

THE TAIWAN FUND, INC.

Manager's Commentary

Market Review

In June, Taiwan's stock market saw a notable rebound, fueled by significant foreign institutional investment inflows. Technology related stocks, particularly with regards to artificial intelligence ("AI") driven companies, were the primary catalyst behind this surge. The Taiwan TAIEX Total Return Index, (the "Benchmark") increased by 7.92% in June 2025 in U.S. dollar terms. The Health Care, Information Technology and Financials sectors were the best performing sectors. Within Health Care, the increase was primarily driven by the Pharmaceuticals, Biotechnology & Life Sciences industry group. The poorest performing sectors were Consumer Discretionary, Energy and Materials. Within the Consumer Discretionary sector, Automobiles & Components and Consumer Discretionary Distribution & Retail were the poorest performing industry groups.

Fund Review (Attribution Reports)

The Taiwan Fund, Inc. (the "Fund") increased by 12.73% in June 2025 outperforming the Benchmark in U.S. dollar terms. The Fund's outperformance was primarily driven by stock selection.

On a stock selection level, the largest contributors to relative performance were Taiwan Semiconductor Manufacturing Co. Ltd., BizLink Holding Inc., Grand Process Technology Corporation, Century Iron and Steel Industrial Co. Ltd. and Fositek Corporation. Conversely, the largest detractors to relative performance were Merida Industry Co. Ltd., Nien Made Enterprise Co. Ltd., Gourmet Master Co. Ltd., Giant Manufacturing Co. Ltd. and KMC Kuei Meng International Inc.

Regarding industry allocation, relative outperformance was primarily driven by overweight positions in Capital Goods, Semiconductors & Semiconductor Equipment and Technology Hardware & Equipment industry groups. Conversely, relative underperformance was driven by underweight positions in Consumer Durables & Apparel and Pharmaceuticals, Biotechnology & Life Sciences industry groups.

Key Transactions

The Fund's total securities holdings represented 94.4% of net assets as of June 30, 2025. This represented a slight decrease from the 95.5% held as of May 31, 2025.

The major changes in the portfolio were in the Technology Hardware & Equipment and Semiconductors & Semiconductor Equipment industry groups.

¹Taiwan TAIEX Total Return Index.

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

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)	\$325.1
Median Market Cap (in billions)	\$3.59
Distribution Frequency	Annual
Management Firm	Nomura Asset Management U.S.A. Inc.

Fund Manager



Sky Chen
Lead Portfolio Manager

Performance (US\$ Returns as of 6/30/2025)

	Fund	Benchmark ¹
One Month	12.73%	7.92%
Three Month	36.84%	23.39%
One Year	15.42%	10.49%
Three Year (Annualized)	28.61%	19.16%

Net Asset Value/Market Price (as of 6/30/2025)

NAV/Market Price	\$52.78 / \$44.81
------------------	-------------------

High/Low Ranges (52-Week)

High/Low NAV	\$56.82 / \$33.32
High/Low Market Price	\$46.93 / \$27.66
Premium/Discount to NAV (as of 6/30/2025)	-15.10%

Fund Data (Common Shares)

Shares Outstanding	6,158,248
Average Daily Volume	12,287
Expense Ratio ²	0.78%

NOMURA

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

THE TAIWAN FUND, INC.

Manager's Commentary (continued)

In the Technology Hardware & Equipment industry group, the Fund increased its holdings in Chroma Ate Inc., a company that holds a leadership position in the high-end testing equipment market. With the ongoing growth of HPC (high-performing computing), AI GPUs (Graphics Processing Units) and advanced packaging technologies, we saw strong potential for upward momentum in Chroma Ate Inc. Additionally, the Fund added its holdings in Winway Technology Co. Ltd. in the Semiconductors & Semiconductor Equipment industry group. Benefiting from strong AI tailwinds and robust customer demand, Winway Technology Co. Ltd. is projected to achieve double-digit growth.

Meanwhile, the Fund trimmed its holdings in Visual Photonics Epitaxy Co. Ltd. in the Semiconductors & Semiconductor Equipment industry group. In the near term, reciprocal tariffs imposed by the U.S. could weigh on global consumer demand. The potential impact on profitability is difficult to assess at this stage. Given this uncertainty, we decided to scale back our position for the time being.

Outlook and Strategy

With the tariff exemption deadline approaching on July 9, President Trump is expected to announce a tariff agreement or issue formal notices with an effective date set for August 1. Currently counterparty nations fall into three categories: those with agreements, those actively negotiating agreements and those with limited progress. Meanwhile, the tax cut bill passed both the House and Senate and became effective on July 4, suggesting the policy uncertainty is nearing its end.

The remaining uncertainty lies in the timing of the U.S. Federal Reserve's (the "Fed") potential rate cut. With inflation is seemingly under control, and job data in May and June having met expectations, this suggests a potential delay in rate cuts. The Fed is likely to continue monitoring inflation data to assess whether tariff developments have a pass-through effect on consumer prices.

In the short term, markets may remain volatile. This is due to a combination of factors, including the pending tariff decisions, the upcoming July Fed meeting, and the second quarter, 2025 earnings season. We will closely watch second quarter earnings reports for the impact of currency fluctuations and forward guidance for the second half of 2025. Looking further ahead into 2026, AI demand remains strong, supporting continued positioning in AI servers, components, thermal management, and advanced semiconductor processes, as well as domestic demand sectors that are likely to benefit from Taiwan dollar appreciation.

THE TAIWAN FUND, INC.

Returns (%)

	1 Month	3 Month	YTD	1 Year	3 Year	5 Year	10 Year	Since Inception
NAV	12.73	36.84	11.73	15.42	28.61	24.44	17.28	10.91
Market Price	18.64	34.93	15.94	21.32	29.06	25.28	16.40	9.48
Taiwan TAIEX Total Return Index	7.92	23.39	9.78	10.49	19.16	18.14	13.90	—
Taiwan TAIEX Price Index	6.96	22.23	8.44	7.31	15.18	14.11	9.69	—
MSCI Taiwan Index (net)	9.37	26.09	10.17	14.41	21.88	19.68	14.30	—

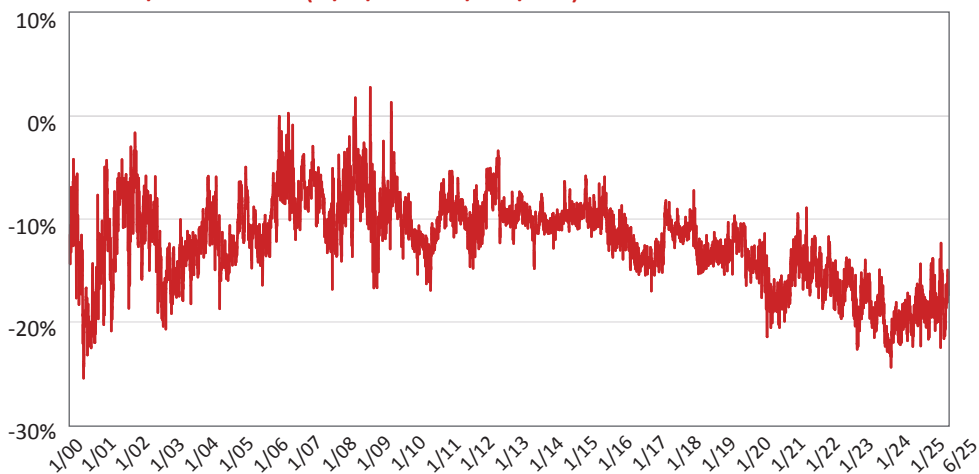
Calendar Year Returns (%)

	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 - 6/30/25)



Past performance is not indicative of future results.

Sector Breakdown (%)

	Fund	Benchmark
Information Technology	75.10	66.98
Industrials	8.50	6.71
Consumer Discretionary	7.30	3.76
Materials	3.46	3.74
Financials	0	11.62
Communication Services	0	2.56
Consumer Staples	0	1.63
Real Estate	0	1.15
Health Care	0	1.14
Energy	0	0.48
Utilities	0	0.21
N/A	0	0.01

Top 10 Holdings (%)

Taiwan Semiconductor Manufacturing Co. Ltd.	26.37
Bizlink Holding, Inc.	5.40
Jentech Precision Industrial Co. Ltd.	4.83
King Slide Works Co. Ltd.	4.24
Delta Electronics, Inc.	4.11
eMemory Technology, Inc.	3.88
Century Iron & Steel Industrial Co. Ltd.	3.46
Nien Made Enterprise Co. Ltd.	3.43
Grand Process Technology Corp.	3.34
Quanta Computer, Inc.	3.04

Holdings and sector weightings are subject to change. Source: State Street Bank & Trust Company, Bloomberg L.P. as of 6/30/2025.

THE TAIWAN FUND, INC.

Portfolio Characteristics

	Fund
Number of Issues	35
Foreign Holdings (%)	94.4
Cash and Other Assets less Liabilities (%)	5.6

As of 6/30/2025.

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 June 30, 2025

Sector	Company (exchange ticker)	Price TWD	Holding	Value US\$	% of Fund
INFORMATION TECHNOLOGY					75.10
Taiwan Semiconductor Manufacturing Co. Ltd.	2330-TW	1,060.00	2,362,000	85,708,613	26.37
Jentech Precision Industrial Co. Ltd.	3653-TW	1,510.00	304,000	15,714,090	4.83
King Slide Works Co. Ltd.	2059-TW	2,035.00	198,000	13,793,304	4.24
Delta Electronics, Inc.	2308-TW	413.00	945,000	13,360,434	4.11
eMemory Technology, Inc.	3529-TW	2,360.00	156,000	12,603,040	3.88
Grand Process Technology Corp.	3131-TW	1,635.00	194,000	10,858,209	3.34
Quanta Computer, Inc.	2382-TW	274.50	1,050,000	9,866,665	3.04
Alchip Technologies Ltd.	3661-TW	3,095.00	85,000	9,005,717	2.77
LandMark Optoelectronics Corp.	3081-TW	327.50	724,000	8,116,870	2.50
Fositek Corp.	9805-TW	812.00	276,000	7,671,915	2.36
WinWay Technology Co. Ltd.	6515-TW	1,295.00	154,000	6,826,989	2.10
Lotes Co. Ltd.	3533-TW	1,350.00	146,000	6,747,227	2.08
Dynapack International Technology Corp.	3211-TW	226.00	724,000	5,601,260	1.72
Wistron Corp.	3231-TW	122.50	1,299,000	5,447,333	1.68
Global Unichip Corp.	3443-TW	1,305.00	100,000	4,467,342	1.37
MediaTek, Inc.	2454-TW	1,250.00	96,000	4,107,901	1.26
MPI Corp.	6223-TW	945.00	120,000	3,881,966	1.19
Asia Vital Components Co. Ltd.	3017-TW	743.00	150,000	3,815,213	1.17
Wiwynn Corp.	6669-TW	2,530.00	40,000	3,464,330	1.07
Accton Technology Corp.	2345-TW	730.00	121,000	3,023,757	0.93
EZconn Corp.	6442-TW	464.00	166,000	2,636,725	0.81
Elite Advanced Laser Corp.	3450-TW	209.00	308,000	2,203,615	0.68
Visual Photonics Epitaxy Co. Ltd.	2455-TW	125.00	498,000	2,130,973	0.66
Chroma ATE, Inc.	2360-TW	442.50	111,000	1,666,216	0.51
E Ink Holdings, Inc.	8069-TW	221.00	187,000	1,414,727	0.44
INDUSTRIALS					8.50
Bizlink Holding, Inc.	3665-TW	848.00	605,000	17,562,645	5.40
Advanced Energy Solution Holding Co. Ltd.	6781-TW	1,060.00	188,000	6,821,854	2.10
Shin Zu Shing Co. Ltd.	3376-TW	214.50	444,000	3,260,236	1.00
CONSUMER DISCRETIONARY					7.30
Nien Made Enterprise Co. Ltd.	8464-TW	407.50	799,000	11,145,847	3.43
Merida Industry Co. Ltd.	9914-TW	103.00	1,542,000	5,437,012	1.67
Fulgent Sun International Holding Co. Ltd.	9802-TW	104.50	1,234,899	4,417,600	1.36
Giant Manufacturing Co. Ltd.	9921-TW	108.50	370,000	1,374,264	0.42
Gourmet Master Co. Ltd.	2723-TW	81.70	461,000	1,289,323	0.40
KMC Kuei Meng International, Inc.	5306-TW	93.00	20,000	63,673	0.02
MATERIALS					3.08
Century Iron & Steel Industrial Co. Ltd.	9958-TW	237.00	1,388,000	11,260,989	3.46

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 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

©2025 The Taiwan Fund, Inc., c/o State Street Bank and Trust Company, One Congress Street, Suite 1, Boston, MA, 02111-2016