

Taishin Financial Holding Co., Ltd at a Glance: 1Q25



Company Profile

- Taishin Financial Holding Co., Ltd (TFHC) is a bank-centric financial holding company. The flagship subsidiary, Taishin International Bank (TSIB), contributes the majority of the Group's revenue. In June 2021, TFHC completed its acquisition of 100% of Prudential Life Insurance of Taiwan (POT) and subsequently renamed the company "Taishin Life Insurance Co., Ltd" (TS Life), thus fulfilling the Group's universal banking strategy. In addition to commercial banking, securities, and life insurance, TFHC's other subsidiaries operate in diversified financial business segments that include venture capital, investment trusts, investment advisory, asset management, and leasing activities.
- On March 31, 2025, The Financial Supervisory Commission granted regulatory approval for the proposed merger between Taishin FHC and Shin Kong FHC. The effective date of the merger is July 24, 2025. The merged entity is to be named TS Financial Holding Co., Ltd. The consolidation of major subsidiaries—banking, life insurance, securities, and investment trust—is to be completed within 2 years. For more information, please visit the "Issue" section of TFHC's website.

Distribution Networks

- TSIB: 101 branches in Taiwan and 5 overseas branches in Hong Kong, Singapore, Tokyo, Brisbane, and Labuan. One sub-branch is in operation in Fukuoka, Japan; one marketing office is in operation in Kuala Lumpur; and representative offices have been established in Ho Chi Minh City, Yangon, Shanghai, and Bangkok.
- Taishin Securities (TSS): 12 branches in Taiwan. In April 2023, TSS established "Taishin Futures Co., Ltd" to further develop its futures brokerage business.
- TS Life: 18 service offices in Taiwan.

ESG Developments and Recognitions

- TFHC has been listed as a constituent of the DJSI World and DJSI Emerging Markets indices since 2018 and has maintained an "AA" MSCI ESG Rating since 2020. TFHC has supported the Task Force on Climate-related Financial Disclosures since 2019, and TFHC's science-based net-zero targets received official validation from the SBTi in July 2022. In 2024, Taishin FHC was named in CDP's prestigious "A List" for climate change. In the S&P Global Sustainability Yearbook 2025, Taishin FHC was ranked in the top 1% of the banking industry—the only institution from Taiwan's financial industry to receive such a recognition in two consecutive years.
- TSIB has been a signatory to the Equator Principles since 2019.

Business Highlights

- In 1Q25, TFHC delivered a net income after tax of NT\$4.7bn (vs. NT\$5.0bn in 1Q24) (-5.5% YoY). If excluding unrealized MTM losses from Taishin VC's investment in Diamond Biofund (-NT\$483mn in 1Q25 and -NT\$501bn in 1Q24), core business YoY decline is -5.4%.
- Net interest income (NII) (NT\$7.7bn) increased by 11.4% YoY, supported by higher FCY LDR and stable growth in both NTD and FCY loans, and accounted for 50.9% of total revenue (when excluding TS Life's financial results).
- Net fee income (NFI) (NT\$5.6bn) increased by 18.3% YoY and accounted for 36.6% of total revenue (when excluding TS Life's financial results). In 1Q25, NFI saw strong momentum propelled by TSIB's wealth management fees (+18.3% YoY) and credit card fees (+47.8% YoY), along with TSS' underwriting fees (+118.5% YoY).
- Trading and other income (NT\$1.9bn) dropped by 16.2% YoY and accounted for 12.5% of total revenue (when excluding TS Life's financial results). The decrease in 1Q25 was mainly attributable to unrealized MTM losses on TSS' equity positions arising from market fluctuations.

Loan, Deposit, and Asset Quality of TSIB

- As at March 31, 2025, TSIB's total loan reached NT\$1,788bn, an increase of 7.6% YoY, supported by balanced growth from both corporate and retail. Total deposit reached NT\$2,458bn, an increase of 9.4% YoY, with a CASA of 46.8%.
- Overall NPL ratio remained benign at 0.13%. NPL Coverage ratio stayed above 900%.

Capital

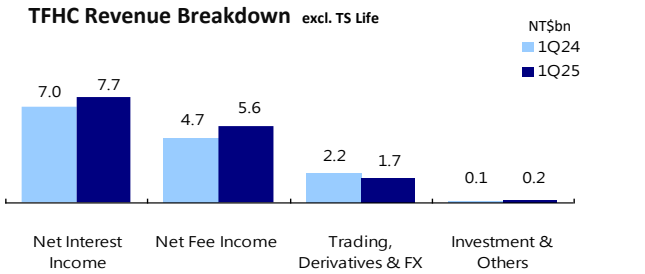
- As at March 31, 2024, TFHC's CAR was at 142.0%. TSIB's CET1%, Tier1%, and BIS% were 11.8%, 13.4%, and 15.3%, respectively.
- TSS' CAR was at 261%, and TS Life's RBC was at 423%.

Non-Bank Subsidiaries Highlights

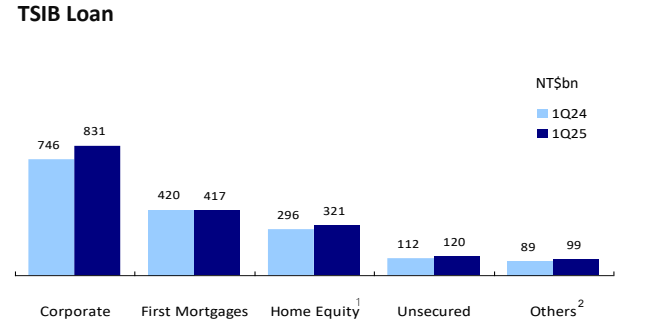
- TSS' 1Q25 net income after tax was NT\$0.3bn, with reduced investment income attributable to unrealized losses induced by market volatility. TSS' brokerage business market share remained stable at 2.23%. At the end of March, TSS' YTD performance as a lead underwriter was ranked 2nd in number of deals and 4th in deal amount. Subsidiary Taishin Futures' business market share rose to a historic high of 1.87% in March 2025 (vs. 1.45% in March 2024).
- TS Life delivered a 1Q25 net income after tax of NT\$0.2bn, boosted by record-high quarterly premiums in 1Q25. With strong growth from investment-linked insurance products, Taishin Life delivered an FYP of NT\$10.5bn, ranking 11th among peers, with its market share increasing to 3.87%. Cost of liability decreased to 3.78% in 1Q25 (vs. 3.80% in 1Q24).

| | 1Q25 | 1Q24 |
|-------------------------|--------|--------|
| TFHC | | |
| Total Revenue (NT\$bn) | 15.8 | 15.3 |
| PPOP (NT\$bn) | 6.5 | 6.7 |
| Net Income (NT\$bn) | 4.7 | 5.0 |
| EPS ¹ (NT\$) | 0.33 | 0.35 |
| ROE ¹ | 9.32% | 10.53% |
| ROA | 0.56% | 0.64% |
| Total Asset (NT\$bn) | 3,416 | 3,203 |
| Capital Adequacy ratio | 142.0% | 133.1% |
| TSIB | | |
| Total Revenue (NT\$bn) | 14.3 | 12.9 |
| PPOP (NT\$bn) | 6.8 | 6.0 |
| Net Income (NT\$bn) | 4.9 | 4.4 |
| Total Loan (NT\$bn) | 1,788 | 1,663 |
| Total Deposit (NT\$bn) | 2,458 | 2,247 |
| BIS% | 15.3% | 14.6% |
| Tier 1% | 13.4% | 12.6% |
| Cost / Income ratio | 52.7% | 53.4% |

Note: EPS and ROE are calculated for common shares only.



Note: If adjusting swap income from funding activities and income from selling structured investment products, NII +10.7% YoY; NFI +16.3% YoY; and Trading, Derivatives, & FX -23.5% YoY.



Notes:

1. Home equity loan is in first-lien position on the property.

2. "Others" includes auto loans, second mortgages, retail SME, and other consumer products.

Credit Ratings as of May 6, 2025

| | | Rating | Outlook |
|------|--------------|--------|------------|
| TFHC | Fitch Rating | BBB | Stable |
| | S&P | BBB | Negative |
| TSIB | Fitch Rating | BBB+ | Stable |
| | S&P | BBB+ | Developing |