

THE TAIWAN FUND, INC.

Manager's Commentary

Market Review

In early August, both the U.S. and Taiwan stock markets encountered rapid corrections due to the unexpected interest rate hike by the Bank of Japan and the delay in shipment of NVIDIA Corporation's ("NVIDIA") latest line of computer chips. Subsequently, U.S. stocks experienced a V-shaped rebound as the market anticipated a possible U.S. Federal Reserve (the "Fed") cut in September. However, compared to the U.S. market, the rebound in Taiwan stocks was relative weaker. Additionally, due to the higher expectations of NVIDIA's earnings report, the market faced pullback pressure at the end of the month, with technology stocks driving the decline.

The Taiwan TAIEX Total Return Index, (the "Benchmark") increased 3.39% in August 2024, in U.S. dollar terms. The increase was driven by the Communication Services and Industrials sectors. Within the Communication Services sector, Telecommunication Services was the best-performing industry group. In the Industrials sector, the increase was driven by the Commercial & Professional Services and Transportation industry groups. Conversely, the two top underperforming sectors were Energy and Real Estate. Within the Real Estate sector, the Real Estate Management & Development industry group was the leading detractor to sector performance.

Fund Review (Attribution Reports)

The Taiwan Fund, Inc. (the "Fund") rose 6.77% in August, outperforming the Benchmark in U.S. dollar terms. The Fund's outperformance was primarily driven by stock selection and overweight positions in the Semiconductors & Semiconductor Equipment, Technology Hardware & Equipment and Consumer Durables & Apparel industry groups. Additionally, with regards to industry allocation, the relative outperformance was driven by the underweight positions in the Banks, Energy and Materials industry groups.

On a stock selection level, the largest relative contributors to performance were Grand Process Technology Corporation, Taiwan Semiconductor Manufacturing Co., Ltd., eMemory Technology, Inc., Nien Made Enterprise Co., Ltd. and King Slide Works Co., Ltd. Conversely, the largest relative detractors to performance were Gigabyte Technology Co., Ltd., Visual Photonics Epitaxy Co., Ltd., Delta Electronics Inc., Wiwynn Corporation and M31 Technology Corporation.

Key Transactions

The Fund's total securities holdings represented 87.1% of net assets as of August 31, 2024. This represented a slight increase from the 86.6% held as of July 31, 2024. The major change in the portfolio was in the Technology

Fund Data

Description	Seeks long-term capital appreciation primarily through investments in equity securities listed in Taiwan.
Inception Date	December 23, 1986
Total Fund Net Assets (millions)	\$361.5
Median Market Cap (in billions)	\$4.55
Distribution Frequency	Annual
Management Firm	Nomura Asset Management U.S.A. Inc.

Fund Manager



Sky Chen
Lead Portfolio Manager

Performance

(US\$ Returns as of 8/31/2024)

	Fund	Benchmark ¹
One Month	6.77%	3.39%
Three Month	8.34%	8.42%
One Year	37.11%	36.67%
Three Year (Annualized)	11.19%	7.15%

Net Asset Value/Market Price

(as of 8/31/2024)

NAV/Market Price	\$53.78 / \$44.73
------------------	-------------------

High/Low Ranges (52-Week)

High/Low NAV	\$56.82 / \$35.87
High/Low Market Price	\$45.72 / \$28.20
Premium/Discount to NAV (as of 8/31/2024)	-16.83%

Fund Data (Common Shares)

Shares Outstanding	6,722,275
Average Daily Volume	15,274
Expense Ratio ²	1.29%

¹Taiwan TAIEX Total Return Index.

²Six months ended February 29, 2024, annualized, unaudited.

NOMURA

NOMURA ASSET MANAGEMENT
Nomura Asset Management U.S.A. Inc.

THE TAIWAN FUND, INC.

Manager's Commentary (continued)

Hardware & Equipment industry group. In this industry group, the Fund reduced its holdings in Gigabyte Technology Co., Ltd. due to the anticipated constrained revenue momentum in the second half of 2024 from the transition between NVIDIA's old and new chip models. NVIDIA's new GB200 product line is expected to become mainstream in late 2024 and 2025. However, given the high unit price, the initial adopters of the GB200 product line will primarily be cloud service providers (CSPs), whereas Gigabyte mainly serves small and medium-sized system integration clients, whose initial benefits from this transition are expected to be limited. Also, within the same space, the Fund added a position in Hon Hai Precision Industry Co. Ltd. ("Hon Hai") as it is a major supplier for NVIDIA's GB200 product line. Hon Hai expects to begin small-volume shipments in the second half of 2024. Due to the high unit price, the market is expecting a substantial contribution to its revenue in 2025. Given its current relative lower valuation, the Fund saw this as an opportunity to include Hon Hai in its portfolio.

Outlook and Strategy

In July, the Consumer Price Index ("CPI") in the United States declined to 2.9% year-over-year ("YoY"), down from the 3.0% increase in June. This marks the lowest CPI increase since March 2021. Additionally, the Federal Open Market Committee (FOMC) noted signs of moderation in the labor market, indicating an improved balance between supply and demand conditions. Given the ongoing moderation in both inflation and the job market, we anticipate that the Fed will begin a rate-cutting cycle in September 2024.

As inflation concerns ease, the global economy is expected to grow at a steady pace with an anticipated increase in consumer consumption. Apple Inc. ("Apple"), as the leading company in the consumer electronics sector, is expected to benefit significantly. With the introduction of Apple Intelligence products at the Apple Worldwide Developers Conference (WWDC) last June, there are expectations of renewed consumer desire to relieve pent-up demand for iPhones and accelerate the replacement cycle. If successful, it is likely to have a favorable impact on the supply chain in Taiwan.

In addition, the Chung-Hua Institution for Economic Research ("CIER"), a Taiwan-based international policy think tank for economic and industry-related research, has revised its Taiwan GDP growth forecast for 2024 to 3.81%, up from the 3.38% forecasted in April, 2024. This revision is due to robust global demand for artificial intelligence ("AI") related technologies and increased exports. CIER anticipates a 5.63% rise in exports for 2024, compared to last year's 4.32% increase. According to the Ministry of Finance, the value of total exports reached a 28-month high of \$39.9 billion (in U.S. dollar terms) in June 2024, reflecting a 23.5% YoY growth, driven by Taiwan's critical role in the global AI surge.

THE TAIWAN FUND, INC.

Returns (%)

	1 Month	3 Month	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception
NAV	6.77	8.34	23.49	37.11	11.19	27.97	15.59	10.71
Market Price	6.10	12.27	29.31	45.68	10.96	27.18	14.66	9.19
Taiwan TAIEX Total Return Index	3.39	8.42	21.74	36.67	7.15	19.55	12.30	—
Taiwan TAIEX Price Index	3.07	6.49	19.15	33.27	3.32	15.54	8.23	—
MSCI Taiwan Index (net)	3.41	10.74	28.08	44.69	6.84	20.73	12.58	—

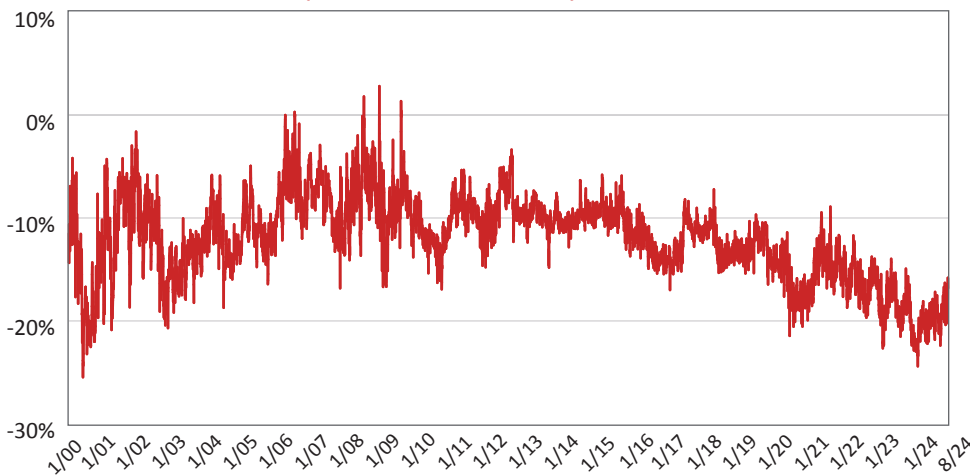
Calendar Year Returns (%)

	2016	2017	2018	2019	2020	2021	2022	2023
NAV	11.17	28.44	-14.96	47.11	41.97	55.09	-36.27	58.11
Market Price	10.05	33.61	-19.11	46.75	39.81	58.26	-38.54	51.74
Taiwan TAIEX Total Return Index	17.81	29.45	-7.86	32.19	35.62	29.04	-26.80	31.68
Taiwan TAIEX Price Index	13.11	24.56	-11.51	26.46	31.01	25.59	-30.15	27.02
MSCI Taiwan Index (net)	18.54	27.53	-8.93	36.37	40.99	26.13	-29.76	30.42

Past performance is not indicative of future results.

Returns are expressed in US dollars and are annualized except for periods of less than one year. Source: Nomura Asset Management U.S.A. Inc., utilizing data from State Street Bank & Trust Company. Returns for the Fund are historical returns that reflect changes in net asset value and market price per share during each period and assume that dividends and capital gains, if any, were reinvested. Net asset value is total assets less total liabilities divided by the number of shares outstanding. NAV performance includes the deduction of management fees and other expenses. NAV and market price returns do not reflect broker sales charges or commissions, which would reduce returns. Expense Ratio: 1.29% for the 6 months ended February 29, 2024; annualized and unaudited.

Premium/Discount (1/3/00 - 8/31/24)



Past performance is not indicative of future results.

Sector Breakdown (%)

	Fund	Benchmark
Information Technology	71.92	64.63
Consumer Discretionary	6.77	4.66
Materials	3.06	4.84
Consumer Staples	2.12	1.81
Industrials	1.91	6.83
Communication Services	1.38	2.45
Financials	0	11.32
Real Estate	0	1.56
Health Care	0	0.92
Energy	0	0.76
Utilities	0	0.23
N/A	0	0

Top 10 Holdings (%)

Taiwan Semiconductor Manufacturing Co. Ltd.	23.62
eMemory Technology, Inc.	4.26
Delta Electronics, Inc.	4.11
Quanta Computer, Inc.	4.02
Alchip Technologies Ltd.	4.01
Grand Process Technology Corp.	3.73
Jentech Precision Industrial Co. Ltd.	3.33
Nien Made Enterprise Co. Ltd.	3.25
Asia Vital Components Co. Ltd.	3.18
Century Iron & Steel Industrial Co. Ltd.	3.06

Holdings and sector weightings are subject to change. Source: State Street Bank & Trust Company, Bloomberg L.P. as of 8/31/2024.

THE TAIWAN FUND, INC.

Portfolio Characteristics

	Fund
Number of Issues	40
Foreign Holdings (%)	87.1
Cash and Other Assets less Liabilities (%)	12.9

As of 8/31/2024.

Distribution History (10 Year)

Ex-dividend Date	Record Date	Payable Date	Distribution/Share	Income	Long-term Capital Gain	Short-term Capital Gain
12/26/14	12/30/14	1/9/15	2.633200	0.000000	2.633200	0.000000
12/28/17	12/29/17	1/9/18	0.660000	0.660000	0.000000	0.000000
12/20/18	12/21/18	1/4/19	1.707800	0.000000	1.707800	0.000000
12/27/19	12/30/19	1/10/20	1.699100	1.469500	0.164500	0.065100
12/28/20	12/29/20	1/8/21	3.312200	0.375900	0.615600	2.320700
12/27/21	12/28/21	1/10/22	2.922700	0.478000	2.444700	0.000000
12/27/23	12/28/23	1/10/24	0.436500	0.000000	0.436500	0.000000

Distribution/Share includes income, long-term capital gains, and short-term capital gains.

THE TAIWAN FUND, INC.**All Portfolio Holdings**

As of August 31, 2024

Sector	Company (exchange ticker)	Price TWD	Holding	Value US\$	% of Fund	
INFORMATION TECHNOLOGY					71.92	
	Taiwan Semiconductor Manufacturing Co. Ltd.	2330-TW	944.00	2,894,000	85,399,687	23.62
	eMemory Technology, Inc.	3529-TW	2,635.00	187,000	15,403,095	4.26
	Delta Electronics, Inc.	2308-TW	399.50	1,189,000	14,848,562	4.11
	Quanta Computer, Inc.	2382-TW	268.00	1,735,000	14,535,167	4.02
	Alchip Technologies Ltd.	3661-TW	2,650.00	175,000	14,496,718	4.01
	Grand Process Technology Corp.	3131-TW	1,970.00	219,000	13,486,402	3.73
	Jentech Precision Industrial Co. Ltd.	3653-TW	1,355.00	284,000	12,029,384	3.33
	Asia Vital Components Co. Ltd.	3017-TW	606.00	607,000	11,498,656	3.18
	Visual Photonics Epitaxy Co. Ltd.	2455-TW	142.00	1,954,000	8,673,585	2.40
	King Slide Works Co. Ltd.	2059-TW	1,265.00	200,000	7,908,722	2.19
	Lotes Co. Ltd.	3533-TW	1,530.00	146,000	6,982,807	1.93
	Fositek Corp.	9805-TW	801.00	276,000	6,910,785	1.91
	WinWay Technology Co. Ltd.	6515-TW	1,180.00	174,000	6,418,256	1.78
	Wiwynn Corp.	6669-TW	1,900.00	84,000	4,989,059	1.38
	ASMedia Technology, Inc.	5269-TW	1,770.00	80,000	4,426,383	1.22
	Elite Material Co. Ltd.	2383-TW	465.00	283,000	4,113,629	1.14
	E Ink Holdings, Inc.	8069-TW	305.00	374,000	3,565,802	0.99
	MediaTek, Inc.	2454-TW	1,240.00	84,000	3,256,018	0.90
	ASPEED Technology, Inc.	5274-TW	4,930.00	21,000	3,236,324	0.90
	SDI Corp.	2351-TW	137.50	716,000	3,077,524	0.85
	Globalwafers Co. Ltd.	6488-TW	484.50	203,000	3,074,508	0.85
	Phison Electronics Corp.	8299-TW	532.00	178,000	2,960,175	0.82
	Gigabyte Technology Co. Ltd.	2376-TW	261.00	250,000	2,039,700	0.56
	Chroma ATE, Inc.	2360-TW	326.50	184,000	1,877,962	0.52
	Winbond Electronics Corp.	2344-TW	24.05	2,388,000	1,795,292	0.50
	Hon Hai Precision Industry Co. Ltd.	2317-TW	184.50	236,000	1,361,113	0.38
	All Ring Tech Co. Ltd.	6187-TW	381.50	84,000	1,001,750	0.28
	Arizon RFID Technology Cayman Co. Ltd.	6863-TW	254.50	80,000	636,449	0.18
CONSUMER DISCRETIONARY					6.77	
	Nien Made Enterprise Co. Ltd.	8464-TW	470.00	799,000	11,738,981	3.25
	Merida Industry Co. Ltd.	9914-TW	241.00	652,000	4,911,910	1.36
	Fulgent Sun International Holding Co. Ltd.	9802-TW	121.00	505,000	1,910,128	0.53
	Giant Manufacturing Co. Ltd.	9921-TW	239.00	220,000	1,643,639	0.45
	Feng TAY Enterprise Co. Ltd.	9910-TW	146.00	324,800	1,482,363	0.41
	Gourmet Master Co. Ltd.	2723-TW	82.70	526,000	1,359,806	0.38
	Eclat Textile Co. Ltd.	1476-TW	536.00	80,000	1,340,419	0.37
	Bafang Yunji International Co. Ltd.	2753-TW	151.00	17,000	80,244	0.02
MATERIALS					3.06	
	Century Iron & Steel Industrial Co. Ltd.	9958-TW	237.50	1,488,000	11,047,202	3.06
CONSUMER STAPLES					2.12	
	President Chain Store Corp.	2912-TW	281.50	869,000	7,646,874	2.12
INDUSTRIALS					1.91	
	Fortune Electric Co. Ltd.	1519-TW	667.00	330,400	6,888,928	1.91
COMMUNICATION SERVICES					1.38	
	Chunghwa Telecom Co. Ltd.	2412-TW	124.00	1,285,000	4,980,931	1.38

THE TAIWAN FUND, INC.

The opinions expressed herein are those of Nomura Asset Management U.S.A. Inc. and are subject to change at any time and without notice. Past performance is not indicative of future results. This material is not intended as an offer or solicitation for the purchase or sale of any financial instrument, it is not provided in a fiduciary capacity, and may not be relied upon for or in connection with the making of investment decisions. Investors should consider the investment objectives, risks, charges, and expenses of any investment fund carefully before investing. This and other information is contained in the Fund's annual and semiannual reports, proxy statement, and other fund information, which may be obtained by contacting your financial professional or visiting the Fund's website at www.thetaiwanfund.com. This information is unaudited and is intended for informational purposes only. It is presented only to provide information on the Fund's holdings, performance, and strategies. The Fund is a closed-end exchange traded management investment company. This material is presented only to provide information and is not intended for trading purposes. Closed-end funds, unlike open-end funds, are not continuously offered. After the initial public offering by a closed-end fund, its shares can be purchased and sold on the open market through a stock exchange, where shares may trade at a premium or a discount to the per share net asset value of the Fund's shares.

Index Descriptions

The Taiwan TAIEX Total Return Index is a stock market index for companies traded on the Taiwan Stock Exchange (TWSE). The index is calculated on a total return basis with net dividends reinvested. The MSCI Taiwan Index (net) is a free float-adjusted market capitalization-weighted index that measures the performance of the large and mid-cap segments of the Taiwan market. The index is calculated on a total return basis with net dividends reinvested. The Taiwan TAIEX Price Index is a stock market index for companies traded on the Taiwan Stock Exchange (TWSE). The index is calculated on a price return basis. The indexes are unmanaged, their returns do not reflect any fees, expenses, or sales charges, and they are not available for direct investment.

Important Information:

- Nomura Asset Management U.S.A. Inc. (NAM-USA) became the Investment Manager of the Fund on September 17, 2022. Portfolio holdings are subject to change daily. It should not be assumed that any of the securities transactions or holdings discussed here were or will prove to be profitable, or that the investment recommendations or decisions NAM-USA makes in the future will be profitable or will equal the investment performance of the securities discussed herein. Investing in the Fund involves certain considerations in addition to the risks normally associated with making investments in securities. The value of the shares issued by the Fund, and the income from them, may go down as well as up and there can be no assurance that upon sale, or otherwise, investors will receive back the amount originally invested. There can be no assurance that you will receive comparable performance returns. Movements in foreign exchange rates may have a separate effect, unfavorable as well as favorable, on the gain or loss otherwise experienced on an investment. Past performance is not a guide to future returns. Accordingly, the Fund is only suitable for investment by investors who are able and willing to withstand the total loss of their investment. In particular, prospective investors should consider the following risks:
- Discretionary investment is not risk free. The past operating performance does not guarantee a minimum return for the discretionary investment fund. Apart from exercising the duty of care of a prudent adviser, NAM-USA will not be responsible for the profit or loss of the Fund, nor guarantee a minimum return.
- It should be noted that investment in the Fund is only suitable for sophisticated investors who are aware of the risk of investing in Taiwan and should be regarded as long term. Funds that invest in one country carry a higher degree of risk than those with portfolios diversified across a number of markets.
- Investment in the securities of smaller and unquoted companies can involve greater risk than is customarily associated with investment in larger, more established, companies. In particular, smaller companies often have limited product lines, markets, or financial resources and their management may be dependent on a smaller number of key individuals. In addition, the market for stock in smaller companies is often less liquid than that for stock in larger companies, bringing with it potential difficulties in acquiring, valuing, and disposing of such stock. Proper information for determining their value, or the risks to which they are exposed, may not be available.
- Investments within emerging markets, such as Taiwan, can be of higher risk. Many emerging markets, and the companies quoted on their stock exchanges, are exposed to the risks of political, social, and religious instability, expropriation of assets or nationalization, rapid rates of inflation, high interest rates, currency depreciation, and fluctuations and changes in taxation which may affect the Fund's income and the value of its investments.
- The marketability of quoted shares may be limited due to foreign investment restrictions, wide dealing spreads, exchange controls, foreign ownership restrictions, the restricted opening of stock exchanges, and a narrow range of investors. Trading volume may be lower than on more developed stock markets, and equities are less liquid. Volatility of prices can also be greater than in more developed stock markets. The infrastructure for clearing, settlement, and registration on the primary and secondary markets may be undeveloped. Under certain circumstances, there may be delays in settling transactions in some of the markets.

Forward P/E Ratio: Per share stock price divided by projected future 12-months earnings per share. **P/B Ratio:** A ratio used to compare a stock's market value to its book value. **Beta:** A quantitative measure of the volatility, or systematic risk, of a security or a portfolio in comparison to the market as a whole. **R-Squared:** A measure that represents the percentage of a fund or security's movements that can be explained by movements in a benchmark index. **Standard Deviation:** Measures variability of returns around the average return for an investment portfolio. Higher standard deviation suggests greater risk.

The Fund is a closed-end fund whose shares of common stock trade on the NYSE. Vision 4 Fund Distributors, LLC ("Vision 4") is a member of FINRA and has filed this material with FINRA on behalf of the Fund. Vision 4 does not serve as a distributor or as an underwriter to the Fund. Unlike open-end funds, shares are not continually offered. Vision 4 is contracted by NAM-USA to promote the Fund and provide secondary market support services.

NOT FDIC INSURED | MAY LOSE VALUE | NOT BANK GUARANTEED

©2024 The Taiwan Fund, Inc., c/o State Street Bank and Trust Company, One Congress Street, Suite 1, Boston, MA, 02111-2016