

**DIMERCO EXPRESS CORPORATION  
AND SUBSIDIARIES**

**Consolidated Financial Statements**

**With Independent Auditors' Review Report  
For the Six Months Ended June 30, 2025 and 2024**

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

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## Independent Auditors' Review Report

To the Board of Directors of  
Dimerco Express Corporation:

### Introduction

We have reviewed the accompanying consolidated balance sheets of Dimerco Express Corporation and its subsidiaries (the Group) as of June 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three months and six months ended June 30, 2025 and 2024, as well as the changes in equity and cash flows for the six months ended June 30, 2025 and 2024, and notes to the consolidated financial statements, including a summary of material accounting policies. The management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standards 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

### Scope of Review

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

### Basis for Qualified Conclusion

As stated in Note 4(b), the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflected the total assets amounting to \$2,089,492 thousand and \$2,421,423 thousand, constituting 24% and 27% of consolidated total assets; and the total liabilities amounting to \$574,266 thousand and \$230,947 thousand, constituting 16% and 8% of the consolidated total liabilities at June 30, 2025 and 2024, respectively; as well as the total comprehensive income (loss) amounting to \$(103,124) thousand, \$40,232 thousand, \$(50,064) thousand and \$73,045 thousand, constituting 14%, 8%, 13% and 6% of the consolidated total comprehensive income (loss) for the three months and six months ended June 30, 2025 and 2024, respectively.

Furthermore, as stated in Note 6(e), the investments accounted for using the equity method of the Group amounting to \$249,346 thousand and \$261,291 thousand at June 30, 2025 and 2024, respectively, and its share of net earnings in these investee companies of \$3,791 thousand, \$5,120 thousand, \$4,724 thousand and \$6,860 thousand for the three months and six months ended June 30, 2025 and 2024, respectively, were recognized solely on the financial statements prepared by these investee companies, but not reviewed by independent auditors.

### **Qualified Conclusion**

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries and equity accounted investee companies described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, based on our reviews and the review report of other auditors (please refer to Other Matter paragraph), nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of Dimerco Express Corporation and its subsidiaries as of June 30, 2025 and 2024, and of its consolidated financial performance for the three months and six months ended June 30, 2025 and 2024, as well as its consolidated cash flows for the six months ended June 30, 2025 and 2024 in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

### **Other Matter**

We did not review the financial statements of Dimerco Air Forwarders (HK) Ltd., a subsidiary of the Group. Those financial statements were reviewed by another auditor, whose review report has been furnished to us, and our conclusion, insofar as it relates to the amounts included for Dimerco Air Forwarders (HK) Ltd., is based solely on the review report of another auditor. The financial statements of Dimerco Air Forwarders (HK) Ltd. reflected total assets amounting to \$746,505 thousand and \$541,641 thousand, constituting 8% and 6% of consolidated total assets at June 30, 2025 and 2024, and total revenues amounting to \$484,804 thousand, \$394,360 thousand, \$937,534 thousand and \$736,482 thousand, constituting 7%, 6%, 6% and 6% of consolidated total revenues for the three months and six months ended June 30, 2025 and 2024.

The engagement partners on the reviews resulting in this independent auditors’ review report are Huang, Tsai-Chuan and Huang, Po-Shu.

KPMG

Taipei, Taiwan (Republic of China)  
August 8, 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 review such consolidated financial statements are those generally accepted and applied in the Republic of China.

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

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

**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**

**Consolidated Balance Sheets**

**June 30, 2025, December 31, and June 30, 2024**

**(expressed in thousands of New Taiwan Dollar)**

		June 30, 2025		December 31, 2024		June 30, 2024						June 30, 2025		December 31, 2024		June 30, 2024	
Assets		Amount	%	Amount	%	Amount	%	Liabilities and Equity		Amount	%	Amount	%	Amount	%	Amount	%
<b>Current assets:</b>								<b>Current liabilities:</b>									
1100	Cash and cash equivalents (note 6(a))	\$ 4,106,328	46	4,569,519	47	3,863,779	44	2100	Short-term borrowings (note 6(i))	\$ 175,000	2	180,000	2	180,000	2		
1137	Financial assets at amortised cost — current (notes 6(b) and 8)	201,110	2	91,935	1	74,667	1	2150	Notes payable	29,206	-	22,083	-	24,933	-		
1150	Notes receivable, net (notes 6(d) and (p))	1,970	-	2,321	-	6,032	-	2170	Accounts payable (including related parties) (note 7)	2,311,309	26	2,133,189	22	1,630,906	18		
1170	Accounts receivable, net (including related parties) (notes 6(d), (p) and 7)	2,946,416	33	3,338,829	34	3,146,323	35	2216	Dividends payable (note 6(n))	40,712	-	34,946	-	46,246	1		
1470	Other current assets (note 8)	201,553	3	227,716	3	282,897	3	2230	Other payables (notes 6(q) and 9)	180,130	2	171,526	2	157,640	2		
	<b>Total current assets</b>	7,457,377	84	8,230,320	85	7,373,698	83	2280	Income tax payable	109,487	1	85,252	1	96,604	1		
<b>Non-current assets:</b>								2399	Current lease liabilities (note 6(k))	142,980	2	174,677	2	186,754	2		
1510	Financial assets at fair value through profit or loss — non-current (note 6(c))	29,902	-	32,788	-	-	-		Other current liabilities (note 6(j))	358,370	5	255,653	2	248,270	3		
1517	Financial assets at fair value through other comprehensive income — non-current	450	-	452	-	451	-	2570	<b>Total current liabilities</b>	3,347,194	38	3,057,326	31	2,571,353	29		
1551	Investments accounted for using the equity method (note 6(e))	249,346	3	246,514	3	261,291	3	2580	<b>Non-Current liabilities:</b>								
1600	Property, plant and equipment (note 6(f))	531,084	5	560,876	5	565,406	7	2670	Deferred income tax liabilities	13,156	-	13,429	-	10,842	-		
1755	Right-of-use assets (notes 6(g) and (k))	316,675	4	357,001	4	369,422	4		Non-current lease liabilities (note 6(k))	140,940	2	146,745	2	149,751	2		
1822	Intangible assets (note 6(h))	64,081	1	70,564	1	71,280	1		Net defined benefit liabilities	1,666	-	1,783	-	4,626	-		
1840	Deferred income tax assets	137,760	2	124,759	1	121,946	1		Other non-current liabilities	34,588	-	31,090	-	31,522	-		
1920	Refundable deposits	85,991	1	82,130	1	84,913	1		<b>Total non-current liabilities</b>	190,350	2	193,047	2	196,741	2		
1990	Other non-current assets (notes 6(d), (p), 8 and 9)	18,028	-	16,403	-	8,498	-	3110	<b>Total liabilities</b>	3,537,544	40	3,250,373	33	2,768,094	31		
	<b>Total non-current assets</b>	1,433,317	16	1,491,487	15	1,483,207	17	3200	<b>Equity attributable to owners of the Company (notes 6(e) and (n)):</b>								
								33xx	Common stock	1,428,840	16	1,428,840	15	1,428,840	16		
								3310	Capital surplus	62,243	1	62,234	1	62,234	1		
								3350	Retained earnings:								
									Legal reserve	1,186,322	13	1,090,383	11	1,090,383	12		
									Unappropriated retained earnings	2,941,048	33	3,168,980	33	2,729,737	31		
										4,127,370	46	4,259,363	44	3,820,120	43		
								34xx	Other equity:								
								3410	Foreign currency translation differences for foreign operations	(199,624)	(2)	789,636	8	848,986	10		
								3500	Treasury shares	(181,852)	(2)	(181,852)	(2)	(181,852)	(2)		
									<b>Total equity attributable to owners of the Company</b>	5,236,977	59	6,358,221	66	5,978,328	68		
								36xx	<b>Non-controlling interests</b>	116,173	1	113,213	1	110,483	1		
									<b>Total equity</b>	5,353,150	60	6,471,434	67	6,088,811	69		
1xxx	<b>Total assets</b>	\$ 8,890,694	100	9,721,807	100	8,856,905	100	2-3xxx	<b>Total liabilities and equity</b>	\$ 8,890,694	100	9,721,807	100	8,856,905	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 three months and six months ended June 30, 2025 and 2024****(expressed in thousands of New Taiwan Dollar , except for earnings per common share)**

		For the three months ended June 30				For the six months ended June 30			
		2025		2024		2025		2024	
		Amount	%	Amount	%	Amount	%	Amount	%
4000	<b>Operating revenue (notes 6(p) and 7)</b>	\$ 7,439,354	100	6,716,796	100	14,630,367	100	12,348,364	100
5000	<b>Operating costs (notes 6(f), (g), (j), (k) and (l))</b>	6,384,661	86	5,788,477	86	12,612,897	86	10,550,220	86
5900	<b>Gross profit from operations</b>	1,054,693	14	928,319	14	2,017,470	14	1,798,144	14
6000	<b>Operating expenses (notes 6(d), (f), (g), (h), (k), (l), (q) and 7):</b>								
6100	Selling expenses	175,642	2	177,549	3	369,412	3	358,213	3
6200	Administrative expenses	444,733	6	449,316	6	937,518	6	909,097	7
6450	Expected credit loss for bad debt provision (reversal of impairment loss)	(11,511)	-	4,951	-	13,338	-	21,336	-
	<b>Total operating expenses</b>	608,864	8	631,816	9	1,320,268	9	1,288,646	10
6900	<b>Net operating income</b>	445,829	6	296,503	5	697,202	5	509,498	4
7000	<b>Non-operating income and expenses (notes 6(e), (k) and (r)):</b>								
7100	Interest income	19,537	-	20,761	-	37,467	-	42,919	-
7010	Other income	8,852	-	6,157	-	10,898	-	10,416	-
7020	Other gains and losses	(35,697)	-	11,838	-	(34,981)	-	49,823	1
7050	Finance costs	(4,373)	-	(2,637)	-	(8,375)	-	(6,048)	-
7060	Share of profit of associates accounted for using the equity method	3,791	-	5,120	-	4,724	-	6,860	-
	<b>Total non-operating income and expenses</b>	(7,890)	-	41,239	-	9,733	-	103,970	1
7900	<b>Profit from continuing operations before tax</b>	437,939	6	337,742	5	706,935	5	613,468	5
7950	<b>Less: Income tax expenses (note 6(m))</b>	60,333	1	42,921	1	99,476	1	86,706	1
	<b>Net income</b>	377,606	5	294,821	4	607,459	4	526,762	4
8300	<b>Other comprehensive income:</b>								
8360	<b>Components of other comprehensive income that will be reclassified to profit or loss (notes 6(e) and (n))</b>								
8361	Exchange differences on translation of foreign financial statements	(1,119,541)	(15)	238,156	4	(993,883)	(7)	639,407	5
8399	Less: Income tax related to components of other comprehensive income that will be reclassified to profit or loss	-	-	-	-	-	-	-	-
	<b>Components of other comprehensive income that will be reclassified to profit or loss</b>	(1,119,541)	(15)	238,156	4	(993,883)	(7)	639,407	5
8300	<b>Other comprehensive income</b>	(1,119,541)	(15)	238,156	4	(993,883)	(7)	639,407	5
8500	<b>Total comprehensive income</b>	\$ (741,935)	(10)	532,977	8	(386,424)	(3)	1,166,169	9
	<b>Profit (loss) attributable to:</b>								
8610	Owners of the Company	\$ 369,888	5	296,596	4	599,876	4	520,148	4
8620	Non-controlling interests	7,718	-	(1,775)	-	7,583	-	6,614	-
		\$ 377,606	5	294,821	4	607,459	4	526,762	4
	<b>Total comprehensive income attributable to:</b>								
8710	Owners of the Company	\$ (743,105)	(10)	535,561	8	(389,384)	(3)	1,159,227	9
8720	Non-controlling interests	1,170	-	(2,584)	-	2,960	-	6,942	-
		\$ (741,935)	(10)	532,977	8	(386,424)	(3)	1,166,169	9
	<b>Earnings per share (NT dollars) (note 6(o))</b>								
9750	Basic earnings per share	\$ 2.63		2.11		4.26		3.69	
9850	Diluted earnings per share	\$ 2.62		2.10		4.24		3.67	

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 six months ended June 30, 2025 and 2024****(expressed in thousands of New Taiwan Dollar)**

	Equity attributable to owners of the Company									
	Common stock	Capital surplus	Legal reserve	Retained earnings		Other equity Foreign currency translation differences for foreign operations	Treasury shares	Total equity attributable to owners of the Company	Non-controlling interests	Total equity
				Unappropriated retained earnings	Total					
<b>Balance at January 1, 2024</b>	\$ 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	-	-	-	520,148	520,148	-	-	520,148	6,614	526,762
Other comprehensive income	-	-	-	-	-	639,079	-	639,079	328	639,407
Total comprehensive income	-	-	-	520,148	520,148	639,079	-	1,159,227	6,942	1,166,169
Purchase of treasury share	-	-	-	-	-	-	(172,472)	(172,472)	-	(172,472)
Increase in non-controlling interests	-	-	-	-	-	-	-	-	199	199
<b>Balance at June 30, 2024</b>	<u>\$ 1,428,840</u>	<u>62,234</u>	<u>1,090,383</u>	<u>2,729,737</u>	<u>3,820,120</u>	<u>848,986</u>	<u>(181,852)</u>	<u>5,978,328</u>	<u>110,483</u>	<u>6,088,811</u>
<b>Balance at January 1, 2025</b>	\$ 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
Appropriation and distribution of retained earnings:										
Legal reserve appropriated	-	-	95,939	(95,939)	-	-	-	-	-	-
Cash dividends of ordinary share	-	-	-	(731,869)	(731,869)	-	-	(731,869)	-	(731,869)
Other changes in capital surplus	-	9	-	-	-	-	-	9	-	9
Net income	-	-	-	599,876	599,876	-	-	599,876	7,583	607,459
Other comprehensive income	-	-	-	-	-	(989,260)	-	(989,260)	(4,623)	(993,883)
Total comprehensive income	-	-	-	599,876	599,876	(989,260)	-	(389,384)	2,960	(386,424)
<b>Balance at June 30, 2025</b>	<u>\$ 1,428,840</u>	<u>62,243</u>	<u>1,186,322</u>	<u>2,941,048</u>	<u>4,127,370</u>	<u>(199,624)</u>	<u>(181,852)</u>	<u>5,236,977</u>	<u>116,173</u>	<u>5,353,150</u>

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 six months ended June 30, 2025 and 2024****(expressed in thousands of New Taiwan Dollar)**

	<b>For the six months ended June 30</b>	
	<b>2025</b>	<b>2024</b>
<b>Cash flows from (used in) operating activities:</b>		
Net income before tax	\$ 706,935	613,468
<b>Adjustments:</b>		
<b>Adjustments to reconcile profit and loss:</b>		
Depreciation expense	130,485	138,708
Amortization expense	1,932	1,710
Expected credit losses for bad debt provision	13,338	21,336
Interest expense	8,375	6,048
Interest income	(37,467)	(42,919)
Dividend income	-	(31)
Share of profit of associates accounted for using the equity method	(4,724)	(6,860)
Gain on disposal of property, plant and equipment	(87)	(844)
Loss (gain) on lease modification	2,773	(6)
Total adjustments to reconcile profit and loss	114,625	117,142
Changes in operating assets and liabilities:		
Net changes in operating assets:		
Notes receivable	351	2,275
Accounts receivable (including related parties) (including overdue receivables)	379,075	(685,361)
Other current assets	26,163	(93,548)
Net defined benefit assets	(1,771)	-
Total changes in operating assets, net	403,818	(776,634)
Net changes in operating liabilities:		
Notes payable	7,123	(25,447)
Accounts payable (including related parties)	178,120	(59,624)
Other payables	8,226	(10,500)
Other current liabilities	102,717	(116,722)
Net defined benefit liabilities	(117)	(10)
Total changes in operating liabilities, net	296,069	(212,303)
Total changes in operating assets and liabilities, net	699,887	(988,937)
Total adjustments	814,512	(871,795)
Cash flows generated from (used in) operations	1,521,447	(258,327)
Interest received	37,467	42,919
Interest paid	(7,997)	(6,048)
Income taxes paid	(75,241)	(114,869)
<b>Net cash flows from (used in) operating activities</b>	<b>1,475,676</b>	<b>(336,325)</b>
<b>Cash flows from (used in) investing activities:</b>		
Increase in financial assets at amortised cost	(109,175)	(70,873)
Acquisition of property, plant and equipment	(18,497)	(23,799)
Proceeds from disposal of property, plant and equipment	198	883
Decerease (increase) in refundable deposits	(3,861)	4,532
Decrease in other non-current assets	146	2,844
Dividends received	-	31
Others	-	199
<b>Net cash used in investing activities</b>	<b>(131,189)</b>	<b>(86,183)</b>
<b>Cash flows from (used in) financing activities:</b>		
Decrease in short-term borrowings	(5,000)	-
Payment of lease liabilities	(109,587)	(59,635)
Increase (decrease) in other non-current liabilities	3,498	(3,343)
Cash dividends paid	(726,094)	(811,171)
Payments to acquire treasury shares	-	(172,472)
<b>Net cash flows used in financing activities</b>	<b>(837,183)</b>	<b>(1,046,621)</b>
<b>Effect of exchange rate changes on cash and cash equivalents</b>	<b>(970,495)</b>	<b>552,282</b>
<b>Net decrease in cash and cash equivalents</b>	<b>(463,191)</b>	<b>(916,847)</b>
<b>Cash and cash equivalents at beginning of period</b>	<b>4,569,519</b>	<b>4,780,626</b>
<b>Cash and cash equivalents at end of period</b>	<b>\$ 4,106,328</b>	<b>3,863,779</b>

See accompanying notes to consolidated financial statements.



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

## **DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**

### **Notes to the Consolidated Financial Statements**

**June 30, 2025 and 2024**

**(expressed in thousands of New Taiwan Dollar, unless otherwise specified)**

#### **(1) Company history**

DIMERCO EXPRESS CORPORATION (DIMITW 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 DIMITW 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 authorized for issuance by the Board of Directors on August 8, 2025.

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

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

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2025:

- Amendments to IAS21 “Lack of Exchangeability”

- (b) The impact of IFRS Accounting Standards endorsed 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, 2026, would not have a significant impact on its consolidated financial statements:

- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- 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”

(Continued)

**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

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

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

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## DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

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 19 “Subsidiaries without Public Accountability: Disclosures”

#### (4) Summary of material accounting policies

Except for the following, the material accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statements for the year ended December 31, 2024. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2024.

##### (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 IAS 34 "Interim Financial Reporting" endorsed and issued into effect by the FSC, and do not present all the disclosures required for a complete set of annual consolidated financial statements prepared in accordance with the International Financial Reporting Standards, International Accounting Statements, IFRIC Interpretations, and SIC Interpretations endorsed by the FSC (hereinafter referred to IFRS Accounting Standards endorsed by the FSC).

##### (b) Basis of consolidation

The principles of preparation of the consolidated financial statements are the same as those of the consolidated financial statements for the year ended December 31, 2024. For the related information, please refer to note 4(c) of the consolidated financial statements for the year ended December 31, 2024.

Subsidiaries included in the consolidated financial statements are as follows:

Name of investor	Name of subsidiary	Primary business	Shareholding			Remarks
			June 30, 2025	December 31, 2024	June 30, 2024	
The Company	Dimerco International Logistic Corp. (DIL)	Holding company	100.00 %	100.00 %	100.00 %	
The Company	Dimerco Express Holding Co., Ltd. (Holding)	Holding company	100.00 %	100.00 %	100.00 %	
The Company	Dimerco Freight System Corporation (DFSTW)	Global logistics service	99.99 %	99.99 %	99.99 %	Note 3
The Company	Dimerco Express (Singapore) Pte Ltd. (DIMSG)	Global logistics service	100.00 %	100.00 %	100.00 %	Note 3
The Company	Foreign Settlement Co., Ltd. (FSC)	Settlement center	20.00 %	20.00 %	20.00 %	

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Name of investor	Name of subsidiary	Primary business	Shareholding			Remarks
			June 30, 2025	December 31, 2024	June 30, 2024	
The Company	Foreign Settlement Co., Ltd. (FSC HK)	Settlement center	15.00 %	15.00 %	15.00 %	
The Company	Diversified International Logistics Co., Ltd (DILTW)	Global logistics service	80.00 %	80.00 %	80.00 %	Note 3
The Company	Diversified Transportation (HK & China) Co., Ltd. (DTLHK)	Global logistics service	100.00 %	100.00 %	100.00 %	Note 3
The Company	Dimerco International Logistics Company (DILHK)	Global logistics service	100.00 %	100.00 %	100.00 %	Note 3
The Company	Diversified Freight System (Singapore) Pte. Ltd. (DFSSG)	Global logistics service	100.00 %	100.00 %	100.00 %	Note 3
The Company	Diversified International Logistics Pte Ltd (DILSG)	Global logistics service	100.00 %	100.00 %	100.00 %	Note 3
The Company	Dimerco Express (Malaysia) Sdn. Bhd. (DIMMY)	Global logistics service	100.00 %	100.00 %	100.00 %	Note 3
DMCHK	Dimerco Air Forwarders (HK) Ltd. (DIMHK)	Global logistics service	99.99 %	99.99 %	99.99 %	
DMCHK	Diversified Freight System Ltd. (DFSHK)	Global logistics service	99.99 %	99.99 %	99.99 %	Note 3
DIMPH	Diversified Merchandise Company Limited (DMCHK)	Global logistics service	100.00 %	100.00 %	100.00 %	
DMCHK	Global SCM Company Limited (GSCHK)	Global logistics service	100.00 %	100.00 %	100.00 %	
DIMHK	Foreign Settlement Co., Ltd. (FSC HK)	Settlement center	35.00 %	35.00 %	35.00 %	
DIMHK	Foreign Settlement Co., Ltd. (FSC)	Settlement center	60.00 %	60.00 %	60.00 %	
DIMHK	Dimerco International Logistics (Shanghai) Co., Ltd. (DILSHA)	Global logistics service	99.99 %	99.99 %	99.99 %	Note 3
DIMHK	Dimerco International Transportation (Shanghai) Co., Ltd. (DIMCN)	Global logistics service	100.00 %	100.00 %	100.00 %	
DIMHK	Dimerco International Logistics (Shenzhen) Co., Ltd. (DILSZX)	Global logistics service	100.00 %	100.00 %	100.00 %	Note 3
DIMHK	Dimerco Zhonging Int'l Express Co., Ltd. (ZJDCN)	Global logistics service	75.00 %	75.00 %	75.00 %	
DIMHK	Dimerco Vietfracht (JV) Co., Ltd. (DIMVN)	Global logistics service	75.00 %	75.00 %	75.00 %	Note 3
DFSHK	Foreign Settlement Co., Ltd. (FSC HK)	Settlement center	35.00 %	35.00 %	35.00 %	
DFSHK	Diversified International Transportation (Shanghai) Co., Ltd. (DFSCN)	Global logistics service	100.00 %	100.00 %	100.00 %	
DFSTW	Foreign Settlement Co., Ltd. (FSC HK)	Settlement center	15.00 %	15.00 %	15.00 %	
DFSTW	Diversified International Logistics Co., Ltd (DILTW)	Global logistics service	20.00 %	20.00 %	20.00 %	Note 3
DIMSG	Dimerco Express (India) Pvt Ltd. (DIMIN)	Global logistics service	100.00 %	100.00 %	100.00 %	Note 3
DIMSG	Foreign Settlement Co., Ltd. (FSC)	Settlement center	20.00 %	20.00 %	20.00 %	
DIL	Dimerco Express (UK) Ltd. (DIMGB)	Global logistics service	37.50 %	37.50 %	37.50 %	Note 3

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## DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

Name of investor	Name of subsidiary	Primary business	Shareholding			Remarks
			June 30, 2025	December 31, 2024	June 30, 2024	
DIL	Dimerco Express (U.S.A.) Corp. (DIMUS)	Global logistics service	100.00 %	100.00 %	100.00 %	
DIL	Global Marketing System Co., Ltd. (GMS)	Global logistics service	100.00 %	100.00 %	100.00 %	
FSCHK	Dimerco Express (UK) Ltd. (DIMGB)	Global logistics service	62.50 %	62.50 %	62.50 %	Note 3
FSCHK	Diversified (Shenzhen) International Logistics Service Co., Ltd. (DILYTN)	Global logistics service	50.00 %	50.00 %	50.00 %	Note 3
GMS	Dimerco Express Phil. Inc. (DIMPH)	Global logistics service	60.01 %	60.01 %	60.01 %	Note 2
GMS	Diversified International Logistics Service Company Ltd. (Shanghai) (DILWGQ)	Global logistics service	100.00 %	100.00 %	100.00 %	Note 3
GMS	Diversified (Shenzhen) International Logistics Service Co., Ltd. (DILYTN)	Global logistics service	50.00 %	50.00 %	50.00 %	Note 3
Holding	Dimerco Express (Thailand) Corp. Ltd. (DIMTH)	Global logistics service	48.99 %	48.99 %	48.99 %	Notes 1 and 3
Holding	Dimerco Express Phils. Inc. (DIMPH)	Global logistics service	39.99 %	39.99 %	39.99 %	Note 2
Holding	Dimerco Express (Australia) Pty Ltd (DIMAU)	Global logistics service	100.00 %	100.00 %	100.00 %	Note 3
Holding	Dimerco Express (Korea) Corp. (DIMKR)	Global logistics service	100.00 %	100.00 %	100.00 %	Note 3
Holding	Dimerco Express (Canada) Corp. (DIMCA)	Global logistics service	100.00 %	100.00 %	100.00 %	Note 3
Holding	Diversified International Service Logistics System Corporation (DSLUS)	Global logistics service	100.00 %	100.00 %	100.00 %	Note 3
Holding	Dimerco Express Netherlands B.V. (DIMNL)	Global logistics service	100.00 %	100.00 %	100.00 %	Note 3
DTLHK	Diversified Transportation (China) Co., Ltd. (DTLCN)	Global logistics service	100.00 %	100.00 %	100.00 %	Note 3
DIMUS	Dimerco Customs Brokerage Co. Ltd (DCBUS)	Brokerage service	100.00 %	100.00 %	100.00 %	Note 3
DIMUS	B.C. Logistics, LLC	Global logistics service	85.00 %	85.00 %	85.00 %	Note 3
DIMPH	Peerless Express Forwarders Corp. (Peerless)	Global logistics service	39.99 %	39.99 %	39.99 %	Notes 1 and 3
DIMPH	Diversified Freight System Philippines Corporation (DFSPH)	Global logistics service	90.63 %	90.63 %	90.63 %	Note 3
DFSSG	Diversified Freight System Philippines Corporation (DFSPH)	Global logistics service	9.37 %	9.37 %	9.37 %	Note 3
DIMIN	Diversified Solutions and Resources Private Limited (DSRIN)	Global logistics service	94.00 %	94.00 %	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: Since the subsidiary is deemed as non-significant, its financial statements as of June 30, 2024 were not reviewed.

Note 3: Since the subsidiary is deemed as non-significant, its financial statements as of June 30, 2025 and 2024 were not reviewed.

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(c) Provisions

A provision is recognized if, as a result of a past event, the Group has a present obligation that can be estimated reliably, and it is probable that an outflow of economic benefits will be required to settle the obligation. Provisions are determined by discounting the expected future cash flows at a pre-tax rate that reflects the current market assessments of the time value of money and the risks specific to the liability. The unwinding of the discount is recognized as finance cost.

A provision for onerous contracts is recognized when the expected benefits to be derived by the Group from a contract are lower than the unavoidable cost of meeting its obligations under the contract. The provision is measured at the present value of the lower of the expected cost of terminating the contract and the expected net cost of continuing with the contract. Before a provision is established, the Group recognizes any impairment loss on the assets associated with that contract.

(d) Employee benefits

The pension cost in the interim period was calculated and disclosed on a year to date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year, adjusted for significant market fluctuations since that time and for significant curtailments, settlements, or other significant one-time event.

(e) Income tax

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

Income tax expense for the period is measured by multiplying together the pretax income for the interim reporting period and the management's best estimate of effective annual tax rate. This should be recognized fully as tax expense for the current period.

Tax expense which recognizes directly in equity or other comprehensive income comes from the temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases, which is measured based on the tax rates that have been enacted or substantively enacted at the time of the asset or liability is recovered or settled.

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

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

The preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with note 5 of the consolidated financial statement for the year ended December 31, 2024.

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(6) Explanation of significant accounts**

Except for the following disclosures, there is no significant difference as compared with those disclosed in the consolidated financial statements for the year ended December 31, 2024. Please refer to note 6 of the 2024 annual consolidated financial statements.

**(a) Cash and cash equivalents**

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Cash on hand	\$ 3,399	3,471	3,546
Checking accounts and savings deposits	2,868,703	3,063,530	2,573,854
Time deposits	1,234,226	1,502,518	1,286,379
Cash and cash equivalents per consolidated statements of cash flows	<u><u>\$ 4,106,328</u></u>	<u><u>4,569,519</u></u>	<u><u>3,863,779</u></u>

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

**(b) Financial assets at amortized cost — current**

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Time deposits with original maturities of more than 3 months	\$ 194,998	90,576	74,667
Time deposits	1,261	1,359	-
Demand deposits	4,851	-	-
Total	<u><u>\$ 201,110</u></u>	<u><u>91,935</u></u>	<u><u>74,667</u></u>
Interest rate	<u><u>1.00~4.13%</u></u>	<u><u>1.25~3.43%</u></u>	<u><u>1.35~2.05%</u></u>

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**

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Mandatorily measured at fair value through profit or loss:			
Non-derivative financial assets			
Preferred stock	<u><u>\$ 29,902</u></u>	<u><u>32,788</u></u>	<u><u>-</u></u>

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Notes receivable	\$ 1,970	2,321	6,032
Accounts receivable (including related parties)	3,105,889	3,484,535	3,234,033
Overdue receivables	6,348	6,777	6,749
Less: Loss allowance — accounts receivable	159,473	145,706	87,710
Loss allowance — overdue receivables	6,348	6,777	6,749
	<u><u>\$ 2,948,386</u></u>	<u><u>3,341,150</u></u>	<u><u>3,152,355</u></u>

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:

	<b>June 30, 2025</b>		
	<b>Gross carrying amount</b>	<b>Weighted- average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 2,707,106	0%	-
1 to 30 days past due	302,211	23%	69,350
31 to 60 days past due	49,380	83%	40,961
61 to 90 days past due	15,332	100%	15,332
91 to 365 days past due	18,240	100%	18,240
More than 365 days	21,938	100%	21,938
	<u><u>\$ 3,114,207</u></u>		<u><u>165,821</u></u>

  

	<b>December 31, 2024</b>		
	<b>Gross carrying amount</b>	<b>Weighted- average loss rate</b>	<b>Loss allowance provision</b>
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
More than 365 days	24,693	100%	24,693
	<u><u>\$ 3,493,633</u></u>		<u><u>152,483</u></u>

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	<b>June 30, 2024</b>		
	<b>Gross carrying amount</b>	<b>Weighted-average loss rate</b>	<b>Loss allowance provision</b>
Current	\$ 2,926,210	0%	-
1 to 30 days past due	253,594	13%	33,351
31 to 60 days past due	31,061	81%	25,159
61 to 90 days past due	9,603	100%	9,603
91 to 365 days past due	8,041	100%	8,041
More than 365 days	18,305	100%	18,305
	<u><b>\$ 3,246,814</b></u>		<u><b>94,459</b></u>

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

	<b>For the six months ended June 30</b>	
	<b>2025</b>	<b>2024</b>
Balance at beginning of the period	\$ 152,483	73,123
Impairment losses recognized	13,338	21,336
Balance at end of the period	<u><b>\$ 165,821</b></u>	<u><b>94,459</b></u>

(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:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Associates	<u><b>\$ 249,346</b></u>	<u><b>246,514</b></u>	<u><b>261,291</b></u>

(i) Associates

1) The details of significant associate were as follows:

<b>Name of associate</b>	<b>Relationship with the Group</b>	<b>Main operating location / country of registration</b>	<b>Ownership and voting right percentage</b>		
			<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
ITG Air & Sea GmbH	Global air and ocean freight forwarder	Germany	25.00 %	25.00 %	25.00 %

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

Summary of financial information of ITG Air & Sea GmbH:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Current assets	\$ 996,577	975,315	1,064,671
Non-current assets	129,149	155,873	169,245
Current liabilities	(702,754)	(704,611)	(741,677)
Non-current liabilities	(69,930)	(91,331)	(104,351)
Net assets	<u>\$ 353,042</u>	<u>335,246</u>	<u>387,888</u>
The Group's share of net assets	<u>\$ 88,261</u>	<u>83,811</u>	<u>96,972</u>
	<b>For the three months ended June 30</b>	<b>For the six months ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>
Revenue	<u>\$ 602,474</u>	<u>649,026</u>	<u>1,256,688</u>
Profit from continuing operations	\$ 7,351	16,268	8,231
Other comprehensive income	-	-	-
Total comprehensive income	<u>\$ 7,351</u>	<u>16,268</u>	<u>8,231</u>
The Group's share of total comprehensive income	<u>\$ 1,838</u>	<u>4,067</u>	<u>2,058</u>
		<b>For the six months ended June 30</b>	
		<b>2025</b>	<b>2024</b>
Beginning balance of the equity of the associate attributable to the Group		\$ 83,811	89,342
Total comprehensive income (loss) of the associate attributable to the Group		2,058	4,956
Exchange difference		2,392	2,674
Share of net assets of associates as of June 30		88,261	96,972
Add : Goodwill		129,692	129,692
Ending balance of the equity of the associate attributable to the Group		<u>\$ 217,953</u>	<u>226,664</u>

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

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Carrying amount of individually insignificant associates' equity	<u>\$ 31,393</u>	<u>33,011</u>	<u>34,627</u>

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	For the three months ended June 30		For the six months ended June 30	
	2025	2024	2025	2024
Attributable to the Group:				
Profit from continuing operations	\$ 1,953	1,053	2,666	1,904
Other comprehensive income	-	-	-	-
Total comprehensive income	<u>\$ 1,953</u>	<u>1,053</u>	<u>2,666</u>	<u>1,904</u>

(ii) Collateral

As of June 30, 2025, December 31 and June 30, 2024, the Group did not provide any investment accounted for using the equity method as collaterals.

(iii) The unreviewed financial statements of investments accounted for using the equity method

The above investments were accounted for by using the equity method, and the share of profit or loss and other comprehensive income of those investments were calculated based on the financial statements that have not been reviewed by auditors.

(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, 2025	\$ 195,902	574,925	40,729	175,219	72,904	52,616	1,112,295
Additions	-	355	3,747	4,644	5,553	4,198	18,497
Disposals	-	-	(787)	(3,062)	(3,843)	(35)	(7,727)
Effect of changes in exchange rates	(3,180)	(39,177)	(3,017)	(7,576)	(5,252)	(2,565)	(60,767)
Balance as of June 30, 2025	<u>\$ 192,722</u>	<u>536,103</u>	<u>40,672</u>	<u>169,225</u>	<u>69,362</u>	<u>54,214</u>	<u>1,062,298</u>
Balance as of January 1, 2024	\$ 185,136	550,542	37,792	164,739	68,254	42,609	1,049,072
Additions	-	-	860	10,349	10,448	2,142	23,799
Disposals	-	-	(3,213)	(2,952)	(11,493)	-	(17,658)
Effect of changes in exchange rates	10,004	18,684	1,730	(4,144)	2,700	7,208	36,182
Balance as of June 30, 2024	<u>\$ 195,140</u>	<u>569,226</u>	<u>37,169</u>	<u>167,992</u>	<u>69,909</u>	<u>51,959</u>	<u>1,091,395</u>
Depreciation:							
Balance as of January 1, 2025	\$ -	275,344	29,992	148,549	56,772	40,762	551,419
Depreciation	-	7,723	4,433	6,566	2,024	1,237	21,983
Disposals	-	-	(787)	(2,960)	(3,834)	(35)	(7,616)
Effect of changes in exchange rates	-	(20,961)	(2,390)	(6,105)	(2,740)	(2,376)	(34,572)
Balance as of June 30, 2025	<u>\$ -</u>	<u>262,106</u>	<u>31,248</u>	<u>146,050</u>	<u>52,222</u>	<u>39,588</u>	<u>531,214</u>
Balance as of January 1, 2024	\$ -	243,058	28,098	141,319	58,858	33,013	504,346
Depreciation	-	7,494	1,911	6,163	2,445	2,175	20,188
Disposals	-	-	(3,213)	(2,913)	(11,493)	-	(17,619)
Effect of changes in exchange rates	-	12,577	1,344	(5,303)	6,015	4,441	19,074
Balance as of June 30, 2024	<u>\$ -</u>	<u>263,129</u>	<u>28,140</u>	<u>139,266</u>	<u>55,825</u>	<u>39,629</u>	<u>525,989</u>

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	Land	Buildings	Transportation equipment	Office equipment	Leasehold improvements	Other equipment	Total
Carrying value:							
January 1, 2025	\$ 195,902	299,581	10,737	26,670	16,132	11,854	560,876
June 30, 2025	\$ 192,722	273,997	9,424	23,175	17,140	14,626	531,084
January 1, 2024	\$ 185,136	307,484	9,694	23,420	9,396	9,596	544,726
June 30, 2024	\$ 195,140	306,097	9,029	28,726	14,084	12,330	565,406

As of June 30, 2025, December 31 and June 30, 2024, 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, 2025	\$ 51,266	552,877	51,939	80,766	736,848
Additions	-	85,137	13,098	8,282	106,517
Disposal	-	(59,166)	(460)	(6,296)	(65,922)
Effect of changes in exchange rates	(4,512)	(37,629)	(2,514)	(2,420)	(47,075)
Balance at June 30, 2025	\$ 46,754	541,219	62,063	80,332	730,368
Balance at January 1, 2024	\$ 47,812	639,012	61,421	206,706	954,951
Additions	-	120,899	6,408	18,992	146,299
Disposal	-	(33,644)	(7,819)	(10,138)	(51,601)
Effect of changes in exchange rates	2,907	31,895	1,815	6,677	43,294
Balance at June 30, 2024	\$ 50,719	758,162	61,825	222,237	1,092,943
Depreciation:					
Balance at January 1, 2025	\$ 5,847	306,282	40,058	27,660	379,847
Depreciation	693	89,701	5,157	12,951	108,502
Disposal	-	(44,015)	(460)	(4,197)	(48,672)
Effect of changes in exchange rates	(557)	(22,855)	(1,678)	(894)	(25,984)
Balance at June 30, 2025	\$ 5,983	329,113	43,077	35,520	413,693
Balance at January 1, 2024	\$ 4,123	478,010	42,432	99,221	623,786
Depreciation	693	92,045	7,408	18,374	118,520
Disposal	-	(32,687)	(7,418)	(9,631)	(49,736)
Effect of changes in exchange rates	264	24,093	1,498	5,096	30,951
Balance at June 30, 2024	\$ 5,080	561,461	43,920	113,060	723,521
Carrying value:					
January 1, 2025	\$ 45,419	246,595	11,881	53,106	357,001
June 30, 2025	\$ 40,771	212,106	18,986	44,812	316,675
January 1, 2024	\$ 43,689	161,002	18,989	107,485	331,165
June 30, 2024	\$ 45,639	196,701	17,905	109,177	369,422

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(h) Intangible assets

	Goodwill	Trademarks	Customer relationships	Software	Total
Cost:					
Balance at January 1, 2025	\$ 61,020	3,279	16,394	4,016	84,709
Disposals	-	-	-	(517)	(517)
Effect of changes in exchange rates	(3,878)	(289)	(1,443)	(12)	(5,622)
Balance at June 30, 2025	<u>\$ 57,142</u>	<u>2,990</u>	<u>14,951</u>	<u>3,487</u>	<u>78,570</u>
Balance at January 1, 2024	\$ 58,053	3,057	15,289	3,245	79,644
Effect of changes in exchange rates	2,498	187	930	(7)	3,608
Balance at June 30, 2024	<u>\$ 60,551</u>	<u>3,244</u>	<u>16,219</u>	<u>3,238</u>	<u>83,252</u>
Accumulated amortization:					
Balance at January 1, 2025	\$ -	984	9,836	3,325	14,145
Amortization	-	159	1,593	180	1,932
Disposals	-	-	-	(517)	(517)
Effect of changes in exchange rates	-	(96)	(963)	(12)	(1,071)
Balance at June 30, 2025	<u>\$ -</u>	<u>1,047</u>	<u>10,466</u>	<u>2,976</u>	<u>14,489</u>
Balance at January 1, 2024	\$ -	612	6,116	3,099	9,827
Amortization	-	159	1,594	(43)	1,710
Effect of changes in exchange rates	-	40	400	(5)	435
Balance at June 30, 2024	<u>\$ -</u>	<u>811</u>	<u>8,110</u>	<u>3,051</u>	<u>11,972</u>
Carrying value:					
January 1, 2025	<u>\$ 61,020</u>	<u>2,295</u>	<u>6,558</u>	<u>691</u>	<u>70,564</u>
June 30, 2025	<u>\$ 57,142</u>	<u>1,943</u>	<u>4,485</u>	<u>511</u>	<u>64,081</u>
January 1, 2024	<u>\$ 58,053</u>	<u>2,445</u>	<u>9,173</u>	<u>146</u>	<u>69,817</u>
June 30, 2024	<u>\$ 60,551</u>	<u>2,433</u>	<u>8,109</u>	<u>187</u>	<u>71,280</u>

(i) Borrowings

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

(i) Short-term borrowings

June 30, 2025			
Currency	Interest rate (%)	Maturity year	Amount
Unsecured loans	NTD 1.75	2025	<u>\$ 175,000</u>
December 31, 2024			
Currency	Interest rate (%)	Maturity year	Amount
Unsecured loans	NTD 1.85	2025	<u>\$ 180,000</u>
June 30, 2024			
Currency	Interest rate (%)	Maturity year	Amount
Unsecured loans	NTD 1.73	2024	<u>\$ 180,000</u>

As of June 30, 2025, December 31 and June 30, 2024, the unused credit facilities of the Group's short-term borrowings amounted to \$1,085,467 thousand, \$1,080,592 thousand and \$1,468,795 thousand, respectively.

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Long-term borrowings

As of June 30, 2025, December 31 and June 30, 2024, the unused credit facilities of the Group's long-term borrowings amounted to \$0 thousand, \$0 thousand and \$150,000 thousand, respectively.

(iii) Collateral

As of June 30, 2025, December 31 and June 30, 2024, the Group did not pledge any assets as collateral for its borrowings.

(j) Provisions (recorded as other current liabilities)

	<b>Onerous contract</b>
Balance as of January 1, 2025	\$ -
Provisions made during the period	51,546
Balance as of June 30, 2025	<u><u>\$ 51,546</u></u>

The Group has signed non-cancellable freight charter contracts. Due to the unavoidable costs of fulfilling the contract obligations exceeding the expected economic benefits from the contracts, the net amount of the discounted future payment obligations, minus the expected revenue, has been recognized as a provision for the onerous contract liability.

(k) Lease liabilities

The Group's lease liabilities were as follow:

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Current	\$ 142,980	174,677	186,754
Non-current	140,940	146,745	149,751
	<u><u>\$ 283,920</u></u>	<u><u>321,422</u></u>	<u><u>336,505</u></u>

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

The amounts recognized in profit or loss were as follows:

	<b>For the three months ended June 30</b>	<b>For the six months ended June 30</b>		
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Interests on lease liabilities	<u><u>\$ 3,492</u></u>	<u><u>1,840</u></u>	<u><u>6,682</u></u>	<u><u>4,600</u></u>
Expenses relating to leases of low-value assets, excluding short-term leases of low-value assets	<u><u>\$ 10,212</u></u>	<u><u>17,668</u></u>	<u><u>24,493</u></u>	<u><u>29,311</u></u>

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

	<b>For the six months ended June 30</b>	
	<b>2025</b>	<b>2024</b>
Total cash outflow for leases	<b>\$ <u>140,762</u></b>	<b><u>93,546</u></b>

(i) 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.

(ii) 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 which were deemed as low-value assets and has elected not to recognize right-of-use assets and lease liabilities for such leases.

(l) Employee benefits

(i) Defined benefit plans

Since there were no significant market fluctuations, curtailments, reimbursement and settlement, or other material one-time events since prior fiscal year, the pension cost for the interim periods was measured according to the actuarial report as of December 31, 2024 and 2023.

The expenses recognized in profit or loss for the Group were as follows:

	<b>For the three months ended June 30</b>		<b>For the six months ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Operating expenses	<b>\$ <u>789</u></b>	<b><u>749</u></b>	<b><u>1,579</u></b>	<b><u>1,604</u></b>

(ii) Defined contribution plans

For the three months and six months ended June 30, 2025 and 2024, the pension costs under the defined contribution plans were \$10,564 thousand, \$9,852 thousand, \$22,306 thousand and \$21,465 thousand, respectively.

(m) Income tax

(i) Income tax expenses

Income tax expense in the interim consolidated report was measured and disclosed in accordance with the estimated average annual effective income tax rate applied to the profit before tax.

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The components of income tax expense were as follows:

	<b>For the three months ended June 30</b>		<b>For the six months ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Current income tax expense				
Current period	\$ 52,843	49,281	91,986	93,066
Additional tax on undistributed earnings	6,529	3,782	6,529	3,782
Adjustment for prior periods	<u>961</u>	<u>(10,142)</u>	<u>961</u>	<u>(10,142)</u>
Income tax expenses from continuing operations	<u><u>\$ 60,333</u></u>	<u><u>42,921</u></u>	<u><u>99,476</u></u>	<u><u>86,706</u></u>

(ii) Examination and approval

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

(iii) 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 .

The Group is subject to the global minimum top-up tax under Pillar Two tax legislation. However, there was no additional income tax impact to the Group for the six months ended June 30, 2025.

(n) Capital and other equity

Except as explained in the following paragraphs, there were no significant changes in capital and other equity during the six months ended June 30, 2025 and 2024. Please refer to note 6(m) of the consolidated financial statements for the year ended December 31, 2024, for related information.

(i) Retained earnings

The amount of cash dividends to be distributed from the earnings for 2024 and 2023 was approved in the meeting of the Board of Directors on March 12, 2025 and March 22, 2024, respectively, and the amount of other items from the earnings for 2024 and 2023 was approved in the shareholders' meeting on June 5, 2025 and June 6, 2024, respectively. These earnings were appropriated as follows:

	<b>2024</b>		<b>2023</b>	
	<b>Amount per share (NTD)</b>	<b>Total Amount</b>	<b>Amount per share (NTD)</b>	<b>Total Amount</b>
Dividends distributed to ordinary stockholders:				
Cash	\$ 5.20	<u><u>731,869</u></u>	6.00	<u><u>844,464</u></u>

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

(ii) 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. The Company had purchased 2,000,000 shares from January 18, 2024 to February 2, 2024, and total cost amounted to \$172,472 thousand.

The movement in treasury stocks was as follows:

	Unit: thousand shares	
	<b>2025</b>	<b>2024</b>
Balance at January 1	2,140	140
Purchase of treasury stock	-	2,000
Balance at June 30	<u><b>2,140</b></u>	<u><b>2,140</b></u>

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 held by the Company from January 1 to June 30, 2025 has complied with the foregoing regulations. Furthermore, treasury shares cannot be pledged for debts, and treasury shares do not carry any shareholders' rights until they are transferred.

(iii) Other equities (net of income tax)

	<b>Foreign exchange differences arising from foreign operations</b>	
	<b>2025</b>	<b>2024</b>
Balance at January 1	\$ 789,636	209,907
Foreign exchange differences arising from foreign operations	(989,260)	639,079
Balance at June 30	<u><b>\$ (199,624)</b></u>	<u><b>848,986</b></u>

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(o) Earnings per share

The calculation of the Company's basic earnings per share and diluted earnings per share for the six months ended June 30, 2025 and 2024, was as follows:

(i) Basic earnings per share

	For the three months ended June 30		For the six months ended June 30	
	2025	2024	2025	2024
Net income attributable to ordinary shareholders of the Company	\$ <u>369,888</u>	<u>296,596</u>	<u>599,876</u>	<u>520,148</u>
Weighted-average number of ordinary shares	<u>140,744</u>	<u>140,744</u>	<u>140,744</u>	<u>140,924</u>
Basic earnings per share (in NT dollars)	\$ <u>2.63</u>	<u>2.11</u>	<u>4.26</u>	<u>3.69</u>

Share unit: thousand shares

(ii) Diluted earnings per share

	For the three months ended June 30		For the six months ended June 30	
	2025	2024	2025	2024
Net income attributable to ordinary shareholders of the Company	\$ <u>369,888</u>	<u>296,596</u>	<u>599,876</u>	<u>520,148</u>
Weighted-average number of ordinary shares (basic)	140,744	140,744	140,744	140,924
Impact of dilutive potential common shares				
Effect of employee stock bonus	<u>521</u>	<u>361</u>	<u>788</u>	<u>631</u>
Weighted-average number of ordinary shares (diluted)	<u>141,265</u>	<u>141,105</u>	<u>141,532</u>	<u>141,555</u>
Diluted earnings per share (in NT dollars)	\$ <u>2.62</u>	<u>2.10</u>	<u>4.24</u>	<u>3.67</u>

(p) Revenue from contracts with customers

(i) Disaggregation of revenue

	For the three months ended June 30, 2025			
	Asia	Americas	Europe	Total
Major products / services lines:				
Air freight forwarding	\$ 4,218,180	604,288	72,797	4,895,265
Ocean freight forwarding	1,731,442	472,543	11,983	2,215,968
Others	<u>136,965</u>	<u>163,388</u>	<u>27,768</u>	<u>328,121</u>
	\$ <u>6,086,587</u>	<u>1,240,219</u>	<u>112,548</u>	<u>7,439,354</u>

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

<b>For the three months ended June 30, 2024</b>				
	<b>Asia</b>	<b>Americas</b>	<b>Europe</b>	<b>Total</b>
Major products / services lines:				
Air freight forwarding	\$ 3,347,305	461,474	28,873	3,837,652
Ocean freight forwarding	1,672,130	592,481	64,684	2,329,295
Others	431,520	83,398	34,931	549,849
	<b>\$ 5,450,955</b>	<b>1,137,353</b>	<b>128,488</b>	<b>6,716,796</b>
<b>For the six months ended June 30, 2025</b>				
	<b>Asia</b>	<b>Americas</b>	<b>Europe</b>	<b>Total</b>
Major products / services lines:				
Air freight forwarding	\$ 8,172,530	1,186,164	104,958	9,463,652
Ocean freight forwarding	3,267,835	1,133,144	99,558	4,500,537
Others	412,611	225,039	28,528	666,178
	<b>\$ 11,852,976</b>	<b>2,544,347</b>	<b>233,044</b>	<b>14,630,367</b>
<b>For the six months ended June 30, 2024</b>				
	<b>Asia</b>	<b>Americas</b>	<b>Europe</b>	<b>Total</b>
Major products / services lines:				
Air freight forwarding	\$ 6,032,005	946,589	82,434	7,061,028
Ocean freight forwarding	3,072,010	1,055,143	127,388	4,254,541
Others	789,794	169,269	73,732	1,032,795
	<b>\$ 9,893,809</b>	<b>2,171,001</b>	<b>283,554</b>	<b>12,348,364</b>

(ii) Contract balance

	<b>June 30, 2025</b>	<b>December 31, 2024</b>	<b>June 30, 2024</b>
Notes receivable	\$ 1,970	2,321	6,032
Accounts receivable (including related parties)	3,105,889	3,484,535	3,234,033
Overdue receivables	6,348	6,777	6,749
Less: Loss allowance—accounts receivable	159,473	145,706	87,710
Loss allowance—overdue receivables	6,348	6,777	6,749
Total	<b>\$ 2,948,386</b>	<b>3,341,150</b>	<b>3,152,355</b>

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

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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

On June 5, 2025, the Company resolved at the shareholders' meeting to amend its Articles of Incorporation. According to the amended Company Article of Incorporation, if the Company incurs profit for the year, the profit shall first be used to offset against any accumulated deficits. Thereafter, a maximum of 5% (in cash) of the remaining net profit shall be allocated as remunerations to directors and supervisors, and not less than 5% (in shares or in cash) as employee remuneration, including a minimum of 0.3% to those base-level employees. The distribution shall also include those employees of the Company's subsidiaries who meet certain requirements.

Prior to the amendment, the Articles of Incorporation stipulated that, if the Company incurs profit for the year, the profit shall first be used to offset against any accumulated deficits. Thereafter, a maximum of 5% (in cash) of the remaining net profit shall be allocated as remunerations to directors and supervisors, and a minimum of 5% (in shares or in cash) as employee remuneration, including those employees of the Company's subsidiaries who meet certain requirements.

For the three months and six months ended June 30, 2025 and 2024, the Company recognized its employees' compensation of \$23,775 thousand, \$18,685 thousand, \$38,264 thousand and \$32,769 thousand, respectively, and directors' remuneration of \$6,640 thousand, \$5,339 thousand, \$10,687 thousand and \$9,363 thousand, respectively. The employees' compensation, and directors' remuneration were recognized as operating expenses on a specific percentage of the net income. These amounts are calculated by using the Company's net income before tax (excluding the employees' compensation, and directors' remuneration), multiplied by the percentage specified in the Company's article for each period. If there are any subsequent adjustments to the actual remuneration amounts, the adjustment will be regarded as changes in accounting estimates and will be reflected in profit or loss in the following year. Shares distributed to employees as employees' remuneration are calculated based on the closing price of the Company's shares on the day before the approval by the Board of Directors.

In its financial statements for the years ended December 31, 2024 and 2023, the Company accrued employees' compensation amounting to \$56,887 thousand and \$60,984 thousand, respectively, and directors' remuneration amounting to \$14,866 thousand and \$15,942 thousand, respectively, which was identical to the actual distribution. The information mentioned above can be accessed on the Market Observation Post System.

(r) Non-operating income and expenses

(i) Interest income

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

	<b>For the three months ended June 30</b>		<b>For the six months ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Interest income from bank deposits	<u>\$ 19,537</u>	<u>20,761</u>	<u>37,467</u>	<u>42,919</u>

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Other income

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

	<b>For the three months ended June 30</b>		<b>For the six months ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Dividend income	\$ -	31	-	31
Government grants	514	695	2,173	2,717
Others	8,338	5,431	8,725	7,668
Total other income	<u>\$ 8,852</u>	<u>6,157</u>	<u>10,898</u>	<u>10,416</u>

(iii) Other gains and losses

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

	<b>For the three months ended June 30</b>		<b>For the six months ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Gains on disposal of property, plant and equipment, net	\$ 88	795	87	844
Gains (losses) on lease modifications	(2,171)	6	(2,773)	6
Gains (losses) on foreign exchange, net	(32,583)	11,540	(31,144)	49,570
Other losses	(1,031)	(503)	(1,151)	(597)
Other gains and losses, net	<u>\$ (35,697)</u>	<u>11,838</u>	<u>(34,981)</u>	<u>49,823</u>

(iv) Finance costs

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

	<b>For the three months ended June 30</b>		<b>For the six months ended June 30</b>	
	<b>2025</b>	<b>2024</b>	<b>2025</b>	<b>2024</b>
Interest expense				
Bank loan	\$ 881	797	1,693	1,448
Lease liabilities	3,492	1,840	6,682	4,600
Net finance cost	<u>\$ 4,373</u>	<u>2,637</u>	<u>8,375</u>	<u>6,048</u>

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(s) Financial instruments

(i) 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.

(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
<b>June 30, 2025</b>						
Non-derivative financial liabilities						
Short-term borrowings	\$ 175,000	175,764	175,764	-	-	-
Notes payable	29,206	29,206	29,206	-	-	-
Accounts payable (including related parties)	2,311,309	2,311,309	2,311,309	-	-	-
Dividends payable	40,712	40,712	40,712	-	-	-
Other payables	180,130	180,130	180,130	-	-	-
Lease liabilities	283,920	291,870	146,984	86,090	58,449	347
	<u>\$ 3,020,277</u>	<u>3,028,991</u>	<u>2,884,105</u>	<u>86,090</u>	<u>58,449</u>	<u>347</u>
<b>December 31, 2024</b>						
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
	<u>\$ 2,863,166</u>	<u>2,872,321</u>	<u>2,721,467</u>	<u>96,461</u>	<u>54,065</u>	<u>328</u>
<b>June 30, 2024</b>						
Non-derivative financial liabilities						
Short-term borrowings	\$ 180,000	180,162	180,162	-	-	-
Notes payable	24,933	24,933	24,933	-	-	-
Accounts payable (including related parties)	1,630,906	1,630,906	1,630,906	-	-	-
Dividends payable	46,246	46,246	46,246	-	-	-
Other payables	157,640	157,640	157,640	-	-	-
Lease liabilities	336,505	345,927	191,984	97,260	55,413	1,270
	<u>\$ 2,376,230</u>	<u>2,385,814</u>	<u>2,231,871</u>	<u>97,260</u>	<u>55,413</u>	<u>1,270</u>

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

(Continued)

**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iii) Market risk

1) Currency risk

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

	<u>Foreign currency</u>	<u>Exchange rate</u>	<u>NTD</u>
<b>June 30, 2025</b>			
Financial assets:			
Monetary items:			
USD	\$ 11,881	29.902	355,260
HKD	4,611	3.809	17,565
EUR	7,211	35.039	252,659
CNY	25,462	4.169	106,148
Financial liabilities:			
Monetary items:			
USD	\$ 13,462	29.902	402,538
<b>December 31, 2024</b>			
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
<b>June 30, 2024</b>			
Financial assets:			
Monetary items:			
USD	\$ 17,151	32.438	556,337
HKD	5,678	4.154	23,588
EUR	508	34.751	17,648
CNY	21,603	4.464	96,429
Financial liabilities:			
Monetary items:			
USD	\$ 12,371	32.438	401,298

(Continued)

## DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

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 as of June 30, 2025 and 2024, would have increased or decreased the net income before tax by \$9,873 thousand and \$8,781 thousand, respectively. The analysis is performed on the same basis for both periods.

Since the Group has many kinds of functional currency, the information on foreign exchange gain (loss) on monetary items is disclosed by total amount. For the three months and six months ended June 30, 2025 and 2024, foreign exchange gain (including realized and unrealized portions) amounted to \$(32,583) thousand, \$11,540 thousand, \$(31,144) thousand and \$49,570 thousand, respectively.

#### 2) Interest rate analysis

Please refer to the notes on liquidity risk management for the 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 liabilities with variable interest rates, the analysis is based on the assumption that the amount of liabilities outstanding at the reporting date was outstanding throughout the year. The rate of change is expressed as the interest rate increases or decreases by 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 by \$875 thousand and \$900 thousand, respectively, for the six months ended June 30, 2025 and 2024, with all other variable factors remaining constant. This was mainly due to the Group's borrowing at variable rates.

#### (iv) Other market price risk

For the six months ended June 30, 2025 and 2024, 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:

	For the six months ended June 30			
	2025		2024	
Prices of securities at the reporting date	Other comprehensive income after tax	Net income	Other comprehensive income after tax	Net income
Increasing 1%	\$ 4	239	4	-
Decreasing 1%	\$ (4)	(239)	(4)	-

(Continued)



**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(v) 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 valued reasonably close to their fair values. No additional fair value disclosure is required in accordance to the regulations.

		June 30, 2025			
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through profit or loss					
Mandatorily measured at fair value through profit or loss	\$ 29,902	-	-	29,902	29,902
Financial assets at fair value through other comprehensive income					
Unlisted stocks (domestic and overseas)	450	-	-	450	450
Total	<u>\$ 30,352</u>	<u>-</u>	<u>-</u>	<u>30,352</u>	<u>30,352</u>
December 31, 2024					
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
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	<u>\$ 33,240</u>	<u>-</u>	<u>-</u>	<u>33,240</u>	<u>33,240</u>
June 30, 2024					
	Carrying amount	Fair value			Total
		Level 1	Level 2	Level 3	
Financial assets at fair value through other comprehensive income					
Unlisted stocks (domestic and overseas)	\$ 451	-	-	451	451

(Continued)

**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

- 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 instruments 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.

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

4) Reconciliation of Level 3 fair values

	<b>At fair value through profit or loss</b>	<b>Fair value through other comprehensive income</b>	
	<b>Non-derivative mandatorily measured at fair value through profit or loss</b>	<b>Unquoted equity instruments</b>	<b>Total</b>
Balance at January 1, 2025	\$ 32,788	452	33,240
Effect of changes in exchange rates	(2,886)	(2)	(2,888)
Balance at June 30, 2025	<u>\$ 29,902</u>	<u>450</u>	<u>30,352</u>
Balance at January 1, 2024	\$ -	449	449
Effect of changes in exchange rates	-	2	2
Balance at June 30, 2024	<u>\$ -</u>	<u>451</u>	<u>451</u>

(t) Financial risk management

The disclosures of objectives and policies of the Group's financial risk management are the same as those in the note 6(u) to the consolidated financial statements for the year ended December 31, 2024.

(u) Capital management

The disclosures of objectives, policies and procedures of the Group's capital management are the same as those of the consolidated financial statements for the year ended December 31, 2024. For related information, please refer to note 6(v) of the consolidated financial statements for the year ended December 31, 2024.

(v) Financing activities not affecting current cash flow

The Group's reconciliation of liabilities arising from financing activities for the six months ended June 30, 2025 and 2024 were as follows:

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

Reconciliation of liabilities arising from financing activities were as follows:

	<b>January 1, 2025</b>	<b>Cash flows</b>	<b>Non-cash changes Effect of changes in exchange rates</b>	<b>Additions</b>	<b>Decreases</b>	<b>June 30, 2025</b>
Short term borrowings	\$ 180,000	(5,000)	-	-	-	175,000
Lease liabilities	321,422	(109,587)	(19,955)	106,517	(14,477)	283,920
Total liabilities from financing activities	<u>\$ 501,422</u>	<u>(114,587)</u>	<u>(19,955)</u>	<u>106,517</u>	<u>(14,477)</u>	<u>458,920</u>

(Continued)

**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

	January 1, 2024	Cash flows	Non-cash changes			June 30, 2024
			Effect of changes in exchange rates	Additions	Decreases	
Short term borrowings	\$ 180,000	-	-	-	-	180,000
Lease liabilities	300,345	(59,635)	(48,633)	146,299	(1,871)	336,505
Total liabilities from financing activities	\$ 480,345	(59,635)	(48,633)	146,299	(1,871)	516,505

**(7) Related-party transactions**

(a) Parent company and ultimate controlling party

The Company is the ultimate controlling party of the Group.

(b) Names and relationship with related parties

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

<u>Name of related party</u>	<u>Relationship with the Group</u>
ITG Air & Sea GmbH	An associate
Yuhang Int'l Logistics (Dalian) Co. Ltd.	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:

	For the three months ended June 30		For the six months ended June 30	
	2025	2024	2025	2024
Associates	<u>\$ 144,613</u>	<u>83,022</u>	<u>224,131</u>	<u>140,619</u>

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 operating revenue)

	For the three months ended June 30		For the six months ended June 30	
	2025	2024	2025	2024
Associates	<u>\$ 33,683</u>	<u>22,479</u>	<u>55,759</u>	<u>43,819</u>

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

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

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:

<u>Account</u>	<u>Type of related parties</u>	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Accounts receivable (including related parties)	Associates	\$ <u>12,972</u>	<u>6,251</u>	<u>2,313</u>

As of June 30, 2025, December 31 and June 30, 2024, 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:

<u>Account</u>	<u>Type of related parties</u>	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Accounts payable (including related parties)	Associates	\$ <u>8,355</u>	<u>3,518</u>	<u>3,612</u>

(d) Key management personnel compensation

Key management personnel compensation comprised:

	<u>For the three months ended June 30</u>		<u>For the six months ended June 30</u>	
	<u>2025</u>	<u>2024</u>	<u>2025</u>	<u>2024</u>
Short-term employee benefits	\$ 10,157	14,002	30,708	25,854
Post-employment benefits	192	189	384	429
	<u>\$ 10,349</u>	<u>14,191</u>	<u>31,092</u>	<u>26,283</u>

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(8) Assets pledged as security**

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

<u>Assets pledged as security</u>	<u>Liabilities secured by pledged</u>	<u>June 30, 2025</u>	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Restricted certificates of deposit (recorded under financial assets at amortised cost — current)	Guarantee for the Group's logistics operations	\$ 1,261	1,359	-
Restricted demand deposit (recorded under financial assets at amortised cost — current)	Guarantee for litigation	4,851	-	-
Restricted certificates of deposit (recorded under other current assets)	Guarantee for the Group's logistics operations	-	-	6,394
Restricted certificates of deposit (recorded under other non-current assets)	Guarantee for customs duty account	3,000	3,000	3,000
Restricted certificates of deposit (recorded under other non-current assets)	Guarantee for the Group's logistics operations	660	660	660
		<u>\$ 9,772</u>	<u>5,019</u>	<u>10,054</u>

**(9) Commitments and contingencies**

- (a) The Group provided certificates of deposit, land, and buildings as collateral to the banks for the performance of freight forwarding contracts. As of June 30, 2025, December 31 and June 30, 2024, the guarantees from the banks were \$4,921 thousand, \$5,019 thousand and \$10,054 thousand, respectively, and the used amounts were \$0 thousand, respectively.
- (b) As of June 30, 2025, December 31 and June 30, 2024, the Group had outstanding guaranteed notes deposited totaling \$69,885 thousand, \$72,446 thousand and \$74,481 thousand, respectively. As of June 30, 2025, December 31 and June 30, 2024, the guarantees recorded for customs duty were \$5,862 thousand, \$5,916 thousand and \$5,785 thousand, respectively.

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

- (c) The Group was defending a lawsuit filed by a job applicant due to a 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 appointed a lawyer for appeal.
- (d) In 2023, the Group was involved in a cargo damage incident caused by a slip of the cargo from the trailer after arriving at the port while transporting goods on behalf of a customer, who claimed compensation of CNY8,625 thousand from the Group. Legal counsel has been engaged to handle the matter, and the final outcome is yet to be determined.

**(10) Losses Due to Major Disasters: None**

**(11) Subsequent Events: None**

**(12) Other**

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

By function By nature	Three months ended June 30, 2025			Three months ended June 30, 2024		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefits						
Salary	11,095	417,081	428,176	14,770	459,887	474,657
Labor and health insurance	177	56,970	57,147	490	61,991	62,481
Pension	316	11,037	11,353	584	10,017	10,601
Others	212	25,305	25,517	670	28,265	28,935
Depreciation	392	65,842	66,234	597	67,107	67,704
Amortization	-	926	926	-	930	930

By function By nature	Six months ended June 30, 2025			Six months ended June 30, 2024		
	Operating costs	Operating expenses	Total	Operating costs	Operating expenses	Total
Employee benefits						
Salary	22,533	857,926	880,459	34,018	908,974	942,992
Labor and health insurance	363	118,583	118,946	971	122,725	123,696
Pension	635	23,250	23,885	1,012	22,057	23,069
Others	426	55,088	55,514	1,165	63,108	64,273
Depreciation	809	129,676	130,485	1,172	137,536	138,708
Amortization	-	1,932	1,932	-	1,710	1,710

- (b) Seasonality or cyclically of interim operations

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

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DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES  
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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 six months ended June 30, 2025:

(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	26,067	26,067	26,067	-	(2)	-	Operating capital	-		-	3,281,819	3,281,819
2	FSC	The Company	Accounts receivable from related parties	Yes	119,550	119,550	119,550	-	(2)	-	Operating capital	-		-	1,333,065	1,333,065

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 100% of the lender company's stockholders' equity, and the maximum financing provided to an individual counterparty cannot exceed 100% of the lender company's stockholders' equity.

Note 3: The amounts were eliminated in the consolidated interim 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	16,396	13,904	13,904	-	0.27 %	571,536	Y	N	N
0	The Company	DIMIN & DIMTH	2	285,768	83	72	72	-	- %	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 June 30, 2025 (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				Note
				Number of shares	Carrying amount	Percentage of ownership	Fair value	
The Company	Global Sky Express Taiwan Ltd.	—	Financial assets at fair value through other comprehensive income — non-current	10,000	100	1.00 %	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	
DIMSG	Burwill Holdings Ltd.	—	Financial assets at fair value through other comprehensive income — non-current	22,000	20	-	20	
DIMSG	Stamford Land	—	Financial assets at fair value through other comprehensive income — non-current	5,000	40	-	40	
DMCHK	AMBERCYCLE SINGAPORE PTE.LTD- Preferred stock	—	Financial assets at fair value through profit or loss — non-current	100,000	29,902	-	29,902	



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(iv) 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)	
DIMCN	DIMTW	Sub-Subsidiary	Freight revenue	(174,949)	9.20 %	Note 1	-		43,449	8 %	
DIMTW	DIMCN	Sub-Subsidiary	Freight expense	174,949	21.54 %	Note 1	-		(43,449)	13 %	
ZJDCN	DIMTW	Sub-Subsidiary	Freight expense	140,457	4.75 %	Note 1	-		(43,946)	8 %	
DIMTW	ZJDCN	Sub-Subsidiary	Freight revenue	(140,457)	15.68 %	Note 1	-		43,946	9 %	
DIMKR	DIMUS	Subsidiary and Sub-Subsidiary	Freight revenue	(244,193)	47.53 %	Note 1	-		54,246	48 %	
DIMUS	DIMKR	Subsidiary and Sub-Subsidiary	Freight expense	244,193	13.07 %	Note 1	-		(54,246)	12 %	
DIMCN	DIMUS	Subsidiary and Sub-Subsidiary	Freight revenue	(147,524)	7.76 %	Note 1	-		29,127	5 %	
DIMUS	DIMCN	Subsidiary and Sub-Subsidiary	Freight expense	147,524	7.90 %	Note 1	-		(29,127)	6 %	
ZJDCN	DIMCN	Subsidiary and Sub-Subsidiary	Freight revenue	(531,680)	16.81 %	Note 1	-		87,762	11 %	
DIMCN	ZJDCN	Subsidiary and Sub-Subsidiary	Freight expense	531,680	31.70 %	Note 1	-		(87,762)	26 %	

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

(v) 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 3)	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	167,393 (Note 1)	-	-	-	-	-
FSC	DIL	Both parties are subsidiaries of the Company	216,717 (Note 2)	-	-	-	-	-

Note 1: Loan from the subsidiary of \$119,550 thousand and other receivables of \$47,843 thousand.

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

Note 3: The amount was eliminated in the consolidated financial statements.

(vi) 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	115,915	Negotiated	0.79 %
0	The Company	GSCHK	1	Long-term received in advance — related parties	1,165,717	Negotiated	13.11 %
0	The Company	GSCHK	1	Received in Advance — related parties	104,896	Negotiated	1.18 %
0	The Company	FSCHK	1	Long-term received in advance — related parties	4,259,970	Negotiated	47.91 %
0	The Company	ZJDCN	1	Sales revenue	140,457	Negotiated	0.96 %
1	FSC	The Company	2	Accounts receivable — related parties	167,393	Negotiated	1.88 %
1	FSC	The Company	2	Prepayments — related parties	665,411	Negotiated	7.48 %
1	FSC	DIL	3	Accounts receivable — related parties	216,717	Negotiated	2.44 %
2	DIMCN	The Company	2	Sales revenue	174,949	Negotiated	1.20 %
2	DIMCN	DIMUS	3	Sales revenue	147,524	Negotiated	1.01 %
3	DIMKR	DIMUS	3	Sales revenue	244,193	Negotiated	1.67 %
4	ZJDCN	DIMCN	3	Sales revenue	531,680	Negotiated	3.63 %

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.

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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 six months ended June 30, 2025 (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			Net income (losses) of investee	Investment income (losses) (Note 2)	Notes
				June 30, 2025	December 31, 2024	Shares	Ratio of shares	Carrying amount (Note 2)			
The Company	DFSTW	Taiwan	Ocean freight forwarding	15,444	15,444	1,200,000	99 %	775,847	17,419	17,419	Note 2 (2)
The Company	HOLDING	Bermuda	Holding company	164,845	164,845	3,089,000	100 %	3,281,819	181,422	181,422	Note 2 (1)
The Company	DIMSG	Singapore	Global air and ocean freight forwarder and logistics & warehousing	132,266	132,266	5,400,000	100 %	504,627	21,249	21,249	Note 2 (2)
The Company	DIL	British Virgin Is.	Holding company	472,313	472,313	(Note 1)	100 %	5,247,766	269,160	269,160	Note 2 (1)
The Company	FSC	British Virgin Is.	Settlement center	315	315	10,000	20 %	266,613	2,184	437	Note 2 (1)
The Company	FSCHK	Hong Kong	Settlement center	236	236	7,500	15 %	721,624	5,880	882	Note 2 (1)
The Company	ITG Air & Sea GmbH	Germany	Global air and ocean freight forwarder	183,547	183,547	6,275,000	25 %	217,953	8,231	2,058	Note 2 (2)
The Company	DILTW	Taiwan	Logistics & warehousing	21,120	21,120	2,400,000	80 %	34,931	7,717	6,174	Note 2 (2)
The Company	DFSSG	Singapore	Logistics & warehousing	13,482	13,482	600,000	100 %	47,308	2,590	2,590	Note 2 (2)
The Company	DILHK	Hong Kong	Logistics & warehousing	-	-	-	100 %	42,555	2,653	2,653	Note 2 (2)
The Company	DILSG	Singapore	Logistics & warehousing	8,956	8,956	-	100 %	1,459	(2,395)	(2,395)	Note 2 (2)
The Company	DIMMY	Malaysia	Global air and ocean freight forwarder	65,516	65,516	250,000	100 %	219,287	18,160	18,160	Note 2 (2)
The Company	DTLHK	Hong Kong	Trucking service	41,076	41,076	98,550	100 %	55,667	1,427	1,427	Note 2 (2)
DFSTW	FSCHK	Hong Kong	Settlement center	235	235	7,500	15 %	658,036	5,880	882	Note 2 (1)
DFSTW	DILTW	Taiwan	Logistics & warehousing	5,280	5,280	600,000	20 %	8,733	7,717	1,543	Note 2 (2)
DIL	DIMUS	U.S.A.	Global air and ocean freight forwarder	238,686	238,686	4,961,000	100 %	1,189,002	78,326	78,326	Note 2 (1)
DIL	DIMGB	U.K	Global air and ocean freight forwarder	12,589	12,589	300,000	37 %	(24,592)	2,830	1,061	Note 2 (2)
DIL	GMS	Hong Kong	Logistics & warehousing	-	-	-	100 %	4,083,356	189,773	189,773	Note 2 (1)
DMCHK	DIMHK	Hong Kong	Global air and ocean freight forwarder and logistics & warehousing	427,348	427,348	300,000	99 %	3,354,600	35,466	35,462	Note 2 (1)
DMCHK	DFSHK	Hong Kong	Ocean freight forwarding	25,393	25,393	71,000	99 %	2,003,184	31,460	31,457	Note 2 (2)
GMS	DIMPH	Philippines	Global air and ocean freight forwarder	38,399	38,399	180,000	60 %	4,182,661	317,154	190,292	Note 2 (1)
DIMUS	DCBUS	U.S.A.	Brokerage service	13,532	13,532	1,000	100 %	56,632	4,097	4,097	Note 2 (2)
DIMUS	B.C. Logistic, LLC	U.S.A.	Trucking service	54,103	54,103	-	85 %	16,017	(1,306)	(1,110)	Note 2 (2)
DIMHK	FSC	British Virgin Is.	Settlement center	954	954	30,000	60 %	799,839	2,184	1,310	Note 2 (1)
DIMHK	DIMVN	Vietnam	Trucking service	2,090	2,090	-	75 %	42,654	11,621	8,716	Note 2 (2)
DIMHK	FSCHK	Hong Kong	Settlement center	550	550	17,500	35 %	1,534,956	5,880	2,058	Note 2 (1)
DMCHK	GSCHK	Hong Kong	Settlement center	-	-	-	100 %	1,485,188	251,045	251,045	Note 2 (1)
DIMSG	FSC	British Virgin Is.	Settlement center	318	318	10,000	20 %	266,613	2,184	437	Note 2 (1)
DIMSG	DIMIN	India	Trucking service	17,595	17,595	960,000	100 %	36,293	1,252	1,252	Note 2 (2)
HOLDING	DIMTH	Thailand	Global air and ocean freight forwarder	7,642	7,642	735,000	49 %	71,401	24,353	11,931	Note 2 (2)

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DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES  
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Name of the investor	Name of investee	Location	Main businesses	Initial investment (Amount)		Ending balance			Net income (losses) of investee	Investment income (losses) (Note 2)	Notes
				June 30, 2025	December 31, 2024	Shares	Ratio of shares	Carrying amount (Note 2)			
HOLDING	DIMPH	Philippines	Global air and ocean freight forwarder	4,026	4,026	120,000	40 %	2,787,318	317,154	126,862	Note 2 (1)
HOLDING	DIMAU	Australia	Global air and ocean freight forwarder	16,460	16,460	60,000	100 %	(24,865)	2,649	2,649	Note 2 (2)
HOLDING	DIMKR	Korea	Global air and ocean freight forwarder	19,386	19,386	120,000	100 %	155,214	19,581	19,581	Note 2 (2)
HOLDING	DIMCA	Canada	Air freight forwarder	15,646	15,646	-	100 %	226,066	11,025	11,025	Note 2 (2)
HOLDING	DIMNL	Netherlands	Global air and ocean freight forwarder	11,644	11,644	1,000	100 %	63,229	9,487	9,487	Note 2 (2)
HOLDING	DSLUS	U.S.A.	Logistics & warehousing	15,840	15,840	50,000	100 %	22,667	(1,332)	(1,332)	Note 2 (2)
DIMPH	Peerless Express Forwarders Corp.	Philippines	Trucking service	954	954	1,600,000	40 %	1,943	513	205	Note 2 (2)
DIMPH	DFSPH	Philippines	Trucking service	5,231	5,231	96,700	91 %	12,654	502	455	Note 2 (2)
DIMPH	DMCHK	Hong Kong	Settlement center	5,382,655	5,382,655	-	100 %	6,842,972	317,971	317,971	Note 2 (1)
DFSSG	DFSPH	Philippines	Trucking service	541	541	10,000	9 %	1,252	502	47	Note 2 (2)
DFSHK	FSCHK	Hong Kong	Settlement center	566	566	17,500	35 %	1,534,956	5,880	2,058	Note 2 (1)
FSCHK	DIMGB	U.K	Global air and ocean freight forwarder	20,126	20,126	500,000	63 %	(22,504)	2,830	1,769	Note 2 (2)
DIMIN	DSRIN	India	Logistics & warehousing	3,116	3,116	799,000	94 %	3,402	684	643	Note 2 (2)

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

Note 2: The recognition basis of financial statement of the investment column ws as follows:

(1) The financial statements were reviewed by auditors.

(2) The financial statements have not been reviewed by auditors.

Note 3: 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)		Ending remittance balance- accumulative investment (amount) from Taiwan	Net income (losses) of investee	Direct / indirect shareholdings or investments (%) in the Company	Current investment income and losses (Notes 2 and 3)	Carrying amount (Notes 2 and 3)	Accumulated remittance of earnings in current period
					Invested amount	Returned amount						
ZJDCN	Global air and ocean freight forwarder	54,928	(2)	26,972 (USD902) (Note 4)	-	-	26,972 (USD902) (Note 4)	(31,635)	75 %	(23,726) (Note 3(1))	131,605 (Note 3(1))	-
DILSHA	Logistics & warehousing	5,970	(2)	5,980 (USD200) (Note 4)	-	-	5,980 (USD200) (Note 4)	580	99 %	580 (Note 3(2))	(52,611) (Note 3(2))	-
DIMCN	Global air and ocean freight forwarder	163,377	(2)	-	-	-	-	36,734	100 %	36,734 (Note 3(1))	477,722 (Note 3(1))	-
DILSZX	Logistics & warehousing	10,958	(2)	-	-	-	-	-	100 %	- (Note 3(2))	(18,434) (Note 3(2))	-
DFSCN	Global air and ocean freight forwarder	59,777	(2)	-	-	-	-	25,425	100 %	25,425 (Note 3(1))	390,771 (Note 3(1))	-
Diversified Transportation (China) Co., Ltd. (DTLCN)	Trucking service	29,802	(2)	-	-	-	-	210	100 %	210 (Note 3(2))	21,415 (Note 3(2))	-
Yuhang Int'l Logistics (Dalian) Co. Ltd.	Global air and ocean freight forwarder	38,666	(2)	-	-	-	-	10,660	25 %	2,666 (Note 3(2))	31,393 (Note 3(2))	-
Diversified (Shanghai) International Logistics Service Company Ltd (DILWGQ)	Global air and ocean freight forwarder	13,684	(2)	-	-	-	-	(663)	100 %	(663) (Note 3(2))	8,966 (Note 3(2))	-
Diversified (Shenzhen) International Logistics Service Company Ltd (DILYTN)	Global air and ocean freight forwarder	1,293	(2)	-	-	-	-	(16)	100 %	(16) (Note 3(2))	(1,542) (Note 3(2))	-

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: The recognition basis of financial statement of the investment column ws as follows:

(1) The financial statements were reviewed by an international accounting firm in cooperation with the ROC accounting firm.

(2) The financial statements have not been reviewed by auditors.

Note 4: The exchange rate as of June 30, 2025: USD1=NTD29.902.

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**Notes to the Consolidated Financial Statements**

(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	32,952 (USD1,102)	71,765 (USD2,400)	3,142,186

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

Note 2: The exchange rate of June 30, 2025: USD:NT\$=1:29.902.

(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”.

**(14) Segment information**

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

	Asia	American	Europe	Adjustments and eliminations	Total
<b>Three months ended June 30, 2025</b>					
Revenue:					
From external customers	\$ 6,086,587	1,240,219	112,548	-	7,439,354
From companies within the Group	209,654	-	-	(209,654)	-
<b>Total revenue</b>	<b>\$ 6,296,241</b>	<b>1,240,219</b>	<b>112,548</b>	<b>(209,654)</b>	<b>7,439,354</b>
<b>Segment income</b>	<b>\$ 391,108</b>	<b>76,180</b>	<b>9,794</b>	<b>-</b>	<b>477,082</b>
<b>Three months ended June 30, 2024</b>					
Revenue:					
From external customers	\$ 5,450,955	1,137,353	128,488	-	6,716,796
From companies within the Group	141,408	-	-	(141,408)	-
<b>Total revenue</b>	<b>\$ 5,592,363</b>	<b>1,137,353</b>	<b>128,488</b>	<b>(141,408)</b>	<b>6,716,796</b>
<b>Segment income</b>	<b>\$ 302,321</b>	<b>33,185</b>	<b>2,236</b>	<b>-</b>	<b>337,742</b>
<b>Six months ended June 30, 2025</b>					
Revenue:					
From external customers	\$ 11,852,976	2,544,347	233,044	-	14,630,367
From companies within the Group	400,765	-	-	(400,765)	-
<b>Total revenue</b>	<b>\$ 12,253,741</b>	<b>2,544,347</b>	<b>233,044</b>	<b>(400,765)</b>	<b>14,630,367</b>
<b>Segment income</b>	<b>\$ 587,254</b>	<b>107,284</b>	<b>12,397</b>	<b>-</b>	<b>706,935</b>

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**DIMERCO EXPRESS CORPORATION AND SUBSIDIARIES**  
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	<u>Asia</u>	<u>American</u>	<u>Europe</u>	<u>Adjustments and eliminations</u>	<u>Total</u>
<b>Six months ended June 30, 2024</b>					
Revenue:					
From external customers	\$ 9,893,809	2,171,001	283,554	-	12,348,364
From companies within the Group	<u>406,816</u>	<u>-</u>	<u>-</u>	<u>(406,816)</u>	<u>-</u>
<b>Total revenue</b>	<b><u>\$ 10,300,625</u></b>	<b><u>2,171,001</u></b>	<b><u>283,554</u></b>	<b><u>(406,816)</u></b>	<b><u>12,348,364</u></b>
<b>Segment income</b>	<b><u>\$ 502,290</u></b>	<b><u>107,094</u></b>	<b><u>4,084</u></b>	<b><u>-</u></b>	<b><u>613,468</u></b>