

THE TAIWAN FUND, INC.

Manager's Commentary

Market Review

The Taiwan TAIEX Total Return Index, (the "Benchmark") decreased by 11.08% in March 2025 in U.S. dollar terms, primarily due to FINI (Foreign institutional investors) sell-off driven by U.S. tariff uncertainties. The Health Care, Information Technology and Utilities sectors were the poorest performing sectors. Within Health Care, Pharmaceuticals, Biotechnology & Life Sciences was the poorest performing industry group. During the month, Communications Services was the best-performing sector. Within Communication Services, Telecommunication Services was the best performing industry group.

Fund Review (Attribution Reports)

The Taiwan Fund, Inc. (the "Fund") decreased by 15.64% in March, 2025 underperforming the Benchmark in U.S. dollar terms. The Fund's underperformance was primarily driven by stock selection.

On a stock selection level, the largest negative contributors to relative performance were Taiwan Semiconductor Manufacturing Co. Ltd., Jentech Precision Industrial Co. Ltd., eMemory Technology Inc., Grand Process Technology Corporation, and Land Mark Optoelectronics Corporation. Conversely, the largest contributors to relative performance were Browave Corporation, E Ink Holdings Inc., President Chain Store Corporation, Dynapack International Technology Corporation, and Gourmet Master Co. Ltd.

Regarding industry allocation, relative underperformance was primarily driven by overweight positions in the Semiconductors & Semiconductor Equipment and Capital Goods industry groups and an underweight position in the Materials industry group. Conversely, relative outperformance was driven by an underweight position in the Pharmaceuticals, Biotechnology & Life Sciences industry group and overweight positions in the Consumer Staples Distribution & Retail and Consumer Services industry groups.

Key Transactions

The Fund's total securities holdings represented 95.9% of net assets as of March 31, 2025. This represented an increase from the 94.6% held as of February 28, 2025. The major change to the portfolio was in the Consumer Durables & Apparel, Semiconductors & Semiconductor Equipment, Technology Hardware & Equipment industry groups. In the Consumer

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)	\$242.7
Median Market Cap (in billions)	\$2.88
Distribution Frequency	Annual
Management Firm	Nomura Asset Management U.S.A. Inc.

Fund Manager



Sky Chen
Lead Portfolio Manager

Performance

(US\$ Returns as of 3/31/2025)

	Fund	Benchmark ¹
One Month	-15.64%	-11.08%
Three Month	-18.35%	-11.03%
One Year	-4.98%	0.80%
Three Year (Annualized)	5.33%	4.02%

Net Asset Value/Market Price (as of 3/31/2025)

NAV/Market Price	\$38.57 / \$33.21
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High/Low Ranges (52-Week)

High/Low NAV	\$56.92 / \$38.57
High/Low Market Price	\$46.93 / \$33.21
Premium/Discount to NAV (as of 3/31/2025)	-13.90%

Fund Data (Common Shares)

Shares Outstanding	6,290,878
Average Daily Volume	30,652
Expense Ratio ²	0.78%

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

¹Taiwan TAIEX Total Return Index.

²Six months ended February 28, 2025, annualized, unaudited.

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Manager's Commentary (continued)

Durables & Apparel industry group, the Fund increased its holdings in Merida Industry Co. Ltd., in anticipation of strong growth in 2026 in expectation of the completion of inventory digestion. Additionally, the Fund increased its holdings in MediaTek Inc. in the Semiconductors & Semiconductor Equipment industry group, anticipating notable growth in its mobile phone chip, Dimensity 9400, and AI ASIC (Artificial Intelligence Application-Specific Integrated Circuits) product lines.

Meanwhile, the Fund decreased its holdings in King Slide Works Co. Ltd. in the Technology Hardware & Equipment industry group, as anticipated U.S. tariffs would dampen the expansion progress of its clients' assembly plants.

Outlook and Strategy

The prevailing, ongoing uncertainties have negatively impacted market sentiment, leading to concerns over potential inflationary pressures, reduced consumption, and downward revisions in GDP (Gross Domestic Product) growth. However, it remains essential to closely monitor the actions of the Trump administration and the responses of other countries. We believe that the United States implemented tariffs higher than initially forecasted as part of a strategy to force countries, including Taiwan, to engage in negotiations with the U.S. government in exchange for increased investments in the U.S. Consequently, despite the announcement of a significantly higher-than-expected 32% reciprocal tariff on Taiwan goods entering the U.S., we anticipate that Taiwan will have some room to negotiate with the U.S. government. This suggests that the current tariff rates are likely at their peak. In fact, President William Lai has pledged to buy more products from the U.S., ranging from agricultural products to natural gas.

Although market volatility is expected to persist, Taiwan's industries and companies continue to demonstrate strong competitiveness, positioning them well to navigate through this uncertainty. Technology companies, in particular, may seek opportunities to restructure the value chain, especially in areas where supply alternatives are limited. We do expect that with the increased volatility, stock selection will remain paramount.

THE TAIWAN FUND, INC.

Returns (%)

	1 Month	3 Month	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception
NAV	-15.64	-18.35	-18.35	-4.98	5.33	23.50	14.08	10.08
Market Price	-10.82	-14.08	-14.08	-0.28	6.75	24.14	13.60	8.69
Taiwan TAIEX Total Return Index	-11.08	-11.03	-11.03	0.80	4.02	18.14	11.47	—
Taiwan TAIEX Price Index	-11.28	-11.29	-11.29	-1.71	0.31	14.19	7.36	—
MSCI Taiwan Index (net)	-11.54	-12.63	-12.63	4.43	4.81	18.77	11.80	—

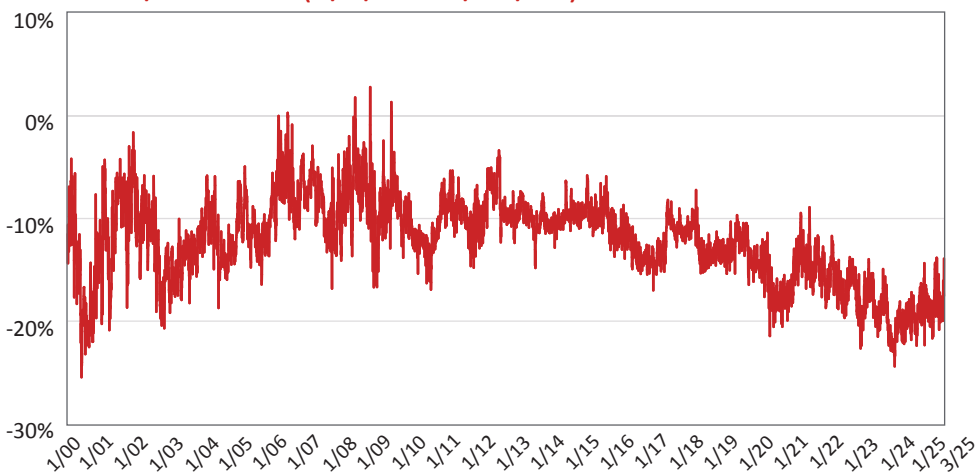
Calendar Year Returns (%)

	2017	2018	2019	2020	2021	2022	2023	2024
NAV	28.44	-14.96	47.11	41.97	55.09	-36.27	58.11	29.05
Market Price	33.61	-19.11	46.75	39.81	58.26	-38.54	51.74	32.93
Taiwan TAIEX Total Return Index	29.45	-7.86	32.19	35.62	29.04	-26.80	31.68	23.32
Taiwan TAIEX Price Index	24.56	-11.51	26.46	31.01	25.59	-30.15	27.02	20.26
MSCI Taiwan Index (net)	27.53	-8.93	36.37	40.99	26.13	-29.76	30.42	34.38

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: 0.78% for the six months ended February 28, 2025; annualized and unaudited.

Premium/Discount (1/3/00 - 3/31/25)



Past performance is not indicative of future results.

Sector Breakdown (%)

	Fund	Benchmark
Information Technology	75.92	64.26
Consumer Discretionary	9.71	4.47
Industrials	6.11	7.09
Materials	2.93	4.42
Consumer Staples	1.20	1.76
Financials	0	12.17
Communication Services	0	2.70
Real Estate	0	1.33
Health Care	0	1.05
Energy	0	0.53
Utilities	0	0.22
N/A	0	0

Top 10 Holdings (%)

Taiwan Semiconductor Manufacturing Co. Ltd.	28.19
King Slide Works Co. Ltd.	4.24
Delta Electronics, Inc.	4.22
Bizlink Holding, Inc.	4.16
Jentech Precision Industrial Co. Ltd.	3.92
Nien Made Enterprise Co. Ltd.	3.91
eMemory Technology, Inc.	3.87
Century Iron & Steel Industrial Co. Ltd.	2.93
Quanta Computer, Inc.	2.92
Grand Process Technology Corp.	2.89

Holdings and sector weightings are subject to change. Source: State Street Bank & Trust Company, Bloomberg L.P. as of 3/31/2025.

THE TAIWAN FUND, INC.

Portfolio Characteristics

	Fund
Number of Issues	33
Foreign Holdings (%)	95.9
Cash and Other Assets less Liabilities (%)	4.1

As of 3/31/2025.

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
12/27/24	12/27/24	1/10/25	7.398400	0.000000	7.398400	0.000000

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

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

As of March 31, 2025

Sector	Company (exchange ticker)	Price TWD	Holding	Value US\$	% of Fund	
INFORMATION TECHNOLOGY					75.92	
	Taiwan Semiconductor Manufacturing Co. Ltd.	2330-TW	910.00	2,497,000	68,436,714	28.19
	King Slide Works Co. Ltd.	2059-TW	1,650.00	207,000	10,286,876	4.24
	Delta Electronics, Inc.	2308-TW	360.00	945,000	10,246,216	4.22
	Jentech Precision Industrial Co. Ltd.	3653-TW	976.00	324,000	9,524,102	3.92
	eMemory Technology, Inc.	3529-TW	2,275.00	137,000	9,387,094	3.87
	Quanta Computer, Inc.	2382-TW	224.50	1,050,000	7,099,616	2.92
	Grand Process Technology Corp.	3131-TW	925.00	252,000	7,020,556	2.89
	Alchip Technologies Ltd.	3661-TW	2,740.00	85,000	7,014,532	2.89
	LandMark Optoelectronics Corp.	3081-TW	283.00	724,000	6,170,981	2.54
	Lotes Co. Ltd.	3533-TW	1,375.00	146,000	6,046,232	2.49
	Fositek Corp.	9805-TW	579.00	276,000	4,813,011	1.98
	Wiwynn Corp.	6669-TW	1,635.00	84,000	4,136,436	1.70
	MediaTek, Inc.	2454-TW	1,390.00	96,000	4,018,975	1.66
	Visual Photonics Epitaxy Co. Ltd.	2455-TW	114.00	1,124,000	3,842,301	1.58
	Dynapack International Technology Corp.	3211-TW	171.00	724,000	3,728,755	1.54
	Wistron Corp.	3231-TW	95.30	1,299,000	3,728,475	1.54
	Browave Corp.	3163-TW	173.00	628,000	3,262,706	1.34
	Global Unichip Corp.	3443-TW	1,050.00	100,000	3,162,413	1.30
	MPI Corp.	6223-TW	654.00	120,000	2,363,677	0.97
	WinWay Technology Co. Ltd.	6515-TW	956.00	77,000	2,217,062	0.91
	Elite Advanced Laser Corp.	3450-TW	235.00	308,000	2,179,956	0.90
	EZconn Corp.	6442-TW	412.50	166,000	2,062,345	0.85
	Asia Vital Components Co. Ltd.	3017-TW	454.00	150,000	2,051,050	0.84
	E Ink Holdings, Inc.	8069-TW	265.00	187,000	1,492,508	0.61
CONSUMER DISCRETIONARY					9.71	
	Nien Made Enterprise Co. Ltd.	8464-TW	394.00	799,000	9,481,394	3.91
	Merida Industry Co. Ltd.	9914-TW	150.50	1,542,000	6,989,564	2.88
	Fulgent Sun International Holding Co. Ltd.	9802-TW	119.50	1,234,899	4,444,558	1.83
	Giant Manufacturing Co. Ltd.	9921-TW	140.50	320,000	1,354,115	0.56
	Gourmet Master Co. Ltd.	2723-TW	91.00	476,000	1,304,601	0.54
INDUSTRIALS					6.11	
	Bizlink Holding, Inc.	3665-TW	504.00	666,000	10,109,600	4.16
	Advanced Energy Solution Holding Co. Ltd.	6781-TW	833.00	188,000	4,716,633	1.94
MATERIALS					2.93	
	Century Iron & Steel Industrial Co. Ltd.	9958-TW	158.50	1,488,000	7,103,321	2.93
CONSUMER STAPLES					1.20	
	President Chain Store Corp.	2912-TW	251.00	384,000	2,902,914	1.20

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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

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