade receivable without a significant financing component) or financial liability is initially measured at fair value plus, for an item not at fair value through profit or loss (FVTPL), transaction costs that are directly attributable to its acquisition or issue. A trade receivable without a significant financing component is initially measured at the transaction price.

(i) Financial assets

All regular way purchases or sales of financial assets are recognized and derecognized on a trade date basis.

On initial recognition, a financial asset is classified as measured at: amortized cost, fair value through other comprehensive income (FVOCI) — equity investment and fair value through profit or loss (FVTPL). Financial assets are not reclassified subsequent to their initial recognition unless the Group changes its business model for managing financial assets, in which case all affected financial assets are reclassified on the first day of the first reporting period following the change in the business model.

1) Financial assets measured at amortized cost

A financial asset is measured at amortized cost 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 to hold assets to collect contractual cash flows; 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.

These assets are subsequently measured at amortized cost, which is the amount at which the financial asset is measured at initial recognition, plus/minus, the cumulative amortization using the effective interest method, adjusted for any loss allowance. Interest income, foreign exchange gains and losses, as well as impairment, are recognized in profit or loss. Any gain or loss on derecognition is recognized in profit or loss.

2) Fair value through other comprehensive income (FVOCI)

On initial recognition of an equity investment that is not held for trading, the Group may irrevocably elect to present subsequent changes in the investment's fair value in other comprehensive income. This election is made on an instrument-by-instrument basis.

Equity investments at FVOCI are subsequently measured at fair value. Dividends are recognized as income in profit or loss unless the dividend clearly represents a recovery of part of the cost of the investment. Other net gains and losses are recognized in other comprehensive income and are never reclassified to profit or loss.

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Dividend income is recognized in profit or loss on the date on which the Group's right to receive payment is established, which in the case in profit or loss of quoted securities is normally the ex-dividend date.

3) Fair value through profit or loss (FVTPL)

All financial assets not classified as amortized cost or FVOCI described as above (e.g. financial assets held for trading and those that are managed and whose performance is evaluated on a fair value basis) are measured at FVTPL, including derivative financial assets. On initial recognition, the Group may irrevocably designate a financial asset, which meets the requirements to be measured at amortized cost or at FVOCI, as at FVTPL if doing so eliminates or significantly reduces an accounting mismatch that would otherwise arise.

These assets are subsequently measured at fair value. Net gains and losses, including any interest or dividend income, are recognized in profit or loss.

4) Impairment of financial assets

The Group recognizes loss allowances for expected credit losses on financial assets measured at amortized cost (including cash and cash equivalents, notes and trade receivables, other receivables and guarantee deposit).

The Group measures loss allowances at an amount equal to lifetime expected credit loss (ECL), except for the following which are measured as 12-month ECL:

· debt securities that are determined to have low credit risk at the reporting date; and

· other debt securities and bank balances for which credit risk (i.e. the risk of default occurring over the expected life of the financial instrument) has not increased significantly since initial recognition.

Loss allowance for trade receivables are always measured at an amount equal to lifetime ECL.

Lifetime ECLs are the ECLs that result from all possible default events over the expected life of a financial instrument.

12-month ECLs are the portion of ECLs that result from default events that are possible within the 12 months after the reporting date (or a shorter period if the expected life of the instrument is less than 12 months).

The maximum period considered when estimating ECLs is the maximum contractual period over which the Group is exposed to credit risk.

When determining whether the credit risk of a financial asset has increased significantly since initial recognition and when estimating ECL, the Group considers reasonable and supportable information that is relevant and available without undue cost or effort. This includes both quantitative and qualitative information and analysis based on the Group's historical experience and informed credit assessment as well as forward-looking information.

At each reporting date, the Group assesses whether financial assets carried at amortized cost and debt securities at FVOCI are credit-impaired. A financial asset is ‘credit-impaired’ when one or more events that have a detrimental impact on the estimated future cash flows of the financial asset have occurred. Evidence that a financial assets is credit-impaired includes the following observable data:

- significant financial difficulty of the borrower or issuer;
- a breach of contract such as a default or being more than 90 days past due;
- the lender of the borrower, for economic or contractual reasons relating to the borrower's financial difficulty, having granted to the borrower a concession that the lender would not otherwise consider;
- it is probable that the borrower will enter bankruptcy or other financial reorganization; or
- the disappearance of an active market for a security because of financial difficulties.

Loss allowances for financial assets measured at amortized cost are deducted from the gross carrying amount of the assets.

The gross carrying amount of a financial asset is written off when the Group has no reasonable expectations of recovering a financial asset in its entirety or a portion thereof. For corporate customers, the Group individually makes an assessment with respect to the timing and amount of write-off based on whether there is a reasonable expectation of recovery. The Group expects no significant recovery from the amount written off. However, financial assets that are written off could still be subject to enforcement activities in order to comply with the Group’s procedures for recovery of amounts due.

5) Derecognition of financial assets

The Group derecognizes a financial asset when the contractual rights to the cash flows from the financial asset expire, or it transfers the rights to receive the contractual cash flows in a transaction in which substantially all of the risks and rewards of ownership of the financial asset are transferred or in which the Group neither transfers nor retains substantially all of the risks and rewards of ownership and it does not retain control of the financial asset.

The Group enters into transactions whereby it transfers assets recognized in its statement of balance sheet, but retains either all or substantially all of the risks and rewards of the transferred assets. In these cases, the transferred assets are not derecognized.

(ii) Financial liabilities and equity instruments

1) Classification of debt or equity

Debt and equity instruments issued by the Group are classified as financial liabilities or equity in accordance with the substance of the contractual arrangements and the definitions of a financial liability and an equity instrument.

2) Equity instrument

An equity instrument is any contract that evidences residual interest in the assets of an entity after deducting all of its liabilities. Equity instruments issued are recognized as the amount of consideration received, less the direct cost of issuing.

3) Treasury shares

When shares recognized as equity are repurchased, the amount of the consideration paid, which includes directly attributable costs, is recognized as a deduction from equity. Repurchased shares are classified as treasury shares. When treasury shares are sold or reissued subsequently, the amount received is recognized as an increase in equity, and the resulting surplus or deficit on the transaction is recognized in capital surplus or retained earnings (if the capital surplus is not sufficient to be written down).

4) Financial liabilities

Financial liabilities are classified as 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.

5) Derecognition of financial liabilities

The Group derecognizes a financial liability when its contractual obligations are discharged or cancelled, or expire. The Group also derecognizes a financial liability when its terms are modified and the cash flows of the modified liability are substantially different, in which case a new financial liability based on the modified terms is recognized at fair value.

On derecognition of a financial liability, the difference between the carrying amount of a financial liability extinguished and the consideration paid (including any non-cash assets transferred or liabilities assumed) is recognized in profit or loss.

6) Offsetting of financial assets and liabilities

Financial assets and financial liabilities are offset and the net amount presented in the statement of balance sheet when, and only when, the Group currently has a legally enforceable right to set off the amounts and it intends either to settle them on a net basis or to realize the asset and settle the liability simultaneously.

(h) Investment in associates

Associates are those entities in which the Group has significant influence, but not control, over the financial and operating policies. Significant influence is presumed to exist when the Group holds between 20% and 50% of the voting power of another entity.

Investments in associates one accounted for using the equity method and are recognized initially at cost. The cost of the investment includes transaction costs. The carrying amount of the investment in associates includes goodwill arising from the acquisition less any accumulated impairment losses.

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DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES
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The consolidated financial statements include the Group's share of the profit or loss and other comprehensive income of those associates, after adjustments to align their accounting policies with those of the Group, from the date on which significant influence commences until the date on which significant influence ceases. The Group recognizes any changes of its proportionate share in the investee within capital surplus, when an associate's equity changes due to reasons other than profit and loss or comprehensive income, which did not result in changes in actual significant influence.

Gains resulting from the transactions between the Group and an associate are recognized only to the extent of unrelated Group's interest in the associate. Unrealized losses on transactions with associates are eliminated in the same way, except to the extent that the underlying asset is impaired. When the Group's share of losses of an associate equals or exceeds its interests in an associate, it discontinues recognizing its share of further losses. After the recognized interest is reduced to zero, additional losses are provided for, and a liability is recognized, only to the extent that the Group has incurred legal or constructive obligations or made payments on behalf of the associate

(i) Property, plant and equipment

(i) Recognition and measurement

Items of property, plant and equipment are measured at cost, which includes capitalized borrowing costs, less accumulated depreciation and any accumulated impairment losses.

If significant parts of an item of property, plant and equipment have different useful lives, they are accounted for as separate items (major components) of property, plant and equipment.

Any gain or loss on disposal of an item of property, plant and equipment is recognized in profit or loss.

(ii) Subsequent expenditure

Subsequent expenditure is capitalized only if it is probable that the future economic benefits associated with the expenditure will flow to the Group.

(iii) Depreciation

Depreciation is calculated on the cost of an asset less its residual value and is recognized in profit or loss on a straight-line basis over the estimated useful lives of each component of an item of property, plant and equipment.

Land is not depreciated.

The estimated useful lives of property, plant and equipment for current and comparative periods are as follows:

Buildings	4~56 years
Transportation equipment	2~5 years
Office equipment	1~16 years
Lease improvement	2~6 years
Other equipment	2~6 years

Depreciation methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

(j) Leases

At inception of a contract, the Group assesses whether a contract is, or contains, a lease. A contract is, or contains, a lease if the contract conveys the right to control the use of an identified asset for a period of time in exchange for consideration.

As a leasee, the Group recognizes a right-of-use asset and a lease liability at the lease commencement date. The right-of-use asset is initially measured at cost, which comprises the initial amount of the lease liability adjusted for any lease payments made at, or before, the commencement date, plus any initial direct costs incurred and an estimate of costs to dismantle and remove the underlying asset or to restore the underlying asset or the site on which it is located, less any lease incentives received.

The right-of-use asset is subsequently depreciated using the straight-line method from the commencement date to the earlier of the end of the useful life of the right-of-use asset or the end of the lease term. In addition, the right-of-use asset is periodically reduced by using the impairment losses, if any, and adjusted for certain remeasurements of the lease liability.

The lease liability is initially measured at the present value of the lease payments that are not paid at the commencement date, discounted using the interest rate implicit in the lease or, if that rate cannot be reliably determined, the Group' s incremental borrowing rate. Generally, the Group uses its incremental borrowing rate as the discount rate.

Lease payments included in the measurement of the lease liability comprise the following:

— fixed payments, including in-substance fixed payments;

— variable lease payments that depend on an index or a rate, initially measured using the index or rate as at the commencement date;

— amounts expected to be payable under a residual value guarantee; and

— payments for purchase or termination options that are reasonably certain to be exercised.

The lease liability is measured at amortized cost using the effective interest method. It is remeasured when:

— there is a change in future lease payments arising from the change in an index or rate; or

— there is a change in the Group's estimate of the amount expected to be payable under a residual value guarantee; or

— there is a change in the lease term resulting from a change of its assessment on whether it will exercise an option to purchase, extension or the underlying asset, or

— there is a change of its assessment on whether it will exercise a extension or termination option; or

— there is any lease modifications

(Continued)

When the lease liability is remeasured, other than lease modifications, a corresponding adjustment is made to the carrying amount of the right-of-use asset, or in profit and loss if the carrying amount of the right-of-use asset has been reduced to zero.

When the lease liability is remeasured to reflect the partial or full termination of the lease for lease modifications that decrease the scope of the lease, the Group accounts for the remeasurement of the lease liability by decreasing the carrying amount of the right-of-use asset to reflect the partial or full termination of the lease, and recognize in profit or loss any gain or loss relating to the partial or full termination of the lease.

The Group presents its right-of-use assets that do not meet the definition of investment and its lease liabilities as a separate line item respectively in the statement of financial position.

The Group has elected not to recognize the right-of-use assets and lease liabilities for its short-term leases that have a lease term of 12 months or less and leases of low-value assets. The Group recognizes the lease payments associated with these leases as an expense on a straight-line basis over the lease term.

(k) Intangible assets

(i) Recognition and measurement

Goodwill arising on the acquisition of subsidiaries is measured at cost, less accumulated impairment losses.

Other intangible assets, including customer relationships, trademarks and software, that are acquired by the Group and have finite useful lives are measured at cost less accumulated amortization and any accumulated impairment losses.

(ii) Subsequent expenditure

Subsequent expenditure is capitalized only when it increases the future economic benefits embodied in the specific asset to which it relates. All other expenditure, including expenditure on internally generated goodwill and brands, is recognized in profit or loss as incurred.

(iii) Amortization

Amortization is calculated over the cost of the asset, less its residual value, and is recognized in profit or loss on a straight-line basis over the estimated useful lives of intangible assets, other than goodwill, from the date that they are available for use.

The estimated useful lives for current and comparative periods are as follows:

1)	Trademarks	10 years
2)	Customer relationships	5 years
3)	Software	2~3 years

Amortization methods, useful lives and residual values are reviewed at each reporting date and adjusted if appropriate.

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(l) Impairment of non-financial assets

At each reporting date, the Group reviews the carrying amounts of its non-financial assets (other than deferred tax assets) to determine whether there is any indication of impairment. If any such indication exists, then the asset's recoverable amount is estimated. Goodwill is tested annually for impairment.

For impairment testing, assets are grouped together into the smallest group of assets that generates cash inflows from continuing use that are largely independent of the cash inflows of other assets or cash-generating units (GUs). Goodwill arising from a business combination is allocated to CGUs or groups of CGUs that are expected to benefit from the synergies of the combination.

The recoverable amount of an asset or CGU is the greater of its value in use and its fair value less costs to sell. Value in use is based on the estimated future cash flows, discounted to their present value using a pre-tax discount rate that reflects current market assessments of the time value of money and the risks specific to the asset or CGU.

An impairment loss is recognized if the carrying amount of an asset or CGU exceeds its recoverable amount.

Impairment losses are recognized in profit or loss. They are allocated first to reduce the carrying amount of any goodwill allocated to the CGU, and then to reduce the carrying amounts of the other assets in the CGU on a pro rata basis.

An impairment loss in respect of goodwill is not reversed. For other assets, an impairment loss is reversed only to the extent that the asset's carrying amount does not exceed the carrying amount that would have been determined, net of depreciation or amortization, if no impairment loss had been recognized.

(m) Revenue and cost recognition

(i) Revenue from contracts with customers

Revenue is measured based on the consideration to which the Group expects to be entitled in exchange for transferring goods or services to a customer. The Group recognizes revenue when it satisfies a performance obligation by transferring control of a good or a service to a customer.

The Group provides air freight forwarding, ocean freight forwarding and custom brokerage services. Revenue from providing services is recognized in the accounting period in which the services are rendered.

(ii) Contract cost

Transportation cost which consists of air and ocean cost is accrued based on the invoice or quote price provided by the vendor, upon the time of income recognization.

(Continued)

(n) Employee benefits

(i) Defined contribution plans

Obligations for contributions to defined contribution plans are expensed as the related service is provided.

(ii) Defined benefit plans

The Group’s net obligation in respect of defined benefit plans is calculated separately for each the plan by estimating the amount of future benefit that employees have earned in the current and prior periods, discounting that amount and deducting the fair value of any plan assets.

The calculation of defined benefit obligations is performed annually by a qualified actuary using the projected unit credit method. When the calculation results in a potential asset for the Group, the recognized asset is limited to the present value of economic benefits available in the form of any future refunds from the plan or reductions in future contributions to the plan. To calculate the present value of economic benefits, consideration is given to any applicable minimum funding requirements.

Remeasurements of the net defined benefit liability, which comprise actuarial gains and losses, the return on plan assets (excluding interest) and the effect of the asset ceiling (if any, excluding interest), are recognized immediately in other comprehensive income, and accumulated in retained earnings within equity. The Group determines the net interest expense (income) on the net defined benefit liability (asset) for the period by applying the discount rate used to measure the defined benefit obligation at the beginning of the annual period to the then-net defined benefit liability (asset). Net interest expense and other expenses related to defined benefit plans are recognized in profit or loss.

When the benefits of a plan are changed or when a plan is curtailed, the resulting change in benefit that relates to past service or the gain or loss on curtailment is recognized immediately in profit or loss. The Group recognizes gains and losses on the settlement of a defined benefit plan when the settlement occurs.

(iii) Short-term employee benefits

Short-term employee benefits are expensed as the related service is provided. A liability is recognized for the amount expected to be paid if the Group has a present legal or constructive obligation to pay this amount as a result of past service provided by the employee and the obligation can be estimated reliably.

(o) Share-based payment

The grant-date fair value of equity-settled share-based payment arrangements granted to employees is generally recognized as an expense, with a corresponding increase in equity, over the vesting period of the awards. The amount recognized as an expense is adjusted to reflect the number of awards for which the related service and non-market performance conditions are expected to be met, such that the amount ultimately recognized is based on the number of awards that meet the related service and non-market performance conditions at the vesting date.

(Continued)

For share-based payment awards with non-vesting conditions, the grant-date fair value of the share-based payment is measured to reflect such conditions and there is no true-up for differences between expected and actual outcomes.

Grant date of a share-based payment award is the date which the board of directors authorized the price and number of a new award.

(p) Government grants

The Group recognizes an unconditional government grant on profit or loss as other income when the grant becomes receivable. Grants that compensate the Group for expenses or losses incurred are recognized in profit or loss on a systematic basis in the periods in which the expenses or losses are recognized.

(q) Income tax

Income taxes comprise current taxes and deferred income taxes. Except for expenses related to business combinations or recognized directly in equity or other comprehensive income, all current and deferred income taxes shall be recognized in profit or loss.

The Group has determined that interest and penalties related to income taxes, including uncertain tax treatment, do not meet the definition of income taxes, and therefore accounted for them under IAS37.

The Group has determined that the global minimum top-up tax – which it is required to pay under Pillar Two legislation – is an income tax in the scope of IAS 12. The Group has applied a temporary mandatory relief from deferred tax accounting for the impacts of the top-up tax and accounts for it as a current tax when it is incurred.

Current taxes comprise the expected tax payables or receivables on the taxable profits (losses) for the year and any adjustment to the tax payable or receivable in respect of previous years.

Deferred taxes arise due to temporary differences between the carrying amounts of assets and liabilities at the reporting date and their respective tax bases. Deferred taxes are recognized except for the following:

(i) temporary differences on the initial recognition of assets and liabilities in a transaction that is not a business combination and at the time of the transaction (i) affects neither accounting nor taxable profits (losses) and (ii) does not give rise to equal taxable and deductible temporary differences;

(ii) temporary differences related to investments in subsidiaries, associates and joint arrangements to the extent that the Group is able to control the timing of the reversal of the temporary differences and it is probable that they will not reverse in the foreseeable future; and

(iii) taxable temporary differences arising on the initial recognition of goodwill.

(Continued)

Deferred tax assets are recognized for the carry forward of unused tax losses, unused tax credits, and deductible temporary differences to the extent that it is probable that future taxable profits will be available against which they can be utilized. Deferred tax assets are reviewed at each reporting date and are reduced to the extent that it is no longer probable that the related tax benefits will be realized.

Deferred taxes are measured at tax rates that are expected to be applied to temporary differences when they reverse, using tax rates enacted or substantively enacted at the reporting date.

Deferred income tax assets and liabilities are offset if the following criteria are met:

(i) the Group has a legally enforceable right to set off current tax assets against current tax liabilities and

(ii) the deferred tax assets and the deferred tax liabilities relate to income taxes levied by the same taxation authority on either

1) the same taxable entity; or

2) different taxable entities which intend to settle current tax assets and liabilities on a net basis, or to realize the assets and liabilities simultaneously, in each future period in which significant amounts of deferred tax liabilities or assets are expected to be settled or recovered.

(r) Earnings per share

The Group discloses the Company's basic and diluted earnings per share attributable to ordinary shareholders of the Company. Basic earnings per share are calculated as the profit attributable to ordinary shareholders of the Company divided by the weighted-average number of ordinary shares outstanding. Treasury stock should be deducted from outstanding shares. Stock dividends from retained earnings and capital surplus are adjusted retroactively as outstanding shares.

Diluted earnings per share is calculated as the profit attributable to ordinary shareholders of the Company divided by the weighted average number of ordinary shares outstanding after adjustment for the effects of all potentially dilutive ordinary shares.

(s) Operating segment information

An operating segment is a component of the Group that engages in business activities from which it may earn revenues and incur expenses (including revenues and expenses relating to transactions with other components of the Group). Operating results of the operating segment are regularly reviewed by the Group's chief operating decision maker to make decisions about resources to be allocated to the segment and to assess its performance. Each operating segment consists of standalone financial information.

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

In preparing these consolidated financial statements, management has made 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.

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Estimates and underlying assumptions are reviewed on an ongoing basis and are consistent with the Group's risk management and climate-related commitments where appropriate. Revisions to estimates are recognised prospectively in the period of the change and future periods.

There are no critical judgments in applying accounting policies that have a significant effect on the amounts recognized in the consolidated financial statements. Neither are the information about assumptions and estimation uncertainties that have a significant risk of resulting in a material adjustment within the next financial year.

(6) Explanation of significant accounts

(a) Cash and cash equivalents

		December 31, 2024	December 31, 2023
Cash on hand	$	3,471	3,500
Checking accounts and savings deposits		3,063,530	3,092,757
Time deposits		1,502,518	1,684,369
Cash and cash equivalents per consolidated statements of cash flows	**$**	**4,569,519**	**4,780,626**

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

(b) Financial assets at amortized cost－current

		December 31, 2024	December 31, 2023
Time deposits with original maturities of more than 3 months	$	90,576	3,794
Restricted time deposits account		1,359	-
Total	**$**	**91,935**	**3,794**
Interest rate		**1.25~3.43%**	**0.2%**

The Group has assessed that these financial assets are held to maturity to collect contractual cash flows, which consist solely of payments of principal and interest on principal amount outstanding. Therefore, these investments were classified as financial assets measured at amortized cost.

The financial assets at amortized cost of the Group had been pledged as guarantee for its logistics operations; please refer to note 8.

(c) Financial assets at fair value through profit or loss－non-current

		December 31, 2024	December 31, 2023
Mandatorily measured at fair value through profit or loss:			
Non-derivative financial assets			
Preferred stock	**$**	**32,788**	**-**

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(d) Notes and accounts receivable (including related parties)

	December 31, 2024	December 31, 2023
Notes receivable	$ 2,321	8,307
Accounts receivable (including related parties)	3,484,535	2,550,200
Overdue receivables	6,777	5,221
Less: Loss allowance－accounts receivable	145,706	67,902
Loss allowance－overdue receivables	6,777	5,221
	$ 3,341,150	**2,490,605**

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

	December 31, 2024		
	Gross carrying amount	Weighted-average loss rate	Loss allowance provision
Current	$ 3,123,348	0%	-
1 to 30 days past due	296,887	29%	86,048
31 to 60 days past due	36,647	81%	29,684
61 to 90 days past due	11,949	100%	11,949
91 to 365 days past due	109	100%	109
181 to 365 days past due	24,693	100%	24,693
	$ 3,493,633		**152,483**

	December 31, 2023		
	Gross carrying amount	Weighted-average loss rate	Loss allowance provision
Current	$ 2,305,572	0%	-
1 to 30 days past due	207,977	13%	27,340
31 to 60 days past due	23,139	81%	18,743
61 to 90 days past due	9,104	100%	9,104
91 to 365 days past due	7,582	100%	7,582
More than 365 days	10,354	100%	10,354
	$ 2,563,728		**73,123**

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

	2024	2023
Balance at beginning of the period	$ 73,123	123,108
Impairment losses recognized (reversed)	79,360	(49,985)
Balance at end of the period	**$ 152,483**	**73,123**

(e) Investments accounted for using the equity method

A summary of the Group's investments accounted for using the equity method at the reporting date was as follows:

	December 31, 2024	December 31, 2023
Associates	**$ 246,514**	**246,955**

(i) Associates

1) The details of significant associate were as follows:

Name of associate	Relationship with the Group	Main operating location / country of registration	Ownership and voting right percentage December 31, 2024	December 31, 2023
ITG Air & Sea GmbH	Global air and ocean freight forwarder	Germany	25.00 %	25.00 %

A summary of the financial information of the significant associate was as follows:

Summary of financial information of ITG Air & Sea GmbH

	December 31, 2024	December 31, 2023
Current assets	$ 975,315	933,267
Non-current assets	155,873	134,928
Current liabilities	(704,611)	(631,105)
Non-current liabilities	(91,331)	(79,818)
Net assets	**$ 335,246**	**357,272**
The Group's share of net assets	**$ 83,811**	**89,342**

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		2024	2023
Revenue	$	2,816,237	2,558,012
Profit from continuing operations	$	88,046	106,620
Other comprehensive income		-	-
Total comprehensive income	$	88,046	106,620
The Group's share of total comprehensive income	$	22,012	26,655

		2024	2023
Beginning balance of the equity of the associate attributable to the Group	$	89,342	111,979
Total comprehensive income (loss) of the associate attributable to the Group		22,012	26,655
Dividends received from associates		(28,062)	(53,622)
Exchange difference		519	4,330
Share of net assets of associates as of December 31		83,811	89,342
Add：Goodwill		129,692	129,692
Ending balance of the equity of the associate attributable to the Group	$	213,503	219,034

2) The Group’s financial information for investments accounted for using the equity method that are individually insignificant was as follows:

		December 31, 2024	December 31, 2023
Carrying amount of individually insignificant associates' equity	$	33,011	27,921

		2024	2023
Attributable to the Group:			
Profit from continuing operations	$	4,158	7,029
Other comprehensive income		-	-
Total comprehensive income	$	4,158	7,029

(ii) Collateral

As of December 31, 2024 and 2023, the Group did not provide any investment accounted for using the equity method as collaterals for its loans.

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(f) Property, plant and equipment

The cost and depreciation of the property, plant and equipment of the Group were as follows:

	Land	Buildings	Transportation equipment	Office equipment	Leasehold improvements	Other equipment	Total
Cost:							
Balance as of January 1, 2024	$ 185,136	550,542	37,792	164,739	68,254	42,609	1,049,072
Additions	-	-	4,085	17,945	10,958	2,646	35,634
Disposals	-	-	(4,012)	(3,744)	(11,596)	(337)	(19,689)
Reclassification	-	-	-	(1,565)	1,665	(100)	-
Effect of changes in exchange rates	10,766	24,383	2,864	(2,156)	3,623	7,798	47,278
Balance as of December 31, 2024	**$ 195,902**	**574,925**	**40,729**	**175,219**	**72,904**	**52,616**	**1,112,295**
Balance as of January 1, 2023	$ 185,280	555,067	36,315	152,830	64,622	57,002	1,051,116
Additions	-	-	4,534	13,597	2,459	4,516	25,106
Disposals	-	-	(2,230)	(13,157)	(1,448)	(1,649)	(18,484)
Effect of changes in exchange rates	(144)	(4,525)	(827)	11,469	2,621	(17,260)	(8,666)
Balance as of December 31, 2023	**$ 185,136**	**550,542**	**37,792**	**164,739**	**68,254**	**42,609**	**1,049,072**
Depreciation:							
Balance as of January 1, 2024	$ -	243,058	28,098	141,319	58,858	33,013	504,346
Depreciation	-	16,921	3,883	15,080	4,780	2,507	43,171
Disposals	-	-	(3,935)	(3,705)	(11,596)	(337)	(19,573)
Reclassification	-	-	(171)	(540)	858	(147)	-
Effect of changes in exchange rates	-	15,365	2,117	(3,605)	3,872	5,726	23,475
Balance as of December 31, 2024	**$ -**	**275,344**	**29,992**	**148,549**	**56,772**	**40,762**	**551,419**
Balance as of January 1, 2023	$ -	231,006	26,472	130,599	52,308	50,405	490,790
Depreciation	-	15,748	4,309	12,573	5,073	2,134	39,837
Disposals	-	-	(2,122)	(12,861)	(1,330)	(1,558)	(17,871)
Effect of changes in exchange rates	-	(3,696)	(561)	11,008	2,807	(17,968)	(8,410)
Balance as of December 31, 2023	**$ -**	**243,058**	**28,098**	**141,319**	**58,858**	**33,013**	**504,346**
Carrying amounts:							
December 31, 2024	**$ 195,902**	**299,581**	**10,737**	**26,670**	**16,132**	**11,854**	**560,876**
December 31, 2023	**$ 185,136**	**307,484**	**9,694**	**23,420**	**9,396**	**9,596**	**544,726**
January 1, 2023	**$ 185,280**	**324,061**	**9,843**	**22,231**	**12,314**	**6,597**	**560,326**

As of December 31, 2024 and 2023, the Group's property, plant and equipment were not pledged as collateral.

(g) Right-of-use assets

The Group leases its assets including land, building, transportation equipment and other equipment. Information about leases for which the Group as a lessee was presented below:

	Land	Building	Transportation equipment	Other equipment	Total
Cost:					
Balance at January 1, 2024	$ 47,812	639,012	61,421	206,706	954,951
Additions	-	194,228	7,156	38,027	239,411
Disposal (early termination)	-	(378,248)	(20,627)	(105,926)	(504,801)
Effect of changes in exchange rates	3,454	97,885	3,989	(58,041)	47,287
Balance at December 31, 2024	**$ 51,266**	**552,877**	**51,939**	**80,766**	**736,848**
Balance at January 1, 2023	$ 48,048	650,186	51,786	143,048	893,068
Additions	-	66,062	15,986	103,057	185,105
Disposal (early termination)	-	(70,507)	(4,399)	(39,929)	(114,835)
Effect of changes in exchange rates	(236)	(6,729)	(1,952)	530	(8,387)
Balance at December 31, 2023	**$ 47,812**	**639,012**	**61,421**	**206,706**	**954,951**

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	Land	Building	Transportation equipment	Other equipment	Total
Depreciation:					
Balance at January 1, 2024	$ 4,123	478,010	42,432	99,221	623,786
Depreciation	1,396	182,371	11,796	30,034	225,597
Disposal (early termination)	-	(378,163)	(17,753)	(105,926)	(501,842)
Effect of changes in exchange rates	328	24,064	3,583	4,331	32,306
Balance at December 31, 2024	**$ 5,847**	**306,282**	**40,058**	**27,660**	**379,847**
Balance at January 1, 2023	$ 5,346	371,919	32,799	92,734	502,798
Depreciation	1,218	184,647	14,689	36,835	237,389
Disposal (early termination)	-	(73,540)	(3,755)	(30,359)	(107,654)
Effect of changes in exchange rates	(2,441)	(5,016)	(1,301)	11	(8,747)
Balance at December 31, 2023	**$ 4,123**	**478,010**	**42,432**	**99,221**	**623,786**
Carrying value:					
December 31, 2024	**$ 45,419**	**246,595**	**11,881**	**53,106**	**357,001**
December 31, 2023	**$ 43,689**	**161,002**	**18,989**	**107,485**	**331,165**
January 1, 2023	**$ 42,702**	**278,267**	**18,987**	**50,314**	**390,270**

(h) Intangible assets

	Goodwill	Trademarks	Customer relationships	Software	Total
Cost:					
Balance at January 1, 2024	$ 58,053	3,057	15,289	3,245	79,644
Additions	-	-	-	783	783
Effect of changes in exchange rates	2,967	222	1,105	(12)	4,282
Balance at December 31, 2024	**$ 61,020**	**3,279**	**16,394**	**4,016**	**84,709**
Balance at January 1, 2023	$ 58,253	3,073	15,365	3,064	79,755
Additions	-	-	-	181	181
Effect of changes in exchange rates	(200)	(16)	(76)	-	(292)
Balance at December 31, 2023	**$ 58,053**	**3,057**	**15,289**	**3,245**	**79,644**
Accumulated amortization:					
Balance at January 1, 2024	$ -	612	6,116	3,099	9,827
Amortization	-	321	3,210	235	3,766
Effect of changes in exchange rates	-	51	510	(9)	552
Balance at December 31, 2024	**$ -**	**984**	**9,836**	**3,325**	**14,145**
Balance at January 1, 2023	$ -	307	3,073	2,635	6,015
Amortization	-	312	3,116	464	3,892
Effect of changes in exchange rates	-	(7)	(73)	-	(80)
Balance at December 31, 2023	**$ -**	**612**	**6,116**	**3,099**	**9,827**
Carrying amount:					
December 31, 2024	**$ 61,020**	**2,295**	**6,558**	**691**	**70,564**
December 31, 2023	**$ 58,053**	**2,445**	**9,173**	**146**	**69,817**
January 1, 2023	**$ 58,253**	**2,766**	**12,292**	**429**	**73,740**

The amortization recognized in porfit or loss was as follows:

	2024	2023
Operating expenses	**$ 3,766**	**3,892**

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(i) Borrowings

The details, terms and clauses of the Group's short-term and long-term borrowings were as follows:

(i) Short-term borrowings

	December 31, 2024			
	Currency	**Interest rate (%)**	**Maturity year**	**Amount**
Unsecured loans	NTD	1.85	2025	$ 180,000

	December 31, 2023			
	Currency	**Interest rate (%)**	**Maturity year**	**Amount**
Unsecured loans	NTD	1.40	2024	$ 180,000

As of December 31, 2024 and 2023, the unused credit facilities of the Group's short-term borrowings amounted to $1,080,592 thousand and $1,573,277 thousand, respectively.

(ii) Long-term borrowings

As of December 31, 2024 and 2023, the unused credit facilities of the Group's long-term borrowings amounted to $0 thousand and $150,000 thousand, respectively.

(iii) Please refer to note 6(t) for the information on the interest rate, foreign currency, and liquidity risk.

(iv) Collateral

As of December 31, 2024 and 2023, the Group did not pledge any assets as collateral for its borrowings.

(j) Lease liabilities

The Group's lease liabilities were as follow:

	December 31, 2024	**December 31, 2023**
Current	$ 174,677	174,817
Non-current	146,745	125,528
	$ 321,422	300,345

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

The amounts recognized in profit or loss were as follows:

	2024	**2023**
Interests on lease liabilities	$ 12,175	12,319
Expenses relating to leases of low-value assets, excluding short-term leases of low-value assets	$ 44,122	42,007

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

	2024	2023
Total cash outflow for leases	$ **287,191**	**282,101**

1. Leases of land and buildings

   The Group leases land and buildings for its office and business space. The leases of land run for a period of fifty years, and of buildings typically for one to five years.

2. Other leases

   The Group leases transportation and equipment, with lease terms of one to five years. In certain cases, the Group also leased transportation and equipment with low-ralue and has elected not to recognize right-of-use assets and lease liabilities for such leases.

(k) Employee benefits

(i) Defined benefit plans

The following table shows a reconciliation between the present value of the defined benefit obligation and the fair value of plan assets:

	December 31, 2024	December 31, 2023
Present value of defined benefit obligation	$ 51,734	57,729
Fair value of plan assets	(57,363)	(54,616)
Net accrued pension liabilities (assets)	$ **(5,629)**	**3,113**
Recorded under:		
Net defined benefit liabilities	$ **1,783**	**4,636**
Net defined benefit assets (recorded under other non-current assets)	$ **7,412**	**1,523**

Domestic entities of the Group established the pension fund account for the defined benefit plan in Bank of Taiwan. The plan, under the Labor Standards Law, provides benefits based on an employee's length of service and average monthly salary for the six-month period prior to retirement. Foreign entities of the Group's defined benefit plan are conducted according to local regulations.

1) Composition of plan assets

The Group allocates pension funds in accordance with the Regulations for Revenues, Expenditures, Safeguard and Utilization of the Labor Retirement Fund, and such funds are managed by the Bureau of Labor Funds, Ministry of Labor. With regard to the utilization of the funds, minimum earnings shall be no less than the earnings attainable from two-year time deposits with interest rates offered by local banks. Foreign subsidiary allocates pension funds in accordance with the local regulations.

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The Group's Bank of Taiwan labor pension reserve account balance amounted to $57,363 thousand as of December 31, 2024. For information on the utilization of the labor pension fund assets including the asset allocation and yield of the fund, please refer to the website of the Bureau of Labor Funds, Ministry of Labor.

2) Movements in present value of defined benefit plan obligation

The movements in present value of the Group's defined benefit plan obligations for the years ended December 31, 2024 and 2023, were as follows:

	2024	2023
Defined benefit obligation at January 1	$ 57,729	61,344
Current service costs and interest	2,505	2,296
Remeasurements of net defined benefit liability (asset)		
—Actuarial gains and losses arising from experience assumptions	(1,396)	(365)
—Actuarial gains and losses arising from financial assumptions	(534)	(31)
Benefits paid by the plan	(6,047)	(5,017)
Effect of movements in exchange rates	(523)	(498)
Defined benefit obligation at December 31	**$ 51,734**	**57,729**

3) Movements in fair value of defined benefit plan assets

The movements in the fair value of the defined benefit plan assets for the Group of years ended December 31, 2024 and 2023, were as follows:

	2024	2023
Fair value of plan assets at January 1	$ 54,616	54,026
Interest income	1,556	1,335
Remeasurements of net defined benefit liability		
—Return on plan assets (excluding amounts included in net interest expense)	-	6
—Actuarial gains and losses arising from experience assumptions	2,654	147
Contributions paid by the employer	3,174	2,970
Benefits paid by the plan	(6,047)	(5,017)
Effect of movements in exchange rates	1,410	1,149
Fair value of plan assets, December 31	**$ 57,363**	**54,616**

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4) Expenses recognized in profit or loss

The expenses recognized in profit or loss for the Group for years ended December 31, 2024 and 2023, were as follows:

	2024	2023
Net interest on defined benefit liability (asset) (recorded under operating expenses)	$ 949	961

5) Actuarial assumptions

The principal actuarial assumptions used to determine the present value of the defined benefit obligation were as follows:

	2024.12.31	2023.12.31
Discount rate	2% ~ 2.125%	1.625~1.857%
Future salary increase rate	3%~4%	3.000%

The Group expects to make contributions of $3,141 thousand to it's defined benefit plans in the year following the reporting date of 2024.

The weighted average duration of the defined benefit obligation ranges from 10.36 to 15.90 years.

6) Sensitivity analysis

When calculating the present value of the defined benefit obligation, the Group uses judgments and estimations to determine the actuarial assumptions, including discount rates and future salary changes, as of the financial statement date. Any changes in the actuarial assumptions may significantly impact the amount of the defined benefit obligation.

If the actuarial assumptions had changed, the impact on the present value of the defined benefit obligation shall be as follows:

	Impact on defined benefit obligation	
	Increase 0.25%	Decrease 0.25%
December 31, 2024		
Discount rate	$ (656)	677
Future salary increase rate	652	(635)
December 31, 2023		
Discount rate	(764)	789
Future salary increase rate	759	(739)

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Reasonably possible changes at the reporting date to one of the relevant actuarial assumptions, holding other assumptions constant, would have affected the defined benefit obligation by the amounts shown above. The method used in the sensitivity analysis is consistent with the calculation of pension liabilities in the balance sheets.

The methods of measurement and the assumptions used for the sensitivity analysis are the same as for the previous year.

(ii) Defined contribution plans

Domestic entities of the Group contribute 6% of each employee's monthly wages to the labor pension personal account at the Bureau of Labor Insurance in accordance with the provisions of the Labor Pension Act. Under this defined contribution plan, the Group allocates a fixed amount to the Bureau of Labor Insurance without additional legal or constructive obligation.

Foreign subsidiaries of the Group adopted defined contribution pension plans and made contributions based on the regulations set by the local authority and recognized the contributed amount as current year's expenses.

The Group's pension costs under the defined contribution method were $43,443 thousand and $42,437 thousand for 2024 and 2023, respectively.

(l) Income tax

(i) Income tax expenses

The components of income tax expense in the years 2024 and 2023 were as follows:

		2024	2023
Current income tax expense			
Current period	$	212,609	285,986
Adjustment for prior periods		(24,148)	7,445
		188,461	293,431
Deferred tax expense (benfit)			
Origination and reversal of temporary differences		6,077	(52,269)
Income tax expenses from continuing operations	**$**	**194,538**	**241,162**

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Reconciliation of income tax expense (benefit) and profit before tax for 2024 and 2023 is as follows:

	2024	2023
Profit excluding income tax	**$ 1,168,800**	**1,257,730**
Income tax using the Company's domestic tax rate	$ 233,760	251,546
Effect of tax rates in foreign jurisdiction	863	(114,841)
Dividend income	5,593	10,683
Adjustment on tax laws	(20,432)	(1,054)
Additional tax on undistributed earnings	4,321	75,045
Adjustment for prior periods	(24,148)	7,445
Others	(5,419)	12,338
Total	**$ 194,538**	**241,162**

(ii) Deferred income tax assets and liabilities

1) Unrecognized deferred tax liabilities

The Group is able to control the timing of the reversal of the temporary differences associated with investments in subsidiaries as of December 31, 2024 and 2023. Also, management considers it probable that the temporary differences will not reverse in the foreseeable future. Hence, such temporary differences are not recognized under deferred tax liabilities. Details are as follows:

	December 31, 2024	December 31, 2023
Unrecognized deferred tax liabilities	**$ 2,405,812**	**2,138,454**

2) Recognized deferred tax assets and liabilities

Changes in the amount of deferred income tax assets and liabilities for 2024 and 2023 were as follows:

Deferred income tax assets:

	Defined benefit plans	Tax losses	Unrealized foreign exchange	Allowance for doubtful accounts	Others	Total
Balance at January 1, 2024	$ 2,867	65,687	245	16,154	38,401	123,354
Recognized in profit or loss	(172)	(31,536)	2,147	5,092	20,922	(3,547)
Foreign currency traslation differences for foreign operations	84	2,455	28	724	1,661	4,952
Balance at December 31, 2024	**$ 2,779**	**36,606**	**2,420**	**21,970**	**60,984**	**124,759**
Balance at January 1, 2023	$ 3,635	40,593	192	24,132	1,370	69,922
Recognized in profit or loss	(747)	26,857	65	(7,593)	37,694	56,276
Foreign currency traslation differences for foreign operations	(21)	(1,763)	(12)	(385)	(663)	(2,844)
Balance at December 31, 2023	**$ 2,867**	**65,687**	**245**	**16,154**	**38,401**	**123,354**

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Deferred income tax liabilities:

	Defined benefit plans	Unrealized foreign exchange	Allowance for doubtful accounts	Others	Total
Balance at January 1, 2024	$ (305)	(5,037)	-	(5,298)	(10,640)
Recognized in profit or loss	8	(950)	-	(1,588)	(2,530)
Foreign currency traslation differences for foreign operations	-	-	-	(259)	(259)
Balance at December 31, 2024	**$ (297)**	**(5,987)**	**-**	**(7,145)**	**(13,429)**
Balance at January 1, 2023	$ (235)	(5,329)	(95)	(987)	(6,646)
Recognized in profit or loss	(70)	292	97	(4,326)	(4,007)
Foreign currency traslation differences for foreign operations	-	-	(2)	15	13
Balance at December 31, 2023	**$ (305)**	**(5,037)**	**-**	**(5,298)**	**(10,640)**

(iii) Examination and approval

The tax returns of DIMTW have been examined by the tax authorities through 2022.

(iv) Global minimum top-up tax

The Group has applied a temporary mandatory relief from deferred tax accounting for the impacts of the top-up tax and accounts for it as a current tax when it is incurred (see Note 4(q)).

The Group is subject to the global minimum top-up tax under Pillar Two tax legislation. The Group didn't recognisze current tax expense related to the top-up tax for the year ended December 31, 2024.

(m) Capital and other equity

(i) Common stock

As of December 31, 2024 and 2023, the total value of the authorized ordinary shares both amounted to $1,680,000 thousand, with a par value of $10 per share, totaling 168,000 thousand shares. As of December 31, 2024 and 2023, the issued ordinary shares were both 142,884 thousand shares. All issued shares were paid up upon issuance.

The resolution was passed during the general meeting of shareholders held on June 6, 2023 to issue stock dividends for 50.05 shares per thousand shares, with the record date of capital increase on July 9, 2023. The relevant statutory registration procedures have been completed.

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The issued common stock of the Group was as follows:

Unit: thousand shares

	2024	2023
Balance at January 1 (at NTD10 per share)	142,884	136,080
Stock dividends	-	6,804
Balance at December 31	**142,884**	**142,884**

(ii) Capital surplus

The balances of capital surplus as of December 31, 2024 and 2023, were as follows:

		December 31, 2024	December 31, 2023
Share capital	$	15,000	15,000
Difference arising from subsidiary's share price and its carrying value		984	984
Treasury share transactions		46,046	46,046
Gain on disposal of assets		28	28
Others		176	176
	$	**62,234**	**62,234**

According to the R.O.C. Company Act, capital surplus can only be used to offset a deficit, and only the realized capital surplus can be used to increase the common stock or be distributed as cash dividends. The aforementioned realized capital surplus includes capital surplus resulting from premium on issuance of capital stock and earnings from donated assets received. According to the Regulations Governing the Offering and Issuance of Securities by Securities Issuers, capital increases by transferring capital surplus in excess of par value should not exceed 10% of the total common stock outstanding.

(iii) Retained earnings

DIMTW's articles of incorporation stipulate that its net earnings from the current year shall first be used to pay income tax, offset prior years' deficits (including adjustments to unappropriated earnings) and provide 10% as legal reserve, unless the accumulated amount of legal reserve is equal to or over the amount of common stock; then, accrue or reverse the special reserve in accordance with the regulations or rules of authority. The remainder, along with the beginning balance of unappropriated earnings (including the adjustments to unappropriated earnings) is subject to the stockholders' approval for the distribution.

In addition, to maintain the stockholders' return on investment, to accommodate the operating cycles, and to strengthen the financial structure of the Company, the following factors were taken into consideration for dividend distribution:

1) the future expansion needs of the Company;

2) maintaining a stable earnings per share level of the Company;

3) the cash flows and operating results.

(Continued)

Furthermore, considering that the Company is in a constant growth stage in its business cycle, there will be needs for expansion and working capital in the next few years. However, cash dividends may not be less than 10%.

1) Legal reserve

When a company incurs no loss, it may, pursuant to a resolution by a shareholders' meeting, distribute its legal reserve by issuing new shares or by distributing cash, and only the portion of legal reserve which exceeds 25% of capital may be distributed.

2) Special reserve

In accordance with Ruling issued by the FSC, a portion of current-period earnings and undistributed prior-period earnings shall be reclassified as a special earnings reserve during earnings distribution. The amount to be reclassified should equal the current-period total net reduction of other shareholders' equity. Similarly, a portion of undistributed prior-period earnings shall be reclassified as a special earnings reserve (which does not qualify for earnings distribution) to account for cumulative changes to other shareholders' equity pertaining to prior periods. Amounts of subsequent reversals pertaining to the net reduction of other shareholders' equity shall qualify for additional distributions.

3) Earnings distribution

The amount of cash dividends to be distributed from the earnings for 2023 and 2022 was approved in the meeting of the Board of Directors on March 12, 2024 and March 15, 2023, respectively, and the amount of other items and share dividends to be distributed from the earnings for 2023 and 2022 was approved in the shareholders' meeting on June 6, 2024 and June 6, 2023, respectively. These earnings were appropriated as follows:

	2023		2022	
	Amount per share (NTD)	**Total Amount**	**Amount per share (NTD)**	**Total Amount**
Dividends distributed to ordinary stockholders:				
Cash	$ 6.00	844,464	10.71	1,456,056
Stock	-	-	0.50	68,040
Total		$ 844,464		1,524,096

The related information can be obtained from the Market Observation Post System.

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On March 12, 2025, the Company's Board of Directors resolved to appropriate the 2024 earnings. These earnings were appropriated as follows:

	2024	
	Amount per share (NT dollars)	**Total amount**
Dividends distributed to common shareholders:		
Cash	$ 5.20	731,869

(iv) Treasury stock

In order to motivate the employees and improve the operating performance, as well as to maintain the Company's credit and shareholders' right, the Company's Board of Directors approved a resolution to purchase its own common stock as treasury shares in accordance with the requirements under section 28(2) of the Securities and Exchange Act on December 21, 2023 and October 12, 2022. The Company had purchased 2,000,000 shares and 3,000,000 shares from January 18, 2024 to February 2, 2024 and October 17, 2022 to December 8, 2022, respectively, and total cost amounted to $172,472 thousand and $201,000 thousand, respectively.

The movement in treasury stocks is as follows:

Unit: thousand shares

	2024	**2023**
Balance at January 1	140	3,000
Purchase of treasury stock	2,000	-
Transferred to employees	-	(2,860)
Balance at December 31	**2,140**	**140**

Pursuant to the Securities and Exchange Act, the number of treasury shares purchased cannot exceed 10% of the number of shares issued. The total purchase cost cannot exceed the sum of retained earnings, paid-in capital in excess of par value, and realized capital surplus. The maximum shares and the maximum total cost of the treasury stock hold by the Company from January 1 to December 31, 2024 has complied with the foregoing regulations. Furthermore, treasury shares cannot be pledged for debts, and treasury shares dose not carry any shareholder rights until it is transferred.

(v) Other equities (net of income tax)

	Foreign exchange differences arising from foreign operations	
	2024	**2023**
Balance at January 1	$ 209,907	177,589
Foreign exchange differences arising from foreign operations	579,729	32,318
Balance at December 31	**$ 789,636**	**209,907**

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(n) Share-based payment

The Company transferred 2,860 thousand treasury shares that it acquired in 2022 to employees base on the resolution approved during the board meeting held on May 10, 2023. The treasury shares were granted to the full-time employees of the Company and certain subsidiaries, who meet the specific requirements and vested immediately. The Company adopted the Black-Sholes model to calculate the fair value of the share-based payment at the grant date. The assumptions adopted in this valuation model were as follows:

	Transfer of treasury shares to employees
Fair value at grant date (in dollars)	$ 15.1
Stock price at grant date (in dollars)	84.5
Exercise price (in dollars)	68.0
Expected duration of the option	0.09 years
Expected volatility (%)	1.36 %
Risk-free interest rate (%)	0.58 %

The Company recognized the salary costs of $43,186 thousand for the share-based payment for the year ended December 31, 2023.

(o) Earnings per share

The calculation of the Company's basic earnings per share and diluted earnings per share for the years 2024 and 2023, was as follows:

(i) Basic earnings per share

Share unit: thousand shares

	2024	2023
Net income attributable to ordinary shareholders of the Company	$ **954,807**	**1,023,630**
Ordinary shares outstanding	142,884	142,884
Effect of treasury stock	(2,050)	(1,410)
Weighted-average number of ordinary shares	**140,834**	**141,474**
Basic earnings per share (in NT dollars)	$ **6.78**	**7.24**

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(ii) Diluted earnings per share

	2024	2023
Net income attributable to ordinary shareholders of the Company	$ 954,807	1,023,630
Weighted-average number of ordinary shares (basic)	140,834	141,474
Impact of dilutive potential common shares		
Effect of employee stock bonus	832	1,120
Weighted-average number of ordinary shares (diluted)	141,666	142,594
Diluted earnings per share (in NT dollars)	$ 6.74	7.18

(p) Revenue from contracts with customers

(i) Disaggregation of revenue

	2024			
	Asia	Americas	Europe	Total
Major products / services lines:				
Air freight forwarding	$ 14,736,985	1,809,289	192,164	16,738,438
Ocean freight forwarding	7,003,915	2,661,460	282,077	9,947,452
Others	1,815,886	326,058	119,533	2,261,477
	$ 23,556,786	4,796,807	593,774	28,947,367

	2023			
	Asia	Americas	Europe	Total
Major products / services lines:				
Air freight forwarding	$ 10,765,826	2,259,455	162,086	13,187,367
Ocean freight forwarding	4,991,611	1,707,780	180,494	6,879,885
Others	1,608,985	328,499	37,948	1,975,432
	$ 17,366,422	4,295,734	380,528	22,042,684

(ii) Contract balance

	December 31, 2024	December 31, 2023	January 1, 2023
Notes receivable	$ 2,321	8,307	16,726
Accounts receivable (including related parties)	3,484,535	2,550,200	2,945,645
Overdue receivables	6,777	5,221	5,485
Less: Loss allowance－accounts receivable	145,706	67,902	117,623
Loss allowance－overdue receivables	6,777	5,221	5,485
Total	$ 3,341,150	2,490,605	2,844,748

(Continued)

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Please refer to note 6(d) for the disclosure of notes receivable, accounts receivable (including related parties), overdue receivables and its impairment.

(q) Cost

The details of the Group's cost were as follows:

		2024	2023
Air freight forwarding	$	14,901,584	11,187,523
Ocean freight forwarding		8,533,908	5,500,605
Other cost		1,616,005	1,557,525
	$	**25,051,497**	**18,245,653**

(r) Employee compensation and directors' and supervisors' remuneration

In accordance with the Company's articles, it should contribute no less than 5% of the profit as employee compensation and higher than 5% as directors' remuneration when it has realized profit for the year. The recipients of shares and cash may include the employees of the Company's affiliated companies who meet certain conditions. The payment for director and supervisors' remuneration must be in the form of cash.

For the years ended December 31, 2024 and 2023, the Company estimated its employees' compensation were $56,887 thousand and $60,984 thousand, respectively, and the estimated amounts of directors' and supervisors' remuneration were $14,866 thousand and $15,942 thousand, respectively. The estimated amounts mentioned above are calculated as the net profit before tax, excluding employee compensation and directors' and supervisors' remuneration, of each period multiplied by the percentage of employee compensation and directors' and supervisors' remuneration as specified in the Company's articles. The estimations are recorded under operating expenses in 2024 and 2023. If the actual distribution amounts in the subsequent year differ from the estimates, the difference will be treated as a change in accounting estimate and recognized in the following year’s profit or loss. Also, If the Board of Directors resolves to distribute employee remuneration in the form of shares, the number of shares shall be calculated based on the closing price of the Company’s common stock on the day preceding the board resolution. The information mentioned above can be accessed on the Market Observation Post System. The amounts, as stated in the consolidated financial statements, are identical to those of the actual distributions for 2024 and 2023.

(s) Non-operating income and expenses

(i) Interest income

The details of the Group's interest income were as follows:

		2024	2023
Interest income from bank deposits	**$**	**84,637**	**91,104**

(ii) Other income

The details of the Group's other income were as follows:

		2024	2023
Dividend income	$	98	206
Government grants		8,909	9,343
Others		4,762	34,990
Total other income	**$**	**13,769**	**44,539**

(iii) Other gains and losses

The details of the Group's other gains and losses were as follows:

		2024	2023
Gains (losses) on disposal of property, plant and equipment	$	930	(367)
Gains on lease modifications		6	-
Gains on foreign exchange, net		48,697	27,269
Other losses		(1,374)	(2,147)
Other gains and losses, net	**$**	**48,259**	**24,755**

(iv) Finance costs

The details of the Group's finance costs were as follows:

		2024	2023
Interest expense			
Bank loan	$	3,121	5,369
Lease liabilities		12,175	12,319
Net finance cost	**$**	**15,296**	**17,688**

(t) Financial instruments

(i) Credit risk

1) Credit risk exposure

The carrying amount of financial assets represents the maximum amount exposed to credit risk.

2) Concentration of credit risk

As the Group has a broad customer base, there is no significant concentration of credit risk from transactions with any single customer, and the sales are spread across various regions. Therefore, there is no significant concern about concentration of credit risk in accounts receivable. To mitigate credit risk, the Group continuously and periodically assesses the financial condition of its customers; however, collateral is generally not required.

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(ii) Liquidity risk

The following table shows the contractual maturities of financial liabilities, including estimated interest payments and excluding the impact of netting agreements.

	Carrying amount	Contractual cash flows	Within 1 year	1-2 years	2-5 years	Over 5 years
December 31, 2024						
Non-derivative financial liabilities						
Short-term borrowings	$ 180,000	180,155	180,155	-	-	-
Notes payable	22,083	22,083	22,083	-	-	-
Accounts payable (including related parties)	2,133,189	2,133,189	2,133,189	-	-	-
Dividends payable	34,946	34,946	34,946	-	-	-
Other payables	171,526	171,526	171,526	-	-	-
Lease liabilities	321,422	330,422	179,568	96,461	54,065	328
	$ 2,863,166	**2,872,321**	**2,721,467**	**96,461**	**54,065**	**328**
December 31, 2023						
Non-derivative financial liabilities						
Short-term borrowings	$ 180,000	182,520	182,520	-	-	-
Notes payable	50,380	50,380	50,380	-	-	-
Accounts payable (including related parties)	1,694,405	1,694,405	1,694,405	-	-	-
Dividends payable	12,963	12,963	12,963	-	-	-
Other payables	168,140	168,140	168,140	-	-	-
Lease liabilities	300,345	307,881	179,712	102,294	25,875	-
	$ 2,406,233	**2,416,289**	**2,288,120**	**102,294**	**25,875**	**-**

The Group does not expect the cash flows included in the maturity analysis to occur significantly earlier or at significantly different amounts.

(iii) Currency risk

1) Exposure to foreign currency risk

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

	Foreign currency	Exchange rate	NTD
December 31, 2024			
Financial assets:			
Monetary items:			
USD	$ 23,567	32.788	772,701
HKD	5,916	4.223	24,982
EUR	1,829	34.073	62,333
CNY	21,430	4.492	96,264
Financial liabilities:			
Monetary items:			
USD	$ 13,822	32.788	453,211

(Continued)

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		Foreign currency	Exchange rate	NTD
December 31, 2023				
Financial assets:				
Monetary items:				
USD	$	19,138	30.579	585,221
HKD		5,153	3.915	20,172
EUR		1,827	33.756	61,673
CNY		1,365	4.307	5,881
Financial liabilities:				
Monetary items:				
USD	$	6,624	30.579	202,549
EUR		83	33.756	2,813

2) Sensitivity analysis

The Group's exposure to foreign currency risk arises from the translation of foreign currency exchange gains and losses on cash and cash equivalents, accounts receivable and payables that are denominated in foreign currency. A weakening (strengthening) of 3% of the NTD against USD, HKD, EUR and CNY of December 31, 2024 and 2023, would have increased or decreased the net income before tax by $15,092 thousand and $14,028 thousand, respectively. The analysis is performed on the same basis for both periods.

3) Foreign exchange gain and loss on monetary items

Since the Group has many kinds of functional currency, the information on foreign exchange gain (loss) on monetary items is disclosed by total amount. In 2024 and 2023, foreign exchange gain (including realized and unrealized portions) amounted to $48,697 thousand and $27,269 thousand, respectively.

(iv) Interest rate analysis

Please refer to the notes on liquidity risk management and interest rate exposure of the Group's financial assets and liabilities.

The following sensitivity analysis is based on the exposure to the interest rate risk of non-derivative financial instruments on the reporting date. Regarding assets with variable interest rates, the analysis is based on the assumption that the amount of assets outstanding at the reporting date was outstanding throughout the year. The rate of change is expressed as the interest rate increases or decreases by 1% when reporting to management internally, which also represents the Group management's assessment of the reasonably possible interest rate change.

If the interest rate had increased or decreased by 1%, the Group's net income before tax would have decreased or increased both by $1,800 thousand for the years 2024 and 2023, with all other variable factors remaining constant. This was mainly due to the Group's borrowing at variable rates.

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(v) Other market price risk

In years 2024 and 2023, the sensitivity analyses for the changes in the securities price at the reporting date were performed using the same basis for profit or loss as illustrated below:

	2024		2023	
Prices of securities at the reporting date	**Other comprehensive income after tax**	**Net income**	**Other comprehensive income after tax**	**Net income**
Increasing 1%	$ 4	262	4	-
Decreasing 1%	$ (4)	(262)	(4)	-

(vi) Fair value

1) Categories and fair value of financial instruments

Except for the followings, carrying amount of the Group's financial assets and liabilities are valuated reasonably close to their fair values. No additional fair value disclosure is required in accordance to the regulations.

	December 31, 2024				
	Carrying amount	**Fair value**			
		Level 1	**Level 2**	**Level 3**	**Total**
Financial assets at fair value through profit or loss					
Mandatorily measured at fair value through profit or loss	$ 32,788	-	-	32,788	32,788
Financial assets at fair value through other comprehensive income					
Unlisted stocks (domestic and overseas)	452	-	-	452	452
Total	$ **33,240**	**-**	**-**	**33,240**	**33,240**

	December 31, 2023				
	Carrying amount	**Fair value**			
		Level 1	**Level 2**	**Level 3**	**Total**
Financial assets at fair value through other comprehensive income					
Unlisted stocks (domestic and overseas)	$ **449**	**-**	**-**	**449**	**449**

2) Valuation techniques and assumptions used in fair value determination－non-derivative financial instruments

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

Financial instruments held by the Group constitute equity instruments that are not publicly quoted in an active market. The fair value of those financial instruents is estimated using the market comparables approach. The main assumptions of the market comparables approach are based on the after-tax net profit or equity net worth of the investee and the earnings or book value multipliers derived from market quotations of comparable listed companies. This estimate has been adjusted for the discounting effect of the lack of market liquidity of the equity securities. The amount of equity investment estimated by the Group using the market comparable company method to estimate the fair value is not significant, and thus there is no intention to disclose quantitative information.

3) Fair value hierarchy

The Group used the fair value that can be observed in the market to measure the value of assets and liabilities. Fair value levels are based on the degree in which the fair value can be observed and grouped in to Levels 1 to 3 as follows:

a) Level 1: quoted prices (unadjusted) in active markets for identified assets or liabilities.

b) Level 2: inputs, other than the quoted prices included within Level 1 that are observable for the asset or liability, either directly (i.e. as prices) or indirectly (i.e. derived from prices).

c) Level 3: inputs for assets or liabilities that are not based on observable market data (unobservable inputs).

There was no such situation that the Group reclassified the financial instruments from one level to another during the reporting periods.

4) Reconciliation of Level 3 fair values

	At fair value through profit or loss	Fair value through other comprehensive income	
	Non-derivative mandatorily measured at fair value through profit or loss	**Unquoted equity instruments**	**Total**
Balance at January 1, 2024	$ -	449	449
Acquisition	32,788	-	32,788
Effect of changes in exchange rates	-	3	3
Balance at December 31, 2024	**$ 32,788**	**452**	**33,240**
Balance at December 31, 2023 (Balance at January 1, 2023)	**$ -**	**449**	**449**

(Continued)

(u) Financial risk management

(i) Overview

The Group is exposed to the following risks arising from financial instruments:

1) Credit risk

2) Liquidity risk

3) Market risk

This note has information on risk exposure and the objectives, policies, and process of risk measurement and management. For detailed information, please refer to the related note on each risk.

(ii) Risk management framework

The Board of Directors has overall responsibility for the establishment and oversight of the risk management framework. The management is responsible for developing and monitoring the Group's risk management policies and reports regularly to the Board of Directors on its activities.

The Group's risk management policies are established to identify and analyze the risks faced by the Group, to set appropriate risk limits and controls, and to monitor risks and adherence to limits. Risk management policies and systems are reviewed regularly to reflect changes in market conditions and the Group's activities. The Group, through its training and management standards and procedures, aims to develop a disciplined and constructive control environment in which all employees understand their roles and obligations.

The Board of Directors oversees how the management monitors whether risk is in compliance with the Group's risk management policies and procedures and reviews the adequacy of the risk management framework in relation to the risks faced by the Group. The Board of Directors is assisted in its oversight role by Internal Audit. Internal Audit undertakes both regular and ad hoc reviews of risk management controls and procedures, the results of which are reported to the Board of Directors.

(iii) Credit risk

Credit risk is the risk of financial loss to the Group if a customer or counterparty to a financial instrument fails to meet its contractual obligations, and arises principally from the Group's receivables from customers and investment securities.

1) Trade and other receivables

The Group's exposure to credit risk is influenced mainly by the individual characteristics of each customer. However, management also considers the demographics of the Group's customer base, including the default risk of the industry and country in which customers operate, as these factors may have an influence on credit risk, particularly during deteriorating economic circumstances. The Group's receivables in 2024 and 2023 are not concentrated on any group of customers.

The Group has established a credit policy under which each new customer is analyzed individually for creditworthiness before the Group's standard payment and delivery terms and conditions are offered. The Group's review includes external ratings, when available, and, in some cases, bank references. Purchase limits are established for each customer, which represent the maximum open amount without requiring approval from the Board of Directors; these limits are reviewed regularly. For those customers who fail to meet the Group's benchmark creditworthiness, transactions can only be done on a prepayment basis.

2) Investments

The credit risk exposure in the bank deposits and other financial instruments is measured and monitored by the Group's finance department. Since the Group's contractually obligated counterparties are banks and financial institutions with good credit, there are no compliance issues, and therefore, there is no significant credit risk.

3) Guarantees and endorsements

The policy allows the Group to provide a financial guarantee to its subsidiaries which DIMTW holds over 50% of equity interest. Please refer to note 13 for detailed information on the Group as of December 31, 2024.

(iv) Liquidity risk

Liquidity risk is the risk that the Group will encounter difficulty in meeting the obligations associated with its financial liabilities that are settled by delivering cash or another financial asset. The Group's approach to managing liquidity is to ensure, as far as possible, that it always has sufficient liquidity to meet its liabilities when due, under both normal and stressed conditions, without incurring unacceptable losses or risking damage to the Group's reputation.

The Group aims to maintain the level of its cash and cash equivalents and other highly marketable debt investments at an amount in excess of the expected cash flows on financial liabilities (other than trade payables) over the succeeding 60 days. The Group also monitors the level of expected cash outflows on trade and other payables. This excludes the potential impact of extreme circumstances that cannot reasonably be predicted, such as natural disasters.

(v) Market risk

Market risk is the risk that changes in market prices, such as foreign exchange rates, interest rates, and equity prices, will affect the Group’s income or the value of its holdings of financial instruments. The objective of market risk management is to manage and control market risk exposures within acceptable parameters, while optimizing the return.

1) Currency risk

The Group is exposed to currency risk on sales, purchases, and borrowings that are denominated in a currency other than the respective functional currencies of the Group’s entities, primarily the NTD, USD, HKD, EUR and CNY. The currencies used in these transactions are the NTD, USD, HKD, EUR and CNY.

(Continued)

In respect of other monetary assets and liabilities denominated in foreign currencies, the Group ensures that its net exposure is kept to an acceptable level by buying or selling foreign currencies at spot rates when necessary to address short-term imbalances.

2) Interest rate risk

The Group adopts a policy of ensuring borrowing interest rate is close to market interest rate and reviewing interest rate interval with banks periodically.

Due to the fluctuation in market interest rate is little, the radiance of interest rate will not cause material cash flow risk.

(v) Capital management

The Board's policy is to maintain a strong capital base so as to maintain investor, creditor, and market confidence and to sustain future development of the business. Capital consists of ordinary shares, capital surplus, retained earnings, and non-controlling interests of the Group. The Board of Directors monitors the return on capital as well as the level of dividends to ordinary shareholders.

As of December 31, 2024, there were no changes in the Group's capital management approach.

(w) Financing activities not affecting current cash flow

The Group's reconciliation of liabilities arising from financing activities for the years 2024 and 2023 were as follows:

For right-of-use assets under leases, please refer to note 6(g).

Reconciliation of liabilities arising from financing activities were as follows:

			Non-cash changes			
	January 1, 2024	**Cash flows**	**Foreign exchange movement**	**Additions**	**Decreases**	**December 31, 2024**
Short term borrowings	$ 180,000	-	-	-	-	180,000
Lease liabilities	300,345	(230,894)	15,525	239,411	(2,965)	321,422
Total liabilities from financing activities	**$ 480,345**	**(230,894)**	**15,525**	**239,411**	**(2,965)**	**501,422**

			Non-cash changes			
	January 1, 2023	**Cash flows**	**Foreign exchange movement**	**Additions**	**Decreases**	**December 31, 2023**
Short term borrowings	$ 430,000	(250,000)	-	-	-	180,000
Lease liabilities	358,134	(227,775)	(7,938)	185,105	(7,181)	300,345
Total liabilities from financing activities	**$ 788,134**	**(477,775)**	**(7,938)**	**185,105**	**(7,181)**	**480,345**

(7) Related-party transactions

(a) Parent company and ultimate controlling party

The Company is the ultimate controlling party of the Group.

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(b) Names and relationship with related parties

In this consolidated financial report, the related parties having transactions with the Group are listed as below:

Name of related party	Relationship with the Group
ITG Air & Sea GmbH	An associate

(c) Significant transactions with related parties

(i) Operating revenue

The amounts of significant sales by the Group to related parties were as follows:

	2024	2023
Associates	$ 324,925	284,413

The Group recorded the above revenue deriving from providing air and ocean freight services to the associates.

The conditions and terms to related parties are the same as those offered to other customers.

(ii) Collection and payment on behalf of other parties (recognized as deduction of operation revenue)

	2024	2023
Associates	$ 99,603	63,448

The Group collects the above income deriving from imported freight and shipment on behalf of the associates.

The conditions and terms on business transactions to related parties are the same as those offered to other vendors.

(iii) Receivables from related parties

The details of the Group's receivables from related parties were as follows:

Account	Type of related parties	December 31, 2024	December 31, 2023
Accounts receivable (including related parties)	Associates	$ 6,251	9,218

As of December 31, 2024 and 2023, no allowance for loss is required for the above-mentioned related parties.

(iv) Payables to related parties

The details of the Group's payables to related parties were as follows:

Account	Type of related parties	December 31, 2024	December 31, 2023
Accounts payable (including related parties)	Associates	$ 3,518	2,304

(d) Key management personnel compensation

Key management personnel compensation comprised:

	2024	2023
Short-term employee benefits	$ 67,154	86,261
Post-employment benefits	813	883
Share-based payment	-	25,142
	$ 67,967	112,286

(8) Assets pledged as security

The carrying amount of assets pledged as security were as follows:

Assets pledged as security	Liabilities secured by pledged	December 31, 2024	December 31, 2023
Restricted certificates of deposit (recorded under financial assets at amortised cost－current)	Guarantee for the Group's logistics operations	$ 1,359	-
Restricted certificates of deposit (recorded under other current assets)	Guarantee for the Group's logistics operations	-	7,239
Restricted certificates of deposit (recorded under other non-current assets)	Guarantee for customs duty account	3,000	3,000
Restricted certificates of deposit (recorded under other non-current assets)	Guarantee for the Group's logistics operations	660	660
		$ 5,019	10,899

(9) Commitments and contingencies

(a) As of December 31, 2024 and 2023, the Group had outstanding guaranteed notes deposited totaling $72,446 thousand and $128,758 thousand, respectively. As of December 31, 2024 and 2023, the guarantees recorded for customs duty were $5,916 thousand and $9,280 thousand, respectively.

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(b) The Group was defending a lawsuit filed by a job applicant due to disagreement in hiring process. The local court ruled in the first instance in October 2023 that the Group should pay USD3,390 thousand. The Group recognized the expense and has appoined a lawyer for appeal.

(10) Losses Due to Major Disasters: None

(11) Subsequent Events: None

(12) Other

The following is a summary statement of employee benefits, depreciation and amortization expenses by function:

By function / By nature	Year ended December 31, 2024			Year ended December 31, 2023		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefits						
Salary	47,353	1,985,024	2,032,377	38,287	1,877,119	1,915,406
Labor and health insurance	470	247,425	247,895	1,061	250,049	251,110
Pension	1,255	43,137	44,392	1,129	42,269	43,398
Others	864	134,174	135,038	426	130,300	130,726
Depreciation	967	267,801	268,768	2,984	274,242	277,226
Amortization	-	3,766	3,766	-	3,892	3,892

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(13) Other disclosures

(a) Information on significant transactions

The following is the information on significant transactions required by the "Regulations Governing the Preparation of Financial Reports by Securities Issuers" for the Group for the year ended December 31, 2024:

(i) Loans extended to other parties

No.	Name of lender	Name of borrower	Account name	Related party	Highest balance of financing to other parties during the period	Ending balance	Actual usage amount during the period (Note 3)	Range of interest rates during the period	Purposes of fund financing for the borrower (Note 1)	Transaction amount for business between two parties	Reasons for short-term financing	Allowance for bad debt	Collateral		Individual funding loan limits (Note 2)	Maximum limit of fund financing (Note 2)
													Name	Value		
1	HOLDING	The Company	Accounts receivable from related parties	Yes	26,066	26,066	26,066	-	(2)	-	Operating capital	-		-	338,516	1,354,062
2	FSC	The Company	Accounts receivable from related parties	Yes	119,550	119,550	119,550	-	(2)	-	Operating capital	-		-	145,948	583,792

Note 1: Purpose of fund financing for the borrower:
(1) Business between the two parties.
(2) Funds required for operations.

Note 2: Based on the Company's guidelines, the aggregate amount of financing provided to others cannot exceed 40% of the lender company's stockholders' equity, and the maximum financing provided to an individual counterparty cannot exceed 10% of the lender company's stockholders' equity.

Note 3: The amounts were eliminated in the consolidated financial statements.

(ii) Guarantees and endorsements for other parties

No.	Name of Guarantees	Counter-party of guarantee or endorsement		Limitation on amount of guarantees and endorsements for a specific enterprise (Note 2)	Highest balance for guarantees and endorsements during the period	Balance of guarantees and endorsements as of reporting date	Actual usage amount during the period	Property pledged on 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 2)	Parent company endorsements/ guarantees to third parties on behalf of subsidiary	Subsidiary endorsements/ guarantees to third parties on behalf of parent company	Endorsements/ guarantees to third parties on behalf of companies in Mainland China
		Name	Relationship with the Company (Note 1)										
0	The Company	DIMVN	2	285,768	5,749	3,771	3,771	-	0.06 %	571,536	Y	N	N
0	The Company	DIMIN & DIMTH	2	285,768	406	82	82	-	- %	571,536	Y	N	N
0	The Company	DILTW	2	285,768	250	250	250	-	- %	571,536	Y	N	N

Note 1: Relationship with the Company are listed as below:
(1) A company with which it does business.
(2) A company in which the public company directly and indirectly holds more than 50 percent of the voting shares.
(3) A company that directly and indirectly holds more than 50 percent of the voting shares in the public company.
(4) A company in which the public company holds, directly or indirectly, 90% or more of the voting shares.
(5) A company that fulfills its contractual obligations by providing mutual endorsements/guarantees for another company in the same industry or for joint builders for purposes of undertaking a construction project.
(6) A company that all capital contributing shareholders make endorsements/ guarantees for their jointly invested company in proportion to their shareholding percentages.
(7) Companies in the same industry provide among themselves joint and several securities for a performance guarantee of a sales contract for pre-construction homes pursuant to the Consumer Protection Act for each other.

Note 2: Based on the Company's guidelines, the aggregate amount of guarantee and endorsement provided to others cannot exceed 40% of the Company's issued capital, while the guarantee and endorsement for an individual counterparty cannot exceed 20% of the Company's issued capital.

(iii) Information regarding securities held as of December 31, 2024 (excluding investment in subsidiaries, associates and joint ventures)

Unit: thousand dollars/shares

Name of holder	Category and name of security	Relationship with the security issuer	Recorded account	Ending balance				Maximum investment in 2024	Note
				Number of shares	Carrying amount	Percentage of ownership	Fair value (Note 1)		
The Company	Global Sky Express Taiwan Ltd.	—	Financial assets at fair value through other comprehensive income－non-current	10,000	100	1.00 %	100	100	
The Company	Evergreen Air Cargo Service Corporation	—	Financial assets at fair value through other comprehensive income－non-current	29,000	290	0.02 %	290	290	
DIMSG	Burwill Holdings Ltd.	—	Financial assets at fair value through other comprehensive income－non-current	22,000	20	-	20	19	
DIMSG	Stamford Land	—	Financial assets at fair value through other comprehensive income－non-current	5,000	42	-	42	42	
DMCHK	AMBERCYCLE SINGAPORE PTE.LTD- Preferred stock	—	Financial assets at fair value through profit or loss－non-current	100,000	32,788	-	32,788	32,788	

(iv) Accumulated holding amount of a single security in excess of NT$300 million or 20% of the paid-in capital: None.

(v) Acquisition of real estate in excess of NT$300 million or 20% of the paid-in capital: None.

(vi) Disposal of real estate in excess of NT$300 million or 20% of the paid-in capital: None.

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(vii) Sales to or purchases from related parties in excess of NT$100 million or 20% of DIMTW's issued share capital:

Name of company	Counter-party	Relationship	Transaction details				Arm's-length transaction		Accounts / notes receivable (payable)		Remarks
			Purchase (Sale)	Amount	Percentage of total purchases (sales)	Credit period	Unit price	Credit period	Balance	Percentage of total accounts / notes receivable (payable)	
DIMTW	DIMSG	Sub-Subsidiary	Freight revenue	108,253	8.64 %	Note 1	-		10,570	3 %	
DIMSG	DIMTW	Sub-Subsidiary	Freight expense	(108,253)	9.80 %	Note 1	-		(10,570)	(9) %	
DIMCN	DIMTW	Sub-Subsidiary	Freight revenue	140,375	Note 2	Note 1	-		34,928	5 %	
DIMTW	DIMCN	Sub-Subsidiary	Freight expense	(140,375)	Note 2	Note 1	-		(34,928)	(18) %	
ZJDCN	DIMTW	Sub-Subsidiary	Freight expense	(103,645)	1.60 %	Note 1	-		(25,607)	(4) %	
DIMTW	ZJDCN	Sub-Subsidiary	Freight revenue	103,645	8.27 %	Note 1	-		25,607	8 %	
DIMKR	DIMUS	Subsidiary and Sub-Subsidiary	Freight revenue	315,655	38.31 %	Note 1	-		69,927	59 %	
DIMUS	DIMKR	Subsidiary and Sub-Subsidiary	Freight expense	(315,655)	8.57 %	Note 1	-		(69,927)	(14) %	
GSCHK	ZJDCN	Subsidiary and Sub-Subsidiary	Freight revenue	149,257	17.35 %	Note 1	-		74,024	38 %	
ZJDCN	GSCHK	Subsidiary and Sub-Subsidiary	Freight expense	(149,257)	2.30 %	Note 1	-		(74,024)	(10) %	
DIMCN	DIMUS	Subsidiary and Sub-Subsidiary	Freight revenue	298,216	7.42 %	Note 1	-		57,552	9 %	
DIMUS	DIMCN	Subsidiary and Sub-Subsidiary	Freight expense	(298,216)	8.10 %	Note 1	-		(57,552)	(12) %	
ZJDCN	DIMCN	Subsidiary and Sub-Subsidiary	Freight revenue	1,264,661	17.90 %	Note 1	-		177,055	14 %	
DIMCN	ZJDCN	Subsidiary and Sub-Subsidiary	Freight expense	(1,264,661)	35.01 %	Note 1	-		(177,055)	(46) %	

Note 1: The freight was charged according to market price. No significant difference in terms and conditions from third-party vendors.

Note 2: The freight expenses were paid on behalf of other affiliates. Because the freight expenses were not recognized as revenue nor cost, there was no calculation of the percentage of the total purchases (sales).

(viii) Receivables from related parties in excess of NT$100 million or 20% of the paid-in capital

Name of Company	Counter-party	Nature of Relationship	Balance of receivables from related party (note 4)	Turnover rate	Past-due receivables from related party		Subsequently received amount of receivable from related party	Allowance for bad debts
					Amount	Action taken		
FSC	The Company	Subsidiary of the Company	172,011 (Note 1)	-	-		-	-
FSC	DIL	Both parties are subsidiaries of the Company	216,717 (Note 2)	-	-		-	-
ZJDCN	DIMCN	Both parties are subsidiaries of the Company	177,055	-	-		177,055 (As of March 12, 2025)	-
DIMCN	The Company	Subsidiary of the Company	102,976 (Note 3)	-	-		-	-

Note 1: Loan from the subsidiary of $119,550 thousand and other receivables of $52,461 thousand.

Note 2: Receivables from advances paid on behalf of other offiliates.

Note 3: Accounts receivable of $68,048 thousand and receivables from advances paid on behalf of other offiliates of $34,928 thousand.

Note 4: The amount was eliminated in the consolidated financial statements.

(ix) Financial derivative instrument transactions: None.

(x) Business relationships and significant intercompany transactions

No. (Note 1)	Name of company	Name of counter-party	Existing relationship with counter-party (Note 2)	Transaction details			
				Account name	Amount (Notes 3 and 4)	Terms of trading	Percentage of total consolidated revenue or total assets
0	The Company	GSCHK	1	Freight revenue－deduction of freight expense	214,485	Negotiated	0.74 %
0	The Company	GSCHK	1	Long-term received in advance－related parties	534,033	Negotiated	5.49 %
0	The Company	GSCHK	1	Received in Advance－related parties	104,896	Negotiated	1.08 %
0	The Company	FSCHK	1	Long-term received in advance－related parties	4,261,568	Negotiated	43.84 %
0	The Company	DIMSG	1	Sales revenue	108,253	Negotiated	0.37 %
0	The Company	ZJDCN	1	Sales revenue	103,645	Negotiated	0.36 %

(Continued)

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No. (Note 1)	Name of company	Name of counter-party	Existing relationship with counter-party (Note 2)	Transaction details			
				Account name	Amount (Notes 3 and 4)	Terms of trading	Percentage of total consolidated revenue or total assets
1	FSC	The Company	2	Accounts receivable－related parties	172,011	Negotiated	1.77 %
1	FSC	The Company	2	Prepayments－related parties	673,017	Negotiated	6.92 %
1	FSC	DIL	3	Accounts receivable－related parties	216,717	Negotiated	2.23 %
2	GSCHK	ZJDCN	3	Sales revenue	149,257	Negotiated	0.52 %
3	DIMCN	DIMUS	3	Sales revenue	298,216	Negotiated	1.03 %
3	DIMCN	The Company	2	Sales revenue	140,375	Negotiated	0.48 %
3	DIMCN	The Company	2	Accounts receivable－related parties	102,976	Negotiated	1.06 %
4	ZJDCN	DIMCN	3	Sales revenue	1,264,661	Negotiated	4.37 %
4	ZJDCN	DIMCN	3	Accounts receivable－related parties	177,055	Negotiated	1.82 %
5	DIMKR	DIMUS	3	Sales revenue	315,655	Negotiated	1.09 %

Note 1: Company numbering is as follows:
- (1) Parent company is 0.
- (2) Subsidiary starts from 1.

Note 2: The number of the relationship with the transaction counterparty represents the following:
- (1) 1 represents downstream transactions.
- (2) 2 represents upstream transactions.
- (3) 3 represents lateral transactions.

Note 3: Only a transaction amount over $100,000 thousand and a balance amount over total consolidated assets 1% shall be disclosed.

Note 4: The amount was eliminated in the consolidated financial statements.

(b) Information on investees

The following is the information on investees for the year 2024 (excluding information on investees in Mainland China):

Unit: thousand dollars/shares

Name of the investor	Name of investee	Location	Main businesses	Initial investment (Amount)		Ending balance			Maximum investment in 2024	Net income (losses) of investee	Investment income (losses) (Note 2)	Notes
				December 31, 2024	December 31, 2023	Shares	Ratio of shares	Carrying amount (Note 2)				
The Company	DFSTW	Taiwan	Ocean freight forwarding	15,444	15,444	1,200,000	99 %	821,645	15,444	18,341	18,341	
The Company	HOLDING	Bermuda	Holding company	164,845	164,845	3,089,000	100 %	3,385,155	164,845	292,148	292,148	
The Company	DIMSG	Singapore	Global air and ocean freight forwarder and logistics & warehousing	132,266	132,266	5,400,000	100 %	518,132	132,266	(61,731)	(61,731)	
The Company	DIL	British Virgin Is.	Holding company	472,313	472,313	(Note 1)	100 %	5,479,225	472,313	443,809	443,809	
The Company	FSC	British Virgin Is.	Settlement center	315	315	10,000	20 %	291,896	315	(2,122)	(424)	
The Company	FSCHK	Hong Kong	Settlement center	236	236	7,500	15 %	783,960	236	(42,888)	(6,427)	
The Company	ITG Air & Sea GmbH	Germany	Global air and ocean freight forwarder	183,547	183,547	6,275,000	25 %	213,503	183,547	88,046	22,012	
The Company	DILTW	Taiwan	Logistics & warehousing	21,120	8,000	2,400,000	80 %	28,757	21,120	5,111	4,089	
The Company	DFSSG	Singapore	Logistics & warehousing	13,482	13,482	600,000	100 %	46,119	13,482	830	830	
The Company	DILHK	Hong Kong	Logistics & warehousing	-	-	-	100 %	44,437	-	2,660	2,660	
The Company	DILSG	Singapore	Logistics & warehousing	8,956	4,215	-	100 %	3,900	8,956	(1,215)	(1,215)	
The Company	DIMMY	Malaysia	Global air and ocean freight forwarder	65,516	65,516	250,000	100 %	209,511	65,516	828	828	
The Company	DTLHK	Hong Kong	Trucking service	41,076	41,076	98,550	100 %	59,240	41,076	3,972	3,972	
DFSTW	FSCHK	Hong Kong	Settlement center	235	235	7,500	15 %	720,644	235	(42,888)	(6,427)	
DFSTW	DILTW	Taiwan	Logistics & warehousing	5,280	2,000	600,000	20 %	7,189	5,280	5,111	1,022	
DIL	DIMUS	U.S.A.	Global air and ocean freight forwarder	238,686	238,686	4,961,000	100 %	1,227,730	238,686	85,342	85,342	
DIL	DIMGB	U.K	Global air and ocean freight forwarder	12,589	12,589	300,000	37 %	(25,681)	12,589	(21,325)	(7,997)	
DIL	GMS	Hong Kong	Logistics & warehousing	-	-	-	100 %	4,277,176	-	366,465	366,465	
DMCHK	DIMHK	Hong Kong	Global air and ocean freight forwarder and logistics & warehousing	427,348	427,348	300,000	99 %	3,643,439	427,348	15,644	15,642	
DMCHK	DFSHK	Hong Kong	Ocean freight forwarding	25,393	25,393	71,000	99 %	2,157,824	25,393	15,617	15,615	
GMS	DIMPH	Philippines	Global air and ocean freight forwarder	38,399	38,399	180,000	60 %	4,385,658	38,399	606,634	363,980	
DIMUS	DCBUS	U.S.A.	Brokerage service	13,532	13,532	1,000	100 %	52,535	13,532	5,763	5,763	
DIMUS	B.C. Logistic, LLC	U.S.A.	Trucking service	54,103	54,103	-	85 %	18,221	54,103	(1,776)	(1,510)	
DIMHK	FSC	British Virgin Is.	Settlement center	954	954	30,000	60 %	875,688	954	(2,122)	(1,273)	
DIMHK	DIMVN	Vietnam	Trucking service	2,090	2,090	-	75 %	39,032	2,090	7,479	5,610	
DIMHK	FSCHK	Hong Kong	Settlement center	550	550	17,500	35 %	1,681,619	550	(42,888)	(15,017)	

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Name of the investor	Name of investee	Location	Main businesses	Initial investment (Amount) December 31, 2024	Initial investment (Amount) December 31, 2023	Ending balance Shares	Ending balance Ratio of shares	Ending balance Carrying amount (Note 2)	Maximum investment in 2024	Net income (losses) of investee	Investment income (losses) (Note 2)	Notes
DMCHK	GSCHK	Hong Kong	Settlement center	-	-	-	100 %	1,370,199	-	567,966	567,966	
DIMSG	FSC	British Virgin Is.	Settlement center	318	318	10,000	20 %	291,896	318	(2,122)	(424)	
DIMSG	DIMIN	India	Trucking service	17,595	17,595	960,000	100 %	38,241	17,595	4,051	4,051	
HOLDING	DIMTH	Thailand	Global air and ocean freight forwarder	7,642	7,642	735,000	49 %	62,574	7,642	19,687	9,645	
HOLDING	DIMPH	Philippines	Global air and ocean freight forwarder	4,026	4,026	120,000	40 %	2,922,597	4,026	606,634	242,654	
HOLDING	DIMAU	Australia	Global air and ocean freight forwarder	16,460	16,460	60,000	100 %	(28,634)	16,460	(915)	(915)	
HOLDING	DIMKR	Korea	Global air and ocean freight forwarder	19,386	19,386	120,000	100 %	137,740	19,386	20,736	20,736	
HOLDING	DIMCA	Canada	Air freight forwarder	15,646	15,646	-	100 %	225,185	15,646	13,307	13,307	
HOLDING	DIMNL	Netherlands	Global air and ocean freight forwarder	11,644	11,644	1,000	100 %	51,952	11,644	11,653	11,653	
HOLDING	DSLUS	U.S.A.	Logistics & warehousing	15,840	15,840	50,000	100 %	26,226	15,840	597	597	
DIMPH	Peerless Express Forwarders Corp.	Philippines	Trucking service	954	954	1,600,000	40 %	1,915	954	800	320	
DIMPH	DFSPH	Philippines	Trucking service	5,231	5,231	96,700	91 %	13,077	5,231	(538)	(488)	
DIMPH	DMCHK	Hong Kong	Settlement center	5,382,655	5,382,655	-	100 %	7,171,462	5,382,655	599,226	599,226	
DFSSG	DFSPH	Philippines	Trucking service	541	541	10,000	9 %	1,293	541	(538)	(50)	
DFSHK	FSCHK	Hong Kong	Settlement center	566	566	17,500	35 %	1,681,619	566	(42,888)	(15,017)	
FSCHK	DIMGB	U.K	Global air and ocean freight forwarder	20,126	20,126	500,000	63 %	(24,277)	20,126	(21,325)	(13,328)	
DIMIN	DSRP	India	Logistics & warehousing	3,116	-	799,000	94 %	3,062	3,116	-	-	Notes 3

Note 1: The company was established as a limited company.

Note 2: The book amount and the investment gains or losses recognized for the current period are recorded based on the financial statements audited by auditors during the same period.

Note 3: DIMIN invested in 94% of the newly established DSRP in April 2024 and recorded it as a consolidated subsidiary.

Note 4: Except for ITG Air & Sea GmbH, the amounts have been eliminated in the consolidated financial statements.

(c) Information on investment in mainland China

(i) The names of investees in Mainland China, the main businesses and products, and other information

Unit: thousand dollars

Name of investee in Mainland China	Main businesses	Issued capital	Method of investment (Note 1)	Beginning remittance balance-accumulative investment (amount) from Taiwan	Current remittance / recoverable investment (amount) Invested amount	Current remittance / recoverable investment (amount) Returned amount	Ending remittance balance-accumulative investment (amount) from Taiwan	Net income (losses) of investee	Direct / indirect shareholdings or investments (%) in the Company	Maximum investment in 2024	Current investment income and losses (Notes 2 and 3)	Carrying amount (Notes 2 and 3)	Accumulated remittance of earnings in current period
ZJDCN	Global air and ocean freight forwarder	54,928	(2)	29,575 (USD902) (Note 4)	-	-	29,575 (USD902) (Note 4)	31,419	75 %	41,196	23,564	167,200	-
DILSHA	Logistics & warehousing	5,970	(2)	6,557 (USD200) (Note 4)	-	-	6,557 (USD200) (Note 4)	1,093	99 %	5,970	1,093	(57,283)	-
DIMCN	Global air and ocean freight forwarder	163,377	(2)	-	-	-	-	13,283	100 %	163,377	13,283	477,198	-
DILSZX	Logistics & warehousing	10,958	(2)	-	-	-	-	(141)	100 %	10,958	(141)	(19,863)	-
DFSCN	Global air and ocean freight forwarder	59,777	(2)	-	-	-	-	17,925	100 %	59,777	17,925	395,068	-
Diversified Transportation (China) Co., Ltd.	Trucking service	29,802	(2)	-	-	-	-	1,025	100 %	29,802	1,025	22,860	-
Yuhang Int'l Logistics (Dalian) Co. Ltd.	Global air and ocean freight forwarder	38,666	(2)	-	-	-	-	15,357	25 %	9,667	4,158	33,011	-
Diversified (Shanghai) International Logistics Service Company Ltd	Global air and ocean freight forwarder	13,684	(2)	-	-	-	-	2,444	100 %	13,684	2,444	10,339	-
Diversified (Shenzhen) International Logistics Service Company Ltd	Global air and ocean freight forwarder	1,293	(2)	-	-	-	-	-	100 %	-	-	(1,644)	-

Note 1: The method of investment is divided into the following three methods:

(1) Investing directly in Mainland China.

(2) Through transferring the investment to third-region existing companies then investing in Mainland China. (through Bermuda and British Virgin Islands.).

(3) Other methods.

Note 2: Except for Yuhang Int'l Logistics (Dalian) Co., Ltd., the amounts have been eliminated in the consolidated financial statements.

Note 3: Except for Yuhang Int'l Logistics (Dalian) Co., Ltd., the financial statements were audited by an international audit firm in cooperation with the R.O.C. audit firm.

Note 4: The exchange rate as of December 31, 2024：USD1=NTD32.788.

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(ii) Limitation on investment in Mainland China

Unit: thousand dollars

Company name	Aggregate investment amount remitted from Taiwan to Mainland China at end of period (Note2)	Approved investment (amount) by Ministry of Economic Affairs Investment Commission (Note2)	Limitation on investment in Mainland China in accordance with regulations of Ministry of Economic Affairs Investment Commission (Note 1)
DIMTW	36,132 (USD1,102)	78,691 (USD2,400)	3,814,933

Note 1: It represents 60% of the Company's net equity.

Note 2: The exchange rate of December 31, 2024: USD:NT$=1:32.788.

(iii) Significant transactions

The significant inter-company transactions with the subsidiaries in Mainland China, which were eliminated in the preparation of consolidated financial statements, are disclosed in “(a) Information on significant transactions”.

(d) Major shareholders:

Shareholding Shareholder’s Name	Shares	Percentage
AGM INVESTMENT LTD.	8,144,038	5.69 %
MEC ELECTRONICS CORPORATION	7,643,579	5.34 %

(14) Segment information

(a) General information

The Group has three reportable segments: Asia department, Americas department, and Europe department.

The reportable department is a strategic business unit providing different products and services. Because each strategic business unit requires different kinds of techniques and marketing tactics, it should be separately managed. Segments adopt the same accounting policies as those listed in note 4. Segment income is evaluated based on income before tax and is used as the basis for performance evaluation.

(b) Information on income and loss, assets, liabilities, basis of measurement, and the reconciliation for reportable segments

The Group uses the internal management report that the chief operating decision maker reviews as the basis to determine resource allocation and make a performance evaluation. The internal management report includes profit before taxation but does not include income tax expense and any extraordinary activity. Because taxation and extraordinary activity are managed on a group basis, they are not able to be allocated to each reportable segment. In addition, not all profit or loss from reportable segments includes significant non-cash items such as depreciation and amortization. The reportable amount is consistent with that of the report used by the chief operating decision maker.

The Group treated intersegment sales and transfers as third-party transactions. They are measured at market price.

The Group's operating segment information and reconciliation are as follows:

	2024				
	Asia	**Americas**	**Europe**	**Adjustments and eliminations**	**Total**
Revenue:					
From external customers	$ 23,556,786	4,796,807	593,774	-	28,947,367
From companies within the Group	860,274	-	-	(860,274)	-
Total revenue	$ 24,417,060	4,796,807	593,774	(860,274)	28,947,367
Segment income	$ 1,010,117	155,409	3,274	-	1,168,800

	2023				
	Asia	**Americas**	**Europe**	**Adjustments and eliminations**	**Total**
Revenue:					
From external customers	$ 17,366,422	4,295,734	380,528	-	22,042,684
From companies within the Group	1,119,995	-	-	(1,119,995)	-
Total revenue	$ 18,486,417	4,295,734	380,528	(1,119,995)	22,042,684
Segment income	$ 1,132,062	127,684	(2,016)	-	1,257,730

The material reconciling items of the above reportable segment are as below:

Total reportable segment revenue after deducting the intersegment revenue were $860,274 thousand and $1,119,995 thousand for the years 2024 and 2023, respectively.

(c) Geographic information

The Group solely provides freight forwarding service. Please refer to the segment information for the revenue. Non-current assets are classified by geographic location.

Geographical information	**December 31, 2024**	**December 31, 2023**
Non-current assets:		
Asia	$ 628,981	713,150
Americas	358,202	221,188
Europe	10,249	17,529
Total	$ **997,432**	**951,867**

(Continued)

Non-current assets include property, plant and equipment, right-of-use assets, intangible assets, and other non-current assets. They do not include financial instruments, deferred income tax assets, and net defined benefit assets.

(d) Information about major customers

For the years 2024 and 2023, the Group had no major customer who constituted 10% or more of the net sales.