

AAEON Technology Inc and Subsidiaries
Consolidated Financial Statements
With Independent Auditor's Review Report Thereon
March 31, 2025 and 2024
(Stock Code: 6579)

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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.

AAEON Technology Inc. and Subsidiaries
Consolidated Financial Statements
With Independent Auditor's Review Report Thereon March 31, 2025 and 2024

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To AAEON Technology Inc:

Introduction

We have reviewed the accompanying consolidated balance sheets of AAEON Technology Inc. and its subsidiaries ("the Group") as of March 31, 2025 and 2024, and the related consolidated statements of comprehensive income, changes in equity and cash flows for the three-month periods ended March 31, 2025 and 2024, and notes to the consolidated financial statements, including the summary of significant accounting policies. It is the responsibility of the management to prepare and ensure fair presentation of consolidated financial statements in accordance with Regulations Governing the Preparation of Financial Reports by Securities Issuers, international financial reporting standards approved by the Financial Supervisory Commission, and IAS 34 - "Interim Financial Reporting". Our responsibility as auditor is to form a conclusion based on our reviews.

Scope of Review

Except as explained in the following paragraph, we conducted our reviews in accordance with the Standard on Review Engagements 2410, Review of Financial Information Performed by the Independent Auditor of the Entity in the Republic of China. A review of 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 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 mentioned in Note 4. (3) and 6.(6) of the consolidated financial statements, some non-significant subsidiaries were consolidated using non-auditor reviewed financial statements for the corresponding period, which the sum of assets represented by such subsidiaries totaled \$728,647 thousand and \$715,605 thousand as of March 31, 2025 and 2024, and accounted for 4.95% and 4.65% of consolidated total assets, respectively; they also represented \$128,728 thousand and \$182,664 thousand of total liabilities, which accounted for 5.62% and 6.84% of consolidated total liabilities, respectively. Comprehensive losses reported by the above subsidiaries amounted to (\$8,985) thousand and (\$2,286) thousand for the three-month periods ended March 31, 2025 and 2024, which accounted for (3.12%) and (0.41%) of total comprehensive income for the respective periods. As for investments accounted for using the equity method, the balance as of March 31, 2025 and 2024, was \$31,719 thousand and \$33,185 thousand, which all accounted for 0.22% of the total consolidated assets. The share of profit or loss from associated companies accounted for using the equity method and the share of other comprehensive income amounted to (\$1,816) thousand and (\$1,500) thousand for the three-month periods ended March 31, 2025 and 2024, accounting for (0.63%) and (0.27%) of the total consolidated comprehensive income.

Qualified conclusion

Based on our reviews and the reports of other independent auditors (please refer to other matter), none of the material disclosures of the consolidated financial statements mentioned above exhibited any misstatement that did not conform with Regulations Governing the Preparation of Financial Reports by Securities Issuers or the version of IAS 34 - "Interim Financial Reporting" approved by the Financial Supervisory Commission, or compromised the fair view of the consolidated financial position of the Group as of March 31, 2025 and 2024, and consolidated business performance and consolidated cash flow for the three-month periods ended March 31, 2025 and 2024, except for the matters discussed in the "Basis for qualified conclusion" paragraph and potential adjustments to the consolidated financial statements if financial statements of non-significant subsidiaries were to be auditor-reviewed.

Other matter – Reference to the reviews of other independent auditors

We did not review the financial statements of certain investments accounted for under equity method. Those financial statements were reviewed by other independent auditors whose reports thereon have been furnished to us and our conclusion expressed herein, insofar as it relates to the amounts included in the consolidated financial statements and information disclosed relative to these investments, is based solely on the reports of other independent auditors. These investments accounted for under equity method amounted to \$4,048,373 thousand and \$4,194,595 thousand as of March 31, 2025 and 2024, which accounted for 27.48% and 27.25% of consolidated total assets on the respective dates; comprehensive income recognized from the above companies amounted to \$18,489 thousand and \$82,468 thousand for the three-month periods ended March 31, 2025 and 2024, which accounted for 6.42% and 14.67% of consolidated comprehensive income for the respective periods.

PwC Taiwan

Certified Public Accountant

Chang, Shu-Chiung

Lin, Chun-Yao

(Formerly known as) Financial Supervisory Commission. The Ministry of Finance
Approval reference: Jin-Guan-Zheng-Shen No. 0990042602


(Formerly known as) Securities and Futures Commission, The Ministry of Finance
Approval reference: (1996) Tai-Tsai-Cheng (VI) No. 68702

May 8, 2025

Notes to Readers


The accompanying consolidated financial statements are intended only to present the Consolidated statement of 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 audit such consolidated financial statements are those generally accepted and applied in the Republic of China.

The independent auditors' 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' report and consolidated financial statements, the Chinese version shall prevail.


AAEON Technology Inc. and Subsidiaries
Consolidated Balance Sheets
March 31, 2025, December 31, 2024 and March 31, 2023
 (The consolidated balance sheets as of March 31, 2025 and 2024, were reviewed, not audited)
 (Expressed in thousands of New Taiwan Dollars)

Assets	Notes	March 31, 2025		December 31, 2024		March 31, 2024		
		Amount	%	Amount	%	Amount	%	
Current asset								
1100	Cash and cash equivalents	6. (1)	\$ 4,345,340	30	\$ 4,270,200	30	\$ 5,014,214	33
1110	Financial asset at fair value through profit or loss - current	6. (2)	717,171	5	625,020	4	648,384	4
1136	Financial assets measured at amortized cost-current	8	119,876	1	90,552	1	128,960	1
1150	Net notes receivable	6. (4)	37,261	-	45,323	-	17,588	-
1170	Net accounts receivable	6. (4), 7	1,053,945	7	832,074	6	843,098	5
1200	Other receivables	7	38,435	-	27,186	-	22,306	-
1220	Current tax assets		36,891	-	25,397	-	17,357	-
130X	Inventories	6. (5)	1,320,019	9	1,319,736	9	1,403,792	9
1410	Prepayments		95,984	1	96,765	1	113,913	1
1479	Other current assets - other		2,851	-	5,147	-	5,848	-
11XX	Total current assets		<u>7,767,773</u>	<u>53</u>	<u>7,337,400</u>	<u>51</u>	<u>8,215,460</u>	<u>53</u>
Non-current assets								
1510	Financial asset at fair value through profit or loss - non-current	6. (2)	106,809	1	121,611	1	69,775	-
1517	Financial asset at fair value through other comprehensive income - non-current	6. (3)	159,268	1	151,048	1	141,630	1
1550	Investments accounted for under equity method	6. (6)	4,080,092	28	4,054,764	28	4,227,780	28
1600	Property, plant and equipment	6. (7), 8	1,383,777	9	1,388,010	10	1,516,362	10
1755	Right-of-use assets	6. (8)	186,498	1	196,667	1	236,495	2
1760	Investment property	6. (9), 8	340,810	2	342,425	3	190,945	1
1780	Intangible assets	6. (10), 7	605,814	4	628,111	4	681,807	4
1840	Deferred tax assets		68,661	1	70,435	1	77,431	1
1900	Other non-current assets	8	34,584	-	35,771	-	33,906	-
15XX	Total non-current assets		<u>6,966,313</u>	<u>47</u>	<u>6,988,842</u>	<u>49</u>	<u>7,176,131</u>	<u>47</u>
1XXX	Total assets		<u>\$ 14,734,086</u>	<u>100</u>	<u>\$ 14,326,242</u>	<u>100</u>	<u>\$ 15,391,591</u>	<u>100</u>

(Continued)


 AAEON Technology Inc. and Subsidiaries
 Consolidated Balance Sheets
 March 31, 2025, December 31, 2024 and March 31, 2025
 (The consolidated balance sheets as of March 31, 2025 and 2024, were reviewed, not audited)
 (Expressed in thousands of New Taiwan Dollars)

Liabilities and equity	Notes	March 31, 2025		December 31, 2024		March 31, 2024		
		Amount	%	Amount	%	Amount	%	
Current liability								
2100	Short-term borrowings	6. (11), 8	\$ -	-	\$ 80,000	1	\$ 27,000	-
2120	Financial liabilities at fair value through profit or loss - current	6. (2)	-	-	391	-	-	-
2130	Contract liability - current	6. (19)	252,146	2	233,296	2	251,603	2
2150	Notes payables		-	-	-	-	1,629	-
2170	Accounts payables		493,758	3	383,504	3	626,540	4
2180	Accounts payables-related parties	7	114,928	1	75,241	-	167,388	1
2200	Other payables	6. (13), 7	622,378	4	667,921	5	689,928	5
2230	Current tax liabilities		101,229	1	60,537	-	137,182	1
2250	Provisions - current		34,059	-	33,790	-	38,272	-
2280	Lease liability - current		60,135	1	63,746	-	65,882	-
2320	Long-term liabilities-current Portion	6. (12), 8	10,664	-	10,612	-	10,455	-
2399	Other current liabilities - other		42,144	-	41,071	-	52,174	-
21XX	Total current liabilities		<u>1,731,441</u>	<u>12</u>	<u>1,650,109</u>	<u>11</u>	<u>2,068,053</u>	<u>13</u>
Non-current liabilities								
2527	Contract Liability - non-current	6. (19)	57,294	-	56,211	-	60,417	-
2540	Long-term borrowings	6. (12), 8	121,252	1	123,947	1	131,916	1
2550	Provisions - non-current		13,384	-	13,359	-	14,268	-
2570	Deferred tax liabilities		265,715	2	262,468	2	248,091	2
2580	Lease liabilities - non-current		88,600	1	97,179	1	133,436	1
2670	Other non-current liabilities - other		14,670	-	14,502	-	14,275	-
25XX	Total non-current liabilities		<u>560,915</u>	<u>4</u>	<u>567,666</u>	<u>4</u>	<u>602,403</u>	<u>4</u>
2XXX	Total Liabilities		<u>2,292,356</u>	<u>16</u>	<u>2,217,775</u>	<u>15</u>	<u>2,670,456</u>	<u>17</u>
Equity								
Equity attributable to owners of parent								
Share capital								
3110	Share capital-common stock	6. (16)	1,694,512	11	1,693,692	12	1,604,078	10
3140	Advance receipts for share capital		-	-	820	-	4,830	-
Capital surplus								
3200	Capital surplus	6. (15) (17)	6,430,922	43	6,412,230	45	6,454,268	43
Retained earnings								
3310	Legal reserve	6. (18)	674,628	5	674,628	5	577,944	4
3320	Special reserve		12,359	-	12,359	-	12,359	-
3350	Undistributed retained earnings		1,418,811	10	1,159,106	8	1,760,836	11
Other Equity								
3400	Other Equity		148,375	1	146,554	1	132,440	1
31XX	Total equity attributable to owners of parent		<u>10,379,607</u>	<u>70</u>	<u>10,099,389</u>	<u>71</u>	<u>10,546,755</u>	<u>69</u>
36XX	Non-controlling interests	4. (3)	<u>2,062,123</u>	<u>14</u>	<u>2,009,078</u>	<u>14</u>	<u>2,174,380</u>	<u>14</u>
3XXX	Total equity		<u>12,441,730</u>	<u>84</u>	<u>12,108,467</u>	<u>85</u>	<u>12,721,135</u>	<u>83</u>
Significant contingent liabilities and unrecognized contract commitments								
Significant events after the balance sheet date								
3X2X	Total liabilities and equity		<u>\$ 14,734,086</u>	<u>100</u>	<u>\$ 14,326,242</u>	<u>100</u>	<u>\$ 15,391,591</u>	<u>100</u>

Please also refer to the notes as it is part of the consolidated financial statements.

Chairman: Yung-Shun Chuang

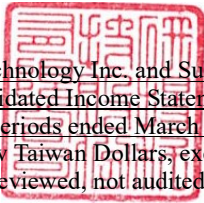


Manager: Chien-Hung Lin



Accounting Supervisor: Jen-Chung Wang




AAEON Technology Inc. and Subsidiaries
Consolidated Income Statement
 For the three-month periods ended March 31, 2025 and 2024
 (Expressed in thousands of New Taiwan Dollars, except earnings per share data)
 (Reviewed, not audited)

Item	Notes	For the three-month periods ended March 31,			
		2025		2024	
		Amount	%	Amount	%
4000 Operating income	6. (19), 7.	\$ 1,958,385	100	\$ 1,802,503	100
5000 Operating cost	6. (5) (23) (24), 7.	(1,290,856)	(66)	(1,189,603)	(66)
5900 Operating profit		<u>667,529</u>	<u>34</u>	<u>612,900</u>	<u>34</u>
Operating expenses	6. (23) (24), 7.				
6100 Selling Expenses		(210,101)	(11)	(194,245)	(11)
6200 General and administrative expenses		(145,747)	(7)	(144,283)	(8)
6300 Research and development expenses		(185,486)	(9)	(181,770)	(10)
6450 Expected credit impairment losses (gains)	12. (2)	<u>3,485</u>	<u>-</u>	<u>(2,025)</u>	<u>-</u>
6000 Total operating expense		<u>(537,849)</u>	<u>(27)</u>	<u>(522,323)</u>	<u>(29)</u>
6900 Operating income		<u>129,680</u>	<u>7</u>	<u>90,577</u>	<u>5</u>
Non-operating income and expenses					
7100 Interest income		25,473	1	28,704	2
7010 Other income	6. (20)	12,138	-	4,547	-
7020 Other gains and losses	6. (21)	116,004	6	376,012	21
7050 Financial costs	6. (22)	(2,110)	-	(1,780)	-
7060 Share of the profit of associates and joint ventures accounted for under equity method	6. (6)	<u>37,660</u>	<u>2</u>	<u>36,327</u>	<u>2</u>
7000 Total non-operating income and expenses		<u>189,165</u>	<u>9</u>	<u>443,810</u>	<u>25</u>
7900 Profit (loss) before income tax		318,845	16	534,387	30
7950 Income tax expenses	6. (25)	(45,434)	(2)	(57,581)	(4)
8200 Profit (loss) for the period		<u>\$ 273,411</u>	<u>14</u>	<u>\$ 476,806</u>	<u>26</u>

(Continued)

AAEON Technology Inc. and Subsidiaries
Consolidated Income Statement
For the three-month periods ended March 31, 2025 and 2024
(Expressed in thousands of New Taiwan Dollars, except earnings per share data)
(Reviewed, not audited)

Item	Notes	For the three-month periods ended March 31,				
		2025		2024		
		Amount	%	Amount	%	
Other comprehensive income						
Components of other comprehensive income that will not be reclassified to profit or loss						
8316	Unrealized gains(losses) on financial assets at FVOCI	6. (3)				
		\$	8,220	-	\$ 3,028	
8320	Share of other comprehensive income of associates and joint ventures accounted for under equity method - not to be reclassified to profit or loss in subsequent periods	6. (6)				
		(	26,159)	(	1) 37,530
8310	Total amount not to be reclassified to profit or loss in subsequent periods		(17,939)	(1) 40,558
Components of other comprehensive income that will be reclassified to profit or loss						
8361	Financial statements translation differences of foreign operations		34,436	2	47,088	
8370	Share of other comprehensive income of associates and joint ventures accounted for under equity method - to be reclassified to profit or loss	6. (6)				
			5,172	-	7,111	
8399	Income tax relating to the components of other comprehensive income	6. (25)	(6,888)	(9,418)
8360	Total amount to be reclassified to profit or loss in subsequent periods			32,720	2	44,781
8300	Net Other comprehensive income		\$	14,781	1	\$ 85,339
8500	Total comprehensive income		\$	288,192	15	\$ 562,145
Profit attributable to:						
8610	Owners of parent		\$	259,705	13	\$ 429,272
8620	Non-controlling interests			13,706	1	47,534
			\$	273,411	14	\$ 476,806
Total comprehensive income (loss) attributable to:						
8710	Owners of parent		\$	261,526	14	\$ 498,759
8720	Non-controlling interests			26,666	1	63,386
			\$	288,192	15	\$ 562,145
Basic earnings (loss) per share						
9750	Total basic earnings (loss) per share	6. (26)				
			\$	2.07	\$ 3.44	
Diluted earnings (loss) per share						
9850	Total diluted earnings (loss) per share	6. (26)				
			\$	2.06	\$ 3.41	

Please also refer to the notes as it is part of the consolidated financial statements.

Chairman: Yung-Shun Chuang

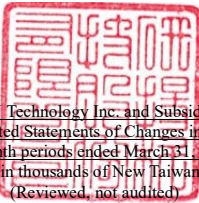


Manager: Chien-Hung Lin



Accounting Supervisor: Jen-Chung Wang




 AAEON Technology Inc. and Subsidiaries
 Consolidated Statements of Changes in Equity
 For the three-month periods ended March 31, 2025 and 2024
 (Expressed in thousands of New Taiwan Dollars)
 (Reviewed, not audited)

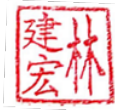
	Notes	Equity attributable to owners of the parent											
		Share Capital			Retained Earnings				Other Equity				Total	Non-controlling interests	Total
	Common share capital	Advance receipts for share capital	Capital surplus	Legal reserve	Special reserve	Undistributed retained earnings	Financial statements translation differences of foreign operations	Unrealized gains (losses) from financial assets measured at fair value through other comprehensive income	Remeasurements of defined benefit plans				
For the three months period ended March 31, 2024													
Balance at January 1, 2024		\$ 1,602,418	\$ 1,660	\$6,421,702	\$ 577,944	\$ 12,359	\$1,331,564	(\$ 20,663)	\$ 85,628	(\$ 2,012)	\$10,010,600	\$ 2,110,795	\$12,121,395
Profit for the period		-	-	-	-	-	429,272	-	-	-	429,272	47,534	476,806
Other comprehensive income		-	-	-	-	-	-	31,313	38,174	-	69,487	15,852	85,339
Total comprehensive income		-	-	-	-	-	429,272	31,313	38,174	-	498,759	63,386	562,145
Change in associates and joint ventures accounted for under equity method	6. (6) (17)	-	-	7,891	-	-	-	-	-	-	7,891	-	7,891
Share-based Payment	6. (15) (17)	-	-	186	-	-	-	-	-	-	186	199	385
Employee stock options exercised	6. (15) (17)	1,660	3,170	24,489	-	-	-	-	-	-	29,319	-	29,319
Balance at March 31, 2024		\$ 1,604,078	\$ 4,830	\$6,454,268	\$ 577,944	\$ 12,359	\$1,760,836	\$ 10,650	\$ 123,802	(\$ 2,012)	\$10,546,755	\$ 2,174,380	\$12,721,135
For the three months period ended March 31, 2025													
Balance at January 1, 2025		\$ 1,693,692	\$ 820	\$6,412,230	\$ 674,628	\$ 12,359	\$1,159,106	\$ 25,210	\$ 123,098	(\$ 1,754)	\$10,099,389	\$ 2,009,078	\$12,108,467
Profit for the period		-	-	-	-	-	259,705	-	-	-	259,705	13,706	273,411
Other comprehensive income		-	-	-	-	-	-	22,429	(20,608)	-	1,821	12,960	14,781
Total comprehensive income		-	-	-	-	-	259,705	22,429	(20,608)	-	261,526	26,666	288,192
Changes in Ownership Interests in Subsidiaries	6. (17)	-	-	(5,590)	-	-	-	-	-	-	(5,590)	5,590	-
Change in associates and joint ventures accounted for under equity method	6. (6) (17)	-	-	8,655	-	-	-	-	-	-	8,655	-	8,655
Employee stock options exercised	6. (15) (17)	820	(820)	15,627	-	-	-	-	-	-	15,627	20,789	36,416
Balance at March 31, 2025		\$ 1,694,512	\$ -	\$6,430,922	\$ 674,628	\$ 12,359	\$1,418,811	\$ 47,639	\$ 102,490	(\$ 1,754)	\$10,379,607	\$ 2,062,123	\$12,441,730

Please also refer to the notes as it is part of the consolidated financial statements.

Chairman: Yung-Shun Chuang

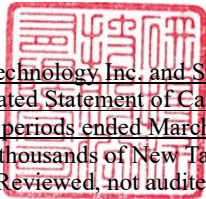


Manager: Chien-Hung Lin




Accounting Supervisor: Jen-Chung Wang




 AAeon Technology Inc. and Subsidiaries
 Consolidated Statement of Cash Flows
 For the three-month periods ended March 31, 2025 and 2024
 (Expressed in thousands of New Taiwan Dollars)
 (Reviewed, not audited)

	Notes	For the three-month periods ended March 31	
		2025	2024
<u>Cash flows from operating activities</u>			
Profit before tax		\$ 318,845	\$ 534,387
Adjustments			
Adjustments to reconcile profit (loss)			
Depreciation expense	6. (7) (8) (23)	37,766	37,683
Amortization expenses	6. (23)	23,354	21,991
Expected credit impairment losses (gains)	12. (2)	(3,485)	2,025
Costs of share-based payment awards	6. (15)	-	385
Interest income		(25,473)	(28,704)
Dividends income	6. (20)	(6,180)	-
Interest expenses	6. (22)	2,110	1,780
Net gains from financial assets and liabilities at fair value through profit or loss	6. (2) (21)	(77,404)	(237,893)
Losses on disposal of property, plant and equipment	6. (21)	(16)	594
Reclassification of Property, Plant and Equipment to Expenses		27	-
Depreciation expense of investment property (other gains and losses)	6 (9) (21)	2,302	1,560
Share of profit of associates accounted for under equity method	6. (6)	(37,660)	(36,327)
Gain on lease modification	6. (8) (21)	(40)	(554)
Changes in operating assets and liabilities			
Net changes in operating assets			
Financial assets and liabilities at fair value through profit or loss		55	53
Notes and accounts receivable		(210,814)	69,885
Other receivables		(1,438)	(4,929)
Inventories		(283)	87,313
Prepayments		781	(8,779)
Net changes in operating liabilities			
Contract liability		19,933	27,770
Notes and accounts payable (including related-parties)		149,941	272,889
Other payables		(45,489)	14,126
Other current liabilities		1,073	4,233
Provisions for liabilities		294	(3,486)
Other non-current liabilities		116	(2,225)
Net cash from operating activities		148,315	753,777
Interest received		21,841	28,704
Interest paid		(2,175)	(1,779)
Income taxes paid		(16,836)	(21,564)
Net cash flows from operating activities		151,145	759,138

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AAEON Technology Inc. and Subsidiaries
Consolidated Statement of Cash Flows
For the three-month periods ended March 31, 2025 and 2024
 (Expressed in thousands of New Taiwan Dollars)
 (Reviewed, not audited)

	Notes	For the three-month periods ended March 31	
		2025	2024
<u>Cash flows from investing activities</u>			
Disposal of financial assets at fair value through profit or loss		\$ -	\$ 5,595
Acquisition of financial asset at fair value through profit or loss		-	(69,846)
Acquisition of financial assets measured at amortized cost		(29,312)	(65,295)
Acquisition of property, plant and equipment	6. (27)	(8,264)	(2,739)
Disposal of property, plant and equipment		22	418
Acquisition of intangible asset	6. (10)	(1,036)	(3,577)
Decrease (increase) in other current assets		2,296	(1,101)
Decrease (increase) in other non-current assets		1,660	(2,352)
Net cash flows used in investing activities		(34,634)	(138,897)
<u>Cash flows from financing activities</u>			
Reimbursement in short-term borrowings	6. (28)	(80,000)	-
Reimbursement in long-term borrowings	6. (28)	(2,643)	(2,604)
Repayment of lease principal	6. (28)	(19,815)	(15,073)
Employee share options exercised	6. (15)	36,416	29,319
Net cash flows from financing activities		(66,042)	11,642
Effects due to changes in exchange rate		24,671	34,355
Increase in cash and cash equivalents		75,140	666,238
Cash and cash equivalents at the beginning of periods		4,270,200	4,347,976
Cash and cash equivalents at the end of periods		\$ 4,345,340	\$ 5,014,214

Please also refer to the notes as it is part of the consolidated financial statements.

Chairman: Yung-Shun Chuang




Manager: Chien-Hung Lin



Accounting Supervisor: Jen-Chung Wang




AAEON TECHNOLOGY INC. and Subsidiaries
Notes of Consolidated Financial Statements
March 31, 2025 and 2024
(Expressed in thousands of New Taiwan Dollars,
except as of otherwise indicated)
(Reviewed, not audited)

I. Company Profile

AAEON Technology Co., Ltd. (hereinafter referred to as the "the Company") was established in the Republic of China. The main businesses of the company and its subsidiaries (hereinafter collectively referred to as the "Group") include the manufacturing, processing and imports/exports of computer peripherals, electronic components, computer test instruments, computer PCB functional testing, and radio telecommunication equipment and its components; the R&D, design, manufacturing, processing, and trading of various industrial computers, medical computers, industrial controllers, quantity controllers, and components; industrial computer automation design and services, as well as the import/export of related materials. The Company has been listed on Taiwan Stock Exchange since August 2017. Asustek Computer Co., Ltd. holds 37.46% of the Company's shares (including indirect holdings) and is the Group's ultimate parent company.

II. Date and Procedures for the Authorization of Financial Reports

These consolidated financial statements were reported to the Board of Directors and issued on May 8, 2025.

III. New or Revised Standards and Applied Interpretation

(I) The impact of adopting standards or interpretations issued, revised or amended by IASB which are endorsed by the Financial Supervisory Commission (hereinafter referred to as FSC)

Standards or interpretations issued, revised or amended by IASB which are endorsed by FSC at 2025 are listed below:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date issued by IASB</u>
Amendments to IAS 21, 'Lack of exchangeability'	January 1, 2025

The above standards and interpretations have no material impact to the Group's financial condition and financial performance based on the Group's assessment.

(II) The impact of the IFRS issued and amended by IASB which are endorsed by FSC but not yet adopted by the Group

New standards, interpretations and amendments endorsed by the FSC effective from 2025 are as follows:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date issued by IASB</u>
Specific provisions of Amendments to IFRS 9 and IFRS 7, 'Amendments to the classification and measurement of financial instruments'	January 1, 2026

The above standards and interpretations have no significant impact to the Group's financial condition and financial performance based on the Group's assessment.

(III) The impact of IFRS standards issued by IASB but have not yet endorsed by FSC

Standards or interpretations issued, revised or amended, by IASB but not yet endorsed by FSC are listed below.:

<u>New Standards, Interpretations and Amendments</u>	<u>Effective date issued by IASB</u>
Specific provisions of Amendments to IFRS 9 and IFRS 7, ‘Amendments to the classification and measurement of financial instruments’	January 1, 2026
Amendments to IFRS 9 and IFRS 7, ‘Contracts referencing naturedependent electricity’	January 1, 2026
Amendments to IFRS 10 and IAS 28, ‘Sale or contribution of assets between an investor and its associate or joint venture’	To be determined by International Accounting Standards Board
IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendments to IFRS 17, ‘Insurance contracts’	January 1, 2023
Amendments to IFRS 17, ‘Initial application of IFRS 17 and IFRS 9 - comparative information’	January 1, 2023
IFRS18, ‘Presentation and disclosure in financial statements’	January 1, 2027
IFRS19, ‘Subsidiaries without public accountability: disclosures’	January 1, 2027
Annual Improvements to IFRS Accounting Standards—Volume 11	January 1, 2026

Except for the following, the above standards and interpretations have no significant impact to the Group’s financial condition and financial performance based on the Group’s assessment:

1. Specific provisions of Amendments to IFRS 9 and IFRS 7, ‘Amendments to the classification and measurement of financial instruments’
Update the disclosures for equity instruments designated at fair value through other comprehensive income. The entity shall disclose the fair value of each class of investment and is no longer required to disclose the fair value of each investment. In addition, the amendments require the entity to disclose the fair value gain or loss presented in other comprehensive income during the period, showing separately the fair value gain or loss related to investments derecognised during the reporting period and the fair value gain or loss related to investments held at the end of the reporting period; and any transfers of the cumulative gain or loss within equity during the reporting period related to the investments derecognised during that reporting period.
2. IFRS 18, ‘Presentation and disclosure in financial statements’
IFRS 18, ‘Presentation and disclosure in financial statements’ replaces IAS 1. The standard introduces a defined structure of the statement of profit or loss, disclosure requirements related to managementdefined performance measures, and enhanced principles on aggregation and disaggregation which apply to the primary financial statements and notes.

IV. Summary of Significant Accounting Policies

The following is a description of significant accounting policies in regards to statement of compliance, basis of preparation, basis of consolidation and addition. Unless otherwise stated, all other accounting policies shall remain unchanged from Note 4. of the 2024 consolidated financial statements and apply consistently across all reporting periods.

(I) Statement of compliance

1. This consolidated financial report has been prepared in accordance with Regulations Governing the Preparation of Financial Reports by Securities Issuers and IAS 34 - "Interim Financial Reporting".
2. This consolidated financial report shall be read in conjunction with the 2024 consolidated financial report.

(II) Basis of preparation

1. The consolidated financial statements have been prepared on a historical cost basis except for the following reasons:
 - (1) Financial assets and liabilities (including derivatives) that have been measured at fair value through profit or loss.
 - (2) Financial assets that have been measured at fair value through other comprehensive income.
 - (3) Defined benefit liabilities recognized at the net amount of pension fund assets less present value of defined benefit obligation.
2. For the preparation of financial statements in conformity with the IFRS, International Accounting Standards, IFRIC Interpretations, and SIC Interpretations as endorsed by the Financial Supervisory Commission, it requires the use of certain critical accounting estimates. It also requires management to exercise its judgement in the process of applying the Group's accounting policies. The areas involving higher degree of judgment or complexity, or areas where assumptions and estimations are significant to the consolidated financial statements are disclosed in Note 5.

(III) Basis of consolidation

1. Preparation principle of consolidated financial statement:

This consolidated financial report has been prepared on the same basis as the 2024 consolidated financial report.

2. The subsidiaries included in the consolidated financial statements:

Investor	Subsidiary name	Business	Ownership (%)			Notes
			2025/3/31	2024/12/31	2024/3/31	
AAEON	AAEON ELECTRONICS, INC. (AEI)	Sales of IPC and PC peripherals	100%	100%	100%	
AAEON	AAEON TECHNOLOGY CO., LTD. (ATCL)	Investment of IPC and interface card	100%	100%	100%	Note 1
AAEON	AAEON TECHNOLOGY (EUROPE) B.V.(ANI)	Sales of IPC and PC peripherals	100%	100%	100%	

Investor	Subsidiary name	Business	Ownership (%)			Notes
			2025/3/31	2024/12/31	2024/3/31	
AAEON	AAEON INVESTMENT, CO., LTD. (AAEONI)	Investment of IPC and PC peripherals	100%	100%	100%	Note 1
AAEON	ONYX HEALTHCARE INC. (ONYX)	Design, manufacture and sales of medical PC	47.92%	48.40%	48.51%	Note 2
AAEON	AAEON TECHNOLOGY SINGAPORE PTE. LTD. (ASG)	Sales of IPC and PC peripherals	100%	100%	100%	Note 1
AAEON	JETWAY INFORMATION CO., LTD. (JETWAY)	Manufacturing and selling of industrial motherboard and computer peripherals	35.29%	35.29%	35.27%	Note 2
ATCL	AAEON TECHNOLOGY (SUZHOU) INC. (ACI)	Production and sales of IPC and interface card	100%	100%	100%	Note 1
ANI	AAEON TECHNOLOGY GMBH(AGI)	Sales of IPC and PC peripherals	100%	100%	100%	Note 1
ONYX	ONYX HEALTHCARE EUROPE B.V. (ONI)	Marketing support and maintenance of medical PC and peripherals	100%	100%	100%	Note 1
ONYX	ONYX HEALTHCARE USA, INC. (OHU)	Sales of medical PC and peripherals	100%	100%	100%	
ONYX	ONYX HEALTHCARE (SHANGHAI) LTD. (OCI)	Sales of medical PC and peripherals	100%	100%	100%	Note 1
ONYX	IHELPER INC. (IHELPER)	R&D and sales of medical robots	46%	46 %	46%	Note 1 and Note 2
JETWAY	JETWAY COMPUTER CORP. (JETWAYUS)	Selling and repairing of computer peripheral	100%	100%	100%	

Investor	Subsidiary name	Business equipment	Ownership (%)			Notes
			2025/3/31	2024/12/31	2024/3/31	
JETWAY	JETWAY COMPUTER B.V. (JETWAYNL)	Selling and repairing of computer peripheral equipment	100%	100%	100%	Note 1
JETWAY	JETWAY (FAR EAST) INFORMATION COMPANY LIMITED (JETWAYFE)	Investing of computer peripheral business	100%	100%	100%	Note 1
JETWAY	TOP NOVEL ENTERPRISE CORP. (TOPNOVEL)	Investing of computer peripheral business	100%	100%	100%	
JETWAYFE	SCORETIME INVESTMENT LIMITED (SCORETIME)	Investing of Computer peripheral business	100%	100%	100%	Note 1
TOPNOVEL	CANDID INTERNATIONAL CORP. (CANDID)	Investing of computer peripheral business	100%	100%	100%	
CANDID	FUJIAN CANDID INTERNATIONAL CO., LTD. (FUJIAN)	Manufacturing and selling of computer and peripheral equipment	100%	100%	100%	

Note 1: Since it does not meet the definition of a significant subsidiary, its financial statements as of March 31, 2025, and March 31, 2024, have not been reviewed by an auditor.

Note 2: Although the Group does not hold more than 50% shareholding, it is included in the preparation of the consolidated financial report as it has control over the Company's financial, operating and personnel policies.

3. The subsidiaries excluded from the consolidated financial statements: None.

4. Different adjustments from subsidiaries during the reporting period: None.

5. Significant restrictions: None.

6. Subsidiaries with material non-controlling interests

The Group's total non-controlling interests as of March 31, 2025, December 31, 2024 and March 31, 2024 were \$2,062,123, \$2,009,078 and \$2,174,380, respectively. The Group's subsidiaries with significant non-controlling interests are as follows:

Subsidiary Name	Main business location	Non-controlling interests 2025/3/31		Non-controlling interests 2024/12/31	
		Amount	Ownership interest	Amount	Ownership interest
ONYX	Taiwan	\$ 831,846	52.08%	\$ 797,008	51.60%
JETWAY	Taiwan	\$ 1,222,151	64.71%	\$ 1,203,905	64.71%

Subsidiary Name	Main business location	Non-controlling interests 2024/3/31	
		Amount	Ownership interest
ONYX	Taiwan	\$ 809,536	51.49%
JETWAY	Taiwan	\$ 1,356,650	64.73%

Summarized financial information of subsidiaries:

Balance sheet

	ONYX		
	2025/3/31	2024/12/31	2024/3/31
Current asset	\$ 808,191	\$ 824,607	\$ 935,834
Non-current assets	1,296,980	1,281,586	1,275,638
Current liability	(290,218)	(338,864)	(403,958)
Non-current liabilities	(209,592)	(214,571)	(227,072)
Total Net Assets	\$ 1,605,361	\$ 1,552,758	\$ 1,580,442

	JETWAY		
	2025/3/31	2024/12/31	2024/3/31
Current asset	\$ 1,142,006	\$ 1,089,817	\$ 1,409,904
Non-current assets	1,189,633	1,217,500	1,210,168
Current liability	(255,590)	(256,966)	(324,853)
Non-current liabilities	(187,006)	(189,584)	(199,100)
Total Net Assets	\$ 1,889,043	\$ 1,860,767	\$ 2,096,119

Statement of comprehensive income

	ONYX			
	For the three-month periods ended March 31,			
	2025		2024	
Income	\$	309,941	\$	275,340
Profit before tax	\$	6,129	\$	56,999
Income tax expense		1,226	(	6,951)
Net income		7,355		50,048
Other comprehensive income (net amount after tax)		8,832		9,463
Total comprehensive income	\$	16,187	\$	59,511
Total comprehensive income attributable to non-controlling interests	\$	8,460	\$	31,043

JETWAY				
For the three-month periods ended March 31,				
	2025		2024	
Income	\$	300,127	\$	315,672
Profit before tax	\$	23,005	\$	46,987
Income tax expense	(	7,648)	(	12,692)
Net income		15,357		34,295
Other comprehensive income (net amount after tax)		12,919		16,963
Total comprehensive income	\$	28,276	\$	51,258
Total comprehensive income attributable to non-controlling interests	\$	18,298	\$	33,103

Cash flow statement

ONYX				
For the three-month periods ended March 31,				
	2025		2024	
Net cash inflow from operating activities	\$	42,701	\$	124,892
Net cash flows used in investing activities	(	5,650)	(	66,976)
Net cash inflows (outflow) from financing activities	(	47,273)	(	3,190)
Effects of exchange rate changes on cash and cash equivalents		4,397		4,597
Increase in current cash and cash equivalents	(	5,825)		59,323
Cash and cash equivalents at the beginning of periods		324,593		366,767
Cash and cash equivalents at the end of periods	\$	318,768	\$	426,090

JETWAY				
For the three-month periods ended March 31,				
	2025		2024	
Net cash inflow from operating activities	\$	82,313	\$	99,144
Net cash flows used in investing activities	(	31,338)	(	67,729)
Net cash inflows (outflow) from financing activities	(	3,541)	(	2,102)
Effects of exchange rate changes on cash and cash equivalents		11,235		17,461
Increase in current cash and cash equivalents		58,669		46,774
Cash and cash equivalents at the beginning of periods		612,147		865,919
Cash and cash equivalents at the end of periods	\$	670,816	\$	912,693

V. Significant Accounting Judgments, Estimations, and Major Sources of Assumption Uncertainty

No material changes had taken place in the current period; please refer to Note 5. of the 2024 consolidated financial report.

VI. Significant Accounting Items

(I) Cash and cash equivalents

	2025/3/31	2024/12/31	2024/3/31
Cash on hand and petty cash	\$ 6,889	\$ 5,209	\$ 4,719
Check deposit and demand deposit	2,701,271	2,369,544	2,982,002
Time deposit	1,637,180	1,895,447	2,027,493
Total	<u>\$ 4,345,340</u>	<u>\$ 4,270,200</u>	<u>\$ 5,014,214</u>

1. Due to good credit quality of the Group's principal financial institutions and the Group's relationships with multiple financial institutions, the exposure to a diversified set of risks would lower the probability of a default.
2. Please refer to Note 8 for the Group's collateral provision in the form of cash and cash equivalent guarantees.
3. Time deposits with original maturities exceeding three months of the Group's have been reclassified under 'Financial assets measured at amortized cost'.

(II) Net loss (gains) from financial assets and liabilities

<u>Item</u>	<u>2025/3/31</u>	<u>2024/12/31</u>	<u>2024/3/31</u>
Current:			
Financial assets mandatorily measured at fair value through profit or loss			
Listed and OTC stocks	\$ 85,178	\$ 85,178	\$ 85,178
Emerging stocks	3,000	3,000	3,000
Beneficiary securities	25,000	25,000	25,000
Convertible bond	104,900	104,900	104,900
	<u>218,078</u>	<u>218,078</u>	<u>218,078</u>
Valuation adjustment	430,306	406,942	430,306
Subtotal	<u>\$ 648,384</u>	<u>\$ 625,020</u>	<u>\$ 648,384</u>
Financial liabilities held for trading			
Derivatives	<u>\$ -</u>	<u>\$ 391</u>	<u>\$ -</u>
Non-current:			
Financial assets mandatorily measured at fair value through profit or loss			
Unlisted and non-OTC stocks	\$ 161,113	\$ 161,113	\$ 132,814
Hybrid instrument	10,832	10,832	10,832
	<u>171,945</u>	<u>171,945</u>	<u>143,646</u>
Valuation adjustment	(65,136)	(50,334)	(73,871)
Subtotal	<u>\$ 106,809</u>	<u>\$ 121,611</u>	<u>\$ 69,775</u>

1. The hybrid instrument is a contract that contains both a host contract and embedded

options of the unlisted company V-net AAEON Corporation Ltd. (hereinafter referred to as V-net). The options provide original shareholders the right to resell/repurchase stocks of the Company and V-net at the original transaction price. Please refer to Note 12 (3) 8 for the fair value as of March 31, 2025, December 31, 2024 and March 31, 2024.

2. Convertible corporate bonds represent a hybrid financial instrument, consisting of bonds issued by an OTC-listed company and embedded options. These options grant the bondholders the right to convert the bonds into the issuer's shares at a predetermined price. As the host contract within this hybrid instrument qualifies as a financial asset under the scope of IFRS 9, the fair value of the entire hybrid contract is measured accordingly. For details on the fair value inputs, please refer to Note 12, (3) 4.
3. Details of financial assets at fair value through profit or loss recognized as income:

	For the three-month periods ended March 31,	
	2025	2024
Financial assets mandatorily measured at fair value through profit or loss		
Equity instrument	\$ 73,211	\$ 235,108
Beneficiary securities	103	88
Convertible bond	3,600	2,900
Derivatives	55	53
Hybrid instrument	435	(256)
Total	\$ 77,404	\$ 237,893

4. The Group entered into contracts relating to derivative financial assets which were not accounted for under hedge accounting. The information is listed below:

Derivative financial liabilities	2024/12/31	
	Contract amount	Maturity period
Current item:		
Forward exchange contracts		
-Buy NTD Sell USD	USD 510,000	2024.11.18~2025.1.13
-Buy NTD Sell USD	USD 510,000	2024.11.21~2025.1.14
Forward foreign exchange contracts		

The Group entered into forward foreign exchange contracts to hedge exchange rate risk of export proceeds. However, these forward foreign exchange contracts are not accounted for under hedge accounting.

5. The Group has no financial assets measured at fair value through profit or loss pledged as collaterals.

(III) Financial asset at fair value through other comprehensive income

<u>Item</u>	<u>2025/3/31</u>	<u>2024/12/31</u>	<u>2024/3/31</u>
Non-current:			
Equity instrument			
Listed and OTC stocks	\$ 89,184	\$ 89,184	\$ 80,415
Unlisted and non-OTC stocks	100,534	100,534	100,534
Valuation adjustment	(30,450)	(38,670)	(39,319)
Total	<u>\$ 159,268</u>	<u>\$ 151,048</u>	<u>\$ 141,630</u>

1. The Group has elected to classify strategic investments as financial assets measured at fair value through other comprehensive income. The fair value of the investments amounted to \$159,268, \$151,048 and \$141,630 on March 31, 2025, December 31, 2024, and March 31, 2024 separately.
2. Amounts recognized in other comprehensive income in relation to the financial assets at fair value through other comprehensive income are listed below:

	<u>For the three-month periods ended March 31,</u>	
	<u>2025</u>	<u>2024</u>
Financial asset at fair value through other comprehensive income		
Recognized in other comprehensive income (loss)	\$ 8,220	\$ 3,028

3. The Group has no financial assets measured at fair value through other comprehensive income pledged as collaterals.

(IV) Notes and accounts receivables

	<u>2025/3/31</u>	<u>2024/12/31</u>	<u>2024/3/31</u>
Notes receivable	<u>\$ 37,261</u>	<u>\$ 45,323</u>	<u>\$ 17,588</u>
Accounts receivable	\$ 1,075,263	\$ 856,387	\$ 865,357
Less: Loss allowance	(21,318)	(24,313)	(22,259)
	<u>\$ 1,053,945</u>	<u>\$ 832,074</u>	<u>\$ 843,098</u>

1. The ageing analysis of notes and accounts receivable is as follows:

Notes receivable	<u>2025/3/31</u>	<u>2024/12/31</u>	<u>2024/3/31</u>
Not past due	<u>\$ 37,261</u>	<u>\$ 45,323</u>	<u>\$ 17,588</u>

Accounts receivable	2025/3/31	2024/12/31	2024/3/31
Not past due	\$ 898,810	\$ 646,731	\$ 732,705
Within 30 days	127,466	180,686	92,697
31-60 days	17,948	7,101	10,924
61-90 days	15,139	1,675	10,668
91-180 days	1,064	5,880	1,840
Over 181 days	14,836	14,314	16,523
	<u>\$ 1,075,263</u>	<u>\$ 856,387</u>	<u>\$ 865,357</u>

The aging analysis above is based on the number of days past due.

2. The Group does not hold any collateral over the accounts and notes receivables.
3. Balances of accounts and notes receivable as of March 31, 2025, December 31, 2024 and March 31, 2024 had arisen entirely from customers' contracts. Balance receivable on customers' contracts and allowance for losses as of January 1, 2024 were \$952,830 and \$19,864, respectively.
4. Regardless of any collateral held or other credit enhancements, the maximum exposure to the credit risk of notes receivables as of March 31, 2025, December 31, 2024 and March 31, 2024 were \$37,261, \$45,323 and \$17,588, respectively, and the maximum exposure to the credit risk of accounts receivable as of March 31, 2025, December 31, 2024 and March 31, 2024 were \$1,053,945, \$832,074 and \$843,098, respectively.
5. Please refer to Note 12 (2) for credit risk information of notes and accounts receivable.

(V) Inventories

	2025/3/31		
	Cost	Valuation allowance	Carrying amount
Raw material	\$ 580,531	(\$ 76,564)	\$ 503,967
Work in progress	531,905	(30,347)	501,558
Finished good	311,312	(38,093)	273,219
Merchandise Inventories	48,794	(12,480)	36,314
Inventories in transit	4,961	-	4,961
Total	<u>\$ 1,477,503</u>	<u>(\$ 157,484)</u>	<u>\$ 1,320,019</u>

	2024/12/31		
	Cost	Valuation allowance	Carrying amount
Raw material	\$ 626,623	(\$ 73,027)	\$ 553,596
Work in progress	460,388	(26,697)	433,691
Finished good	324,369	(44,301)	280,068
Merchandise Inventories	64,563	(12,454)	52,109
Inventories in transit	272	-	272
Total	<u>\$ 1,476,215</u>	<u>(\$ 156,479)</u>	<u>\$ 1,319,736</u>

	2024/3/31		
	Cost	Valuation allowance	Carrying amount
Raw material	\$ 771,147	(\$ 121,116)	\$ 650,031
Work in progress	468,210	(26,437)	441,773
Finished good	292,599	(55,578)	237,021
Merchandise Inventories	94,050	(22,929)	71,121
Inventories in transit	3,846	-	3,846
Total	\$ 1,629,852	(\$ 226,060)	\$ 1,403,792

The Group's cost of inventories recognized as expenses of the current period:

	For the three-month periods ended March 31,	
	2025	2024
Cost of inventories sold	\$ 1,277,078	\$ 1,176,308
Inventories obsolescence and devaluation loss	(236)	12,956
Losses on disposal of inventories	13,306	80
Others	708	259
	\$ 1,290,856	\$ 1,189,603

(VI) Investments accounted for under equity method

	2025	2024
At January 1	\$ 4,054,764	\$ 4,138,921
Share of investment income accounted for under equity method	37,660	36,327
Changes in capital surplus and retained earnings	8,655	7,891
Changes in other equity	(20,987)	44,641
At March 31	\$ 4,080,092	\$ 4,227,780

Investee	2025/3/31		2024/12/31	
	Ownership (%)	Book value	Ownership (%)	Book value
LITEMAX ELECTRONICS INC.	11.85	\$ 122,734	11.86	\$ 119,748
IBASE TECHNOLOGY INC.	26.57	3,259,657	26.70	3,251,957
WINMATE INC.	12.85	665,982	12.85	649,524
PROTECTLIFE INTERNATIONAL BIOMEDICAL INC.	11.08	31,719	11.08	33,535
		\$ 4,080,092		\$ 4,054,764

Investee	2024/3/31	
	Ownership (%)	Book value
LITEMAX ELECTRONICS INC. IBASE TECHNOLOGY INC.	11.90	\$ 119,150
WINMATE INC.INC.	26.72	3,425,990
PROTECTLIFE INTERNATIONAL BIOMEDICAL INC.	12.85	649,455
	11.27	33,185
		<u>\$ 4,227,780</u>

1. Summarized aggregated financial information of the Group's share in these associates is as follows:

Balance sheet

	IBASE TECHNOLOGY INC.		
	2025/3/31	2024/12/31	2024/3/31
Current asset	\$ 6,239,028	\$ 5,953,894	\$ 5,545,743
Non-current assets	7,467,911	7,362,464	7,305,863
Current liability	(3,245,600)	(2,472,972)	(2,437,638)
Non-current liabilities	(2,326,714)	(2,239,359)	(1,372,794)
Net assets fair value of trade marks, other intangible and tangible assets adjustment	750,422	857,160	1,164,951
Adjusted net assets	<u>\$ 8,885,047</u>	<u>\$ 9,461,187</u>	<u>\$ 10,206,125</u>
Share of net assets of the affiliate	\$ 2,281,239	\$ 2,273,539	\$ 2,447,572
Goodwill	978,418	978,418	978,418
Book value of affiliates	<u>\$ 3,259,657</u>	<u>\$ 3,251,957</u>	<u>\$ 3,425,990</u>

Statement of comprehensive income

	IBASE TECHNOLOGY INC.	
	For the three-month periods ended March 31,	
	2025	2024
Income	\$ 1,547,998	\$ 986,318
Net income of continuing operations	141,082	\$ 183,963
Other comprehensive income (net amount after tax)	(61,443)	157,667
Total comprehensive income	76,639	341,630
Fair value adjustment	(35,923)	(38,134)
Adjusted total comprehensive income	\$ 43,716	\$ 303,496

2. The Group's share of their operating results of affiliates that are individually not significant to the Group:

	For the three-month periods ended March 31,	
	2025	2024
	Net income of continuing operations	\$ 19,800	$ 20,402
Other comprehensive income (net amount after tax)	(2,277)	2,468
Total comprehensive income	\$ 17,523	\$ 22,870

3. Fair values of the Group's affiliates with quoted prices are as follows:

	2025/3/31	2024/12/31	2024/3/31
LITEMAX ELECTRONICS INC.	\$ 336,008	\$ 333,501	\$ 252,257
IBASE TECHNOLOGY INC.	3,482,258	3,900,341	4,445,436
WINMATE INC.	1,485,380	1,644,162	1,485,380
	\$ 5,303,646	\$ 5,878,004	\$ 6,183,073

4. Although the Group holds less than 20% of the voting power of LITEMAX ELECTRONICS INC., it has significant influence to LITEMAX and has adopted the equity method for evaluation as its shareholding percentage is the highest, and has also been serving as a director of LITEMAX.
5. Although the Group holds less than 20% of the voting power of WINMATE INC., it has adopted the equity method for evaluation as its subsidiary ONYX has served as a director of WINMATE INC.
6. The Group originally holds 11.27% equity stake of PROTECTLIFE INTERNATIONAL BIOMEDICAL INC. Although it holds less than 20%, when considering the group's shares together with those held by another related party, FU LI INVESTMENT INC. (a subsidiary with its chairman serving as a director of ONYX), the ownership percentage reached 20%. And the chairman of the subsidiary, who holds a significant influence, serves as a director of PROTECTLIFE INTERNATIONAL BIOMEDICAL INC. Therefore, starting from February 9, 2023, the equity method is applied for the evaluation of the investment. Additionally, the Group's participated in its cash capital increase on Aug. 30, 2024, the ownership percentage increased to 11.08%.
7. On June 11, 2018, the company entered into a share swap agreement with IBASE

TECHNOLOGY INC. To facilitate this transaction, the company increased its capital by issuing 41,698 thousand common shares as consideration for acquiring 52,922 thousand shares of IBASE TECHNOLOGY INC. The share swap was effective as of September 29, 2018. Following the swap, the group acquired a 30% stake in IBASE TECHNOLOGY INC. As of March 31, 2025, the group holds a 26.57% stake, making it the largest single shareholder in the company. However, considering the participation levels of other shareholders in previous IBASE TECHNOLOGY INC. shareholders' meetings and the voting records on major proposals, it is clear that the group does not have the actual ability to direct relevant activities. Therefore, it is concluded that the group holds significant influence over the company, but does not have control.

8. The Group holds 11.85% of the voting power of LITEMAX ELECTRONICS INC., as the single largest shareholder. Considering that the remaining 88.15% of LITEMAX's equity is concentrated in investors from other parties, the number of votes for the minority voting rights holders to act together has surpassed that of the Group, Therefore, the Group has no control over the company and only has significant influence.

(VII) Property, Plant and Equipment

	2025					
	Land	Buildings	Machinery and equipment	Other equipment	Construction in progress and equipment under installation	Total
January 1						
Cost	\$ 621,390	\$ 931,697	\$ 260,876	\$ 296,187	\$ -	\$ 2,110,150
Accumulated depreciation and impairment	-	(335,264)	(169,690)	(217,186)	-	(722,140)
	<u>\$ 621,390</u>	<u>\$ 596,433</u>	<u>\$ 91,186</u>	<u>\$ 79,001</u>	<u>\$ -</u>	<u>\$ 1,388,010</u>
January 1	\$ 621,390	\$ 596,433	\$ 91,186	\$ 79,001	\$ -	\$ 1,388,010
Additions	-	1,313	642	1,426	4,893	8,274
Disposal	-	-	(1)	(5)	-	(6)
Reclassification	-	-	-	(27)	-	(27)
Depreciation expense	-	(6,328)	(4,792)	(8,434)	-	(19,554)
Net exchange differences	1,056	4,764	809	451	-	7,080
March 31	<u>\$ 622,446</u>	<u>\$ 596,182</u>	<u>\$ 87,844</u>	<u>\$ 72,412</u>	<u>\$ 4,893</u>	<u>\$ 1,383,777</u>
March 31						
Cost	\$ 622,446	\$ 942,098	\$ 258,978	\$ 291,888	\$ 4,893	\$ 2,120,303
Accumulated depreciation and impairment	-	(345,916)	(171,134)	(219,476)	-	(736,526)
	<u>\$ 622,446</u>	<u>\$ 596,182</u>	<u>\$ 87,844</u>	<u>\$ 72,412</u>	<u>\$ 4,893</u>	<u>\$ 1,383,777</u>

2024

	Land	Buildings	Machinery and equipment	Other equipment	Construction in progress and equipment under installation	Total
January 1						
Cost	\$ 714,261	\$ 977,482	\$ 239,666	\$ 283,009	\$ 343	\$ 2,214,761
Accumulated depreciation and impairment	-	(310,886)	(177,379)	(206,812)	-	(695,077)
	<u>\$ 714,261</u>	<u>\$ 666,596</u>	<u>\$ 62,287</u>	<u>\$ 76,197</u>	<u>\$ 343</u>	<u>\$ 1,519,684</u>
January 1	\$ 714,261	\$ 666,596	\$ 62,287	\$ 76,197	\$ 343	\$ 1,519,684
Additions	-	275	2,026	3,546	343	6,190
Disposal	-	-	(397)	(615)	-	(1,012)
Reclassification	-	-	525	1,918	(686)	1,757
Depreciation expense	-	(7,449)	(4,451)	(8,769)	-	(20,669)
Net exchange differences	3,258	6,640	138	376	-	10,412
March 31	<u>\$ 717,519</u>	<u>\$ 666,062</u>	<u>\$ 60,128</u>	<u>\$ 72,653</u>	<u>\$ -</u>	<u>\$ 1,516,362</u>
March 31						
Cost	\$ 717,519	\$ 989,078	\$ 239,615	\$ 277,627	\$ -	\$ 2,223,839
Accumulated depreciation and impairment	-	(323,016)	(179,487)	(204,974)	-	(707,477)
	<u>\$ 717,519</u>	<u>\$ 666,062</u>	<u>\$ 60,128</u>	<u>\$ 72,653</u>	<u>\$ -</u>	<u>\$ 1,516,362</u>

1. The above property, plant and equipment are assets for self-use requirement.
2. The Group has not capitalized any borrowing costs on property, plant, and equipment.
3. Please refer to Note 8 for the property, plant and equipment as collaterals for loans.

(VIII) Lease transactions - lessee

1. The Group leases various assets including land use right, buildings, transportation equipment and other equipment. The rental contracts of land use right are 43 years, remaining are typically made for periods of 1 to 20 years. Lease terms are negotiated on an individual basis and contain a wide range of different terms and conditions, the lease agreements do not impose covenants, but leased assets may not be used as security for borrowing purposes.
2. The lease term of part of the Group's houses and transportation equipment is no more than 12 months, with leases of office equipment which are low-value assets.
3. The carrying amount of right-of-use assets and the amount of depreciation expense recognized are as follows:

	2025/3/31	2024/12/31	2024/3/31
	Carrying amount	Carrying amount	Carrying amount
Building	\$ 132,048	\$ 142,025	\$ 183,876
Transportation equipment	12,921	13,216	9,962
Land use right	41,216	41,027	41,520
Other equipment	313	399	1,137
	<u>\$ 186,498</u>	<u>\$ 196,667</u>	<u>\$ 236,495</u>

	For the three-month periods ended March 31,	
	2025	2024
	Depreciation expense	Depreciation expense
Building	\$ 15,902	\$ 15,242
Transportation equipment	1,938	1,385
Land use right	285	280
Other equipment	87	107
	<u>\$ 18,212</u>	<u>\$ 17,014</u>

4. For the three months ended March 31, 2024 and 2023, the additions to right-of use assets were \$5,761 and \$65,002, respectively.

5. The profit and loss related to the lease contract are as follows:

	For the three-month periods ended March 31,	
	2025	2024
Items affecting profit or loss		
Interest expenses on lease liabilities	\$ 1,115	\$ 1,079
Expenses on short-term lease contracts	2,860	3,407
Expenses on leases of low-value assets	40	30
Variable lease payment expense	582	682
Lease modification profit	40	554

6. For the three-month periods ended March 31, 2025 and 2024, the Group's total cash outflow for leases were \$24,412 and \$20,271, respectively.

(IX) Investment property

	2025		
	Land	Buildings	Total
January 1			
Cost	\$ 226,177	\$ 222,998	\$ 449,175
Accumulated depreciation and impairment	-	(106,750)	(106,750)
	<u>\$ 226,177</u>	<u>\$ 116,248</u>	<u>\$ 342,425</u>
January 1	\$ 226,177	\$ 116,248	\$ 342,425
Depreciation expense	-	(2,302)	(2,302)
Net exchange differents	-	687	687
March 31	<u>\$ 226,177</u>	<u>\$ 114,633</u>	<u>\$ 340,810</u>
—			
March 31			
Cost	\$ 226,177	\$ 225,511	\$ 451,688
Accumulated depreciation and impairment	-	(110,877)	(110,877)
	<u>\$ 226,177</u>	<u>\$ 114,633</u>	<u>\$ 340,810</u>
	2024		
	Land	Buildings	Total
January 1			
Cost	\$ 128,073	\$ 146,443	\$ 274,516
Accumulated depreciation and impairment	-	(82,724)	(82,724)
	<u>\$ 128,073</u>	<u>\$ 63,719</u>	<u>\$ 191,792</u>
January 1	\$ 128,073	\$ 63,719	\$ 191,792
Depreciation expense	-	(1,560)	(1,560)
Net exchange differents	-	713	713
March 31	<u>\$ 128,073</u>	<u>\$ 62,872</u>	<u>\$ 190,945</u>
March 31			
Cost	\$ 128,073	\$ 148,672	\$ 276,745
Accumulated depreciation and impairment	-	(85,800)	(85,800)
	<u>\$ 128,073</u>	<u>\$ 62,872</u>	<u>\$ 190,945</u>

1. Rent income and related direct operating cost & expense of the investment property:

For the three-month periods ended March 31,

	2025		2024	
Rent income	\$	3,737	\$	2,494
Related direct operating cost & expense	\$	2,302	\$	1,560

2. The fair value of investment property for the year ended March 31, 2025, December 31, 2024 and March 31, 2024 was \$476,524, \$504,693 and \$363,792 which base on the evaluation results of nearby transaction prices.

3. For information regarding the Group's investment properties pledged as collateral for borrowings, please refer to Note 8.

(X) Intangible assets

	2025				
	Patent and Expertise	Computer Software	Goodwill	Customer Relationship	Total
January 1	\$ 70,691	\$ 95,711	\$ 204,390	\$ 465,859	\$ 836,651
Cost					
Accumulated amortization and impairment	(19,616)	(78,005)	-	(110,919)	(208,540)
	<u>\$ 51,075</u>	<u>\$ 17,706</u>	<u>\$ 204,390</u>	<u>\$ 354,940</u>	<u>\$ 628,111</u>
January 1	\$ 51,075	\$ 17,706	\$ 204,390	\$ 354,940	\$ 628,111
Cost					
Additions- from acquisitions	-	1,036	-	-	1,036
Amortization	(2,934)	(3,765)	-	(16,638)	(23,337)
Net exchange differences	4	-	-	-	4
March 31	<u>\$ 48,145</u>	<u>\$ 14,977</u>	<u>\$ 204,390</u>	<u>\$ 338,302</u>	<u>\$ 605,814</u>
March 31					
Cost	\$ 70,691	\$ 96,747	\$ 204,390	\$ 465,859	\$ 837,687
Accumulated amortization and impairment	(22,546)	(81,770)	-	(127,557)	(231,873)
	<u>\$ 48,145</u>	<u>\$ 14,977</u>	<u>\$ 204,390</u>	<u>\$ 338,302</u>	<u>\$ 605,814</u>

	2024				
	Patent and Expertise	Computer Software	Goodwill	Customer Relationship	Total
January 1					
Cost	\$ 70,691	\$ 75,780	\$ 204,390	\$ 465,859	\$ 816,720
Accumulated amortization and impairment	(7,900)	(64,299)	-	(44,368)	(116,567)
	<u>\$ 62,791</u>	<u>\$ 11,481</u>	<u>\$ 204,390</u>	<u>\$ 421,491</u>	<u>\$ 700,153</u>
January 1	\$ 62,791	\$ 11,481	\$ 204,390	\$ 421,491	\$ 700,153
Additions- from acquisitions	-	3,577	-	-	3,577
Amortization	(2,934)	(2,369)	-	(16,637)	(21,940)
Net exchange differences	12	5	-	-	17
March 31	<u>\$ 59,869</u>	<u>\$ 12,694</u>	<u>\$ 204,390</u>	<u>\$ 404,854</u>	<u>\$ 681,807</u>
March 31					
Cost	\$ 70,691	\$ 79,357	\$ 204,390	\$ 465,859	\$ 820,297
Accumulated amortization and impairment	(10,822)	(66,663)	-	(61,005)	(138,490)
	<u>\$ 59,869</u>	<u>\$ 12,694</u>	<u>\$ 204,390</u>	<u>\$ 404,854</u>	<u>\$ 681,807</u>

As of March 31, 2025, the goodwill generated by JETWAY due to the acquisition of the Group is tentatively recognized at \$204,390, and the impairment test of goodwill is to allocate goodwill to the cash generating units related to JETWAY, and the use value is used as the basis for the recoverable amount, and the use value is estimated based on the cash flow of the five-year financial budget approved by management.

Management determines the budget gross margin based on previous performance and its expectations of market development. The weighted average growth rate used is consistent with the industry report's forecast. The discount rate used is an after-tax rate and reflects the specific risks of the relevant operating sector. The after-tax discount rate used in the main assessment of March 31, 2025 was 13.47%.

There's no impairment loss of goodwill recognized from the above assessment mentioned in the three-month periods ended March 31, 2025.

4. The details of Amortization as below:

	For the three-month periods ended March 31,	
	2025	2024
Operating cost	\$ 279	\$ 85
Selling expense	338	202
General and administrative expenses	20,563	20,468
Research and development expenses	2,157	1,185
	<u>\$ 23,337</u>	<u>\$ 21,940</u>

(XI) Short-term borrowings

Type of borrowing	2024/12/31	Interest rate range	Collateral
Borrowings from banks			
Credit borrowings	\$ 30,000	2.10%	Note
Guaranteed borrowings	50,000	2.05%	Refer to Note 8
	<u>\$ 80,000</u>		

Nature of the borrowing	2024/3/31	Interest rate range	Collateral
Bank borrowings			
Guaranteed borrowings	<u>\$ 27,000</u>	0.50%	Refer to Note 8

1. The Group had no short-term borrowings as of March 31, 2024.
2. For the three months ended March 31, 2025 and 2024, interest expense recognized through profit or loss was \$311 and \$38.

(XII) Long-term borrowings

Type of borrowing	Period and Repayment method	Interest rate range	Collateral	2025/3/31
Borrowings from banks				
Guaranteed borrowings	2021.5.28-2036.5.28 Monthly amortization of principal and interest	1.98%	Land, Buildings	\$ 131,916
Less: Current portions of long-term loans				(10,664)
				<u>\$ 121,252</u>

Type of borrowing	Period and Repayment method	Interest rate range	Collateral	2024/12/31
Borrowings from banks				
Guaranteed borrowings	2021.5.28-2036.5.28 Monthly amortization of principal and interest	1.98%	Land, Buildings	\$ 134,559
Less: Current portions of long-term loans				(10,612)
				<u>\$ 123,947</u>

Type of borrowing	Period and Repayment method	Interest rate range	Collateral	2024/3/31
Borrowings from banks				
Guaranteed borrowings	2021.5.28-2036.5.28 Monthly amortization of principal and interest	1.975%	Land, Buildings	\$ 142,371
Less: Current portions of long-term loans				(10,455)
				<u>\$ 131,916</u>

1. The interest recognized in profit or loss for the three months ended March 31, 2024 and 2023 were \$684 and \$663, respectively.
2. Please refer to Note 8 for the details of long-term borrowings.

(XIII) Other payables

	2025/3/31	2024/12/31	2024/3/31
Accrued payroll, employee's compensation and bonuses	\$ 412,513	\$ 424,114	\$ 446,500
Accrued technical service fee (Note)	28,518	47,695	38,576
Others	181,347	200,112	204,852
	<u>\$ 622,378</u>	<u>\$ 667,921</u>	<u>\$ 689,928</u>

Note: Please refer to Note 7 (3) 6. for the details

(XIV) Pension

1. (1) JETWAY have a defined benefit pension plan in accordance with the Labor Standards Law, covering all regular employees' service years prior to the enforcement of the Labor Pension Act on July 1, 2005 and service years thereafter of employees who chose to continue to be subject to the pension mechanism under the Law. Under the defined benefit pension plan, two units are accrued for each year of service for the first 15 years and one unit for each additional year thereafter, subject to a maximum of 45 units. Pension benefits are based on the number of units accrued and the average monthly salaries and wages of the last 6 months prior to retirement. The Company and its domestic subsidiaries contribute monthly an amount equal to 5% of the employees' monthly salaries and wages to the retirement fund deposited with Bank of Taiwan, the trustee, under the name of the independent retirement fund committee. Also, the Company and its domestic subsidiaries would assess the balance in the aforementioned labor pension reserve account by December 31, every year. If the account balance is not enough to pay the pension calculated by the aforementioned method to the employees expected to qualify for retirement in the following year, the Company and its domestic subsidiaries will make contribution for the deficit by next March.
 - (2) From January 1 to March 31, 2025, the Group recognized retirement pension costs of \$0 in accordance with the aforementioned pension plan.
 - (3) The Group expects to contribute \$19 to the retirement plan in the fiscal year 2025.
2. (1) Since July 1, 2005, the Company and its domestic subsidiaries have established certain retirement payout methods applicable for domestic employees in accordance with the "Labor Pension Act." The Company and its domestic subsidiaries choose to apply the labor pension system stipulated in the "Labor Pension Act" and allocate pensions on a monthly basis to the individual labor pension account managed by the Bureau of Labor Insurance at 6% of monthly wage. Based on the principal and accrued dividends from an employee's individual labor pension account, labor pension shall be paid by monthly pension payments or by lump-sum payment upon retirement.
 - (2) In accordance with the pension insurance system formulated by the People's Republic of China, ACI and OCI has allocated provisions for pension insurance based on a specified ratio of the overall wage of local employees. Each employee's retirement pension is managed by the government, and ACI and OCI have no further obligations

except to be responsible for monthly allocation.

(3) AEI and OHU currently have a personal pension scheme under the Company's support. The Company and the employees are jointly liable for the employee's pension fund, of which the company allocates 3% of total wage, and the pension is capped by the amount paid by employees.

(4) ASG, ANI, AGI, ONI and JETWAYS shall allocate pensions in accordance with local laws and regulations.

(5) Pension costs recognized by the Group in accordance with the above retirement policy for were \$14,550 and \$14,160 for the three months periods ended March 31, 2025 and 2024 respectively.

(XV) Share-based Payment

1. The Company

(1) The Company had the following share-based payment agreement active for the three-months periods ended March 31, 2025 and 2024:

<u>Arrangement type</u>	<u>Grant date</u>	<u>Quantity granted (thousand)</u>	<u>Contract period</u>	<u>Vesting conditions</u>
Plan of employee stock options	2019.11.26	3,000	5 years	Service of 2~4 years

All of the above arrangements are for equity-settled share-based payments.

(2) Details of the aforementioned share-based payment arrangement:

	<u>For the three-months periods ended March 31, 2025</u>	
	<u>No. of units (shares in thousands)</u>	<u>Weighted average exercise price (in dollars)</u>
Options outstanding at beginning of period	1,218	\$ 60.7
Options exercised	(483)	60.7
Options outstanding at the end of period	735	60.7
Options exercisable at the end of period	735	

(3) The maturity date and exercise price of outstanding share options at the end of the reporting period are as follows:

<u>Arrangement type</u>	<u>Authorized issue date</u>	<u>Maturity date</u>	<u>2024/3/31</u>	
			<u>Number of shares (in thousands)</u>	<u>Exercise price (in dollars)</u>
Plan of employee stock options	2019.11.26	2024.11.25	735	\$ 60.7

(4) The fair value of employee stock options is measured using the Black-Scholes option-pricing model. Relevant information is as follows:

Arrangement type	Grant date	Quantity granted (thousand)	Stock price	Exercise price	Expected price Volatility	Expected option life	Risk-free interest rate	Fair value per unit (in dollars)
Plan of employee stock options	2019.11.26	3,000	\$ 72.3	\$ 72.3	26.88%	3.875 years	0.58%	\$ 15.7445

(5) Expenses of share-based payment transaction for the period ended March. 31, 2024 was \$0.

2. Subsidiary- ONYX HEALTHCARE INC.

(1) ONYX had the following share-based payment agreement active for the three-month period ended March 31, 2025 and 2024.

Arrangement type	Grant date	Quantity granted (thousand)	Contract period	Vesting conditions
Plan of employee stock options	2020.08.06	1,000	5 years	Service of 2~4 years

All of the above arrangements are for equity-settled share-based payments.

(2) Details of the aforementioned share-based payment arrangement:

	For the three-month periods ended March 31, 2025	
	No. of units (shares in thousands)	Weighted average exercise price (in dollars)
Options outstanding at beginning of period	535	\$ 94.1
Options exercised	(387)	94.1
Options outstanding at the end of period	148	94.1
Options exercisable at the end of period	148	

	For the three-month periods ended March 31, 2024	
	No. of units (shares in thousands)	Weighted average exercise price (in dollars)
Options outstanding at beginning of period	625	\$ 110.5
Options exercised	(3)	-
Options outstanding at the end of period	622	110.5
Options exercisable at the end of period	405	

(3) The maturity date and exercise price of outstanding share options at the end of the reporting period are as follows:

Arrangement type	Authorized issue date	Maturity date	2025/3/31	
			No. of units (shares in thousands)	Exercise price (in dollars)
Plan of employee stock options	2020.08.06	2025.08.06	148	\$ 94.1

Arrangement type	Authorized issue date	Maturity date	2024/12/31	
			No. of units (shares in thousands)	Exercise price (in dollars)
Plan of employee stock options	2020.08.06	2025.08.06	535	\$ 94.1

Arrangement type	Authorized issue date	Maturity date	2024/3/31	
			No. of units (shares in thousands)	Exercise price (in dollars)
Plan of employee stock options	2020.08.06	2025.08.06	622	\$ 110.5

(4) The fair value of employee stock options is measured using the Black-Scholes option-pricing model. Relevant information is as follows:

Arrangement type	Grant date	Quantity granted (thousand)	Stock price	Exercise price	Expected price Volatility	Expected option life years	Risk-free interest rate	Fair value per unit (in dollars)
Plan of employee stock options	2020.08.06	1,000	\$ 139.5	\$ 139.5	32.26%	3.88 years	0.29%	\$ 35.39

(5) Expenses of share-based payment transaction:

	For the three-months periods ended March 31, 2025	For the three-months periods ended March 31, 2024
Equity settlement	\$ -	\$ 385

(XVI) Share capital

- As of March 31, 2025, the Company's authorized capital was \$2,000,000 (including 5,000 thousand shares reserved for issuing employee stock options), with paid-in capital of \$1,694,512, divided into 169,451 thousand shares, each at par value of \$10 per share. All proceeds from shares issued have been collected.

Movements in the number of the Company's ordinary shares outstanding are as follows (unit: shares in thousands):

	2025	2024
January 1	169,451	160,407
Employee stock options exercised	-	483
March 31	169,451	160,890

- On April 30, 2019, the Company passed the issuance of employee stock options (ESOs) by resolution of the board of directors, which was then amended on November 12, 2019 by resolution of the board of directors. A total of 3,000 ESOs were issued, and each ESO granted the right to buy 1,000 shares. A total of 3,000 thousand new common shares were issued for exercising the ESOs, of which the exercise price per share are set in accordance with relevant regulations.
- As of March 31, 2025, the Company's affiliate - IBASE owned 43,773 thousand of The Group's shares.

4. On May 29, 2024, the company resolved in its shareholders' meeting to allocate \$80,204 from the capital surplus generated from issuing shares at a premium over par value to increase capital. This will be used to issue 8,021 thousand new shares, each with a par value of NT\$10. The plan to increase capital by transferring the capital surplus was approved by the Securities and Futures Bureau of the Financial Supervisory Commission on July 3, 2024, the change has been registered with the relevant authorities in September, 2024.
5. On May 29, 2024, the company resolved in its shareholders' meeting to issue employee stock warrants, totaling 3,000 units. Each unit of the stock warrant entitles the holder to subscribe for 1,000 shares. The total number of new common shares to be issued due to the exercise of stock warrants is 3,000,000 shares, with a subscription price of NT\$100 per share. As of April 28, 2025, the issuance has been taken place.

(XVII) Capital surplus

Pursuant to the R.O.C. Company Law, capital surplus arising from paid-in capital in excess of par value on issuance of common stocks and donations can be used to cover accumulated deficit or to issue new stocks or cash to shareholders in proportion to their share ownership, provided that the Company has no accumulated deficit. Further, the R.O.C. Securities and Exchange Act requires that the amount of capital surplus to be capitalized mentioned above should not exceed 10% of the paid-in capital each year. Capital surplus should not be used to cover accumulated deficit unless the legal reserve is insufficient.

	2025					Total
	Share premium	Difference between consideration and carrying amount of subsidiaries acquired or disposed	Recognition of changes in ownership interest in subsidiary	Affiliate company net equity changes	Others	
January 1	\$ 5,683,651	\$ 233,002	\$ 243,038	\$ 246,195	\$ 6,344	\$ 6,412,230
Changes in ownership interests in subsidiaries	-	-	(5,590)	-	-	(5,590)
Employee stock options exercised	-	-	15,627	-	-	15,627
Change in associates and joint ventures accounted for under equity method	-	-	-	8,655	-	8,655
March 31	\$ 5,683,651	\$ 233,002	\$ 253,075	\$ 254,850	\$ 6,344	\$ 6,430,922

	2024						
	Share premium	Difference between consideration and carrying amount of subsidiaries acquired or disposed	Recognition of changes in ownership interest in subsidiary	Affiliate company net equity changes	Employee Share option	Others	Total
January 1	\$ 5,697,133	\$ 233,002	\$ 240,006	\$ 229,110	\$ 20,042	\$ 2,409	\$ 6,421,702
Employee stock options exercised	32,093	-	-	-	(7,604)	-	24,489
Change in associates and joint ventures accounted for under equity method	-	-	-	7,891	-	-	7,891
Share-based Payment	-	-	186	-	-	-	186
March 31	\$ 5,729,226	\$ 233,002	\$ 240,192	\$ 237,001	\$ 12,438	\$ 2,409	\$ 6,454,268

(XVIII) Retained earnings

- Under the dividends policy as set forth in the amended Articles, where the Company made a profit in a fiscal year, the profit shall be first utilized for paying taxes, offsetting losses of previous years, setting aside as a legal reserve of 10% of the remaining profit, setting aside or reversing a special reserve in accordance with the laws and regulations, and then any remaining profit together with any undistributed retained earnings at the beginning of the period shall be used by the Company's board of directors as the basis for proposing a distribution plan, which should be resolved in the shareholders' meeting for the distribution of dividends and bonuses to shareholders.
- Future dividend distributions shall be made based on considerations including financial, operational, and managerial factors. For the current year's distributable earnings, a portion or all may be allocated as dividends. At least 50% of distributable earnings must be allocated as dividends to shareholders, with the cash dividend not less than 50% of the total dividend amount. The actual amount distributed shall be determined by approval at the shareholders' meeting.
- Unless losses have been covered or where legal reserve is distributed by the issuance of new shares or by cash in proportion to the shareholders' existing shareholding, the Company shall not make distributions out of legal reserve, of which only the portion of legal reserve which exceeds 25 percent of the paid-in capital may be distributed.
- For surplus distribution, the Company shall appropriate special reserve to the debit balance of other equity on the end of the reporting period. When the debit balance of other equity is reversed, the reversal amount can be included in distributable surplus.
 - When adopting IFRSs for the first time, the special surplus reserve provided as of March 31, 2021, under the Financial Supervisory Commission's letter numbered 1090150022, shall be reversed proportionally upon subsequent use, disposal, or reclassification of related assets by the company.
- The Company's appropriations of 2024 earnings had been approved by the board of directors on February 27, 2025. The Company's appropriations of 2023 earnings had been approved by the voting result in the shareholders' meeting on May 29, 2024 respectively. Details are summarized below:

	2024		2023	
	Amount	Dividend per share (in NT dollars)	Amount	Dividend per share (in NT dollars)
Legal reserve	\$ 96,588		\$ 96,684	
Cash dividends	872,674	\$ 5.15	1,042,651	\$ 6.50
	<u>\$ 969,362</u>		<u>\$ 1,139,335</u>	

The result of appropriations of 2023 which was the same as the proposal submitted by the Board of Directors.

The result of appropriations of 2024 which has not yet been approved by the resolutions of the shareholders' meeting.

(XIX) Operating income

	For the three-month periods ended March 31,	
	2025	2024
Revenue from Contracts with Customers	\$ 1,958,385	\$ 1,802,503

1. Disaggregation of revenue from contracts with customers

The Group's revenue come from the provision of goods and services that are transferred over time and at a point in time. The revenues are segmented into the following major product lines:

For the three-month periods ended March 31, 2025	IPC	Medical PC	Total
Revenue from Contracts with Customers	\$ 1,651,338	\$ 307,047	\$ 1,958,385
Time of income recognition			
Income recognized at a point in time	1,650,790	303,744	1,954,534
Revenue recognized over time	548	3,303	3,851
Total	<u>\$ 1,651,338</u>	<u>\$ 307,047</u>	<u>\$ 1,958,385</u>

For the three-month periods ended March 31, 2024	IPC	Medical PC	Total
Revenue from Contracts with Customers	\$ 1,528,530	\$ 273,973	\$ 1,802,503
Time of income recognition			
Income recognized at a point in time	1,527,856	267,776	1,795,632
Revenue recognized over time	674	6,197	6,871
Total	<u>\$ 1,528,530</u>	<u>\$ 273,973</u>	<u>\$ 1,802,503</u>

2. Contract liability

(1) Recognized contract liabilities relative to revenue from contracts with customers are

as follows:

	<u>2025/3/31</u>	<u>2024/12/31</u>	<u>2024/3/31</u>	<u>2023/1/1</u>
Contract Liability -				
Current:				
Advances from customers	\$ 244,730	\$ 255,146	\$ 242,604	\$ 216,338
Warranty contract	7,416	8,150	8,999	9,226
Contract Liability -				
Non-current:				
Advances from customers	35,563	38,290	47,434	44,848
Warranty contract	21,731	17,921	12,983	13,838
Total	<u>\$ 309,440</u>	<u>\$ 289,507</u>	<u>\$ 312,020</u>	<u>\$ 284,250</u>

(2) Recognized income of contract liabilities at January 1

	<u>For the three-month periods ended March 31,</u>	
	<u>2025</u>	<u>2024</u>
Beginning balance of contract liabilities		
Recognized income		
Advances from customers	\$ 74,949	\$ 76,758
Warranty contract	2,276	2,574
Total	<u>\$ 77,225</u>	<u>\$ 79,332</u>

(XX) Other income

	<u>For the three-month periods ended March 31,</u>	
	<u>2025</u>	<u>2024</u>
Rental income	\$ 5,958	\$ 4,547
Dividend income	6,180	-
	<u>\$ 12,138</u>	<u>\$ 4,547</u>

(XXI) Other gains and losses

	For the three-month periods ended March 31,	
	2025	2024
Net income from financial assets and liabilities at fair value through profit or loss	\$ 77,404	\$ 237,893
Gain on foreign currency exchange	27,369	128,190
Gain (Losses) on disposal of property, plant and equipment	16 (	594)
Depreciation on investment property, buildings.	(2,302 ) (	1,560)
Gain on lease modification	40	554
Government subsidy	215	3,488
Other income	13,262	8,041
	<u>\$ 116,004</u>	<u>\$ 376,012</u>

(XXII) Financial costs

	For the three-month periods ended March 31,	
	2025	2024
Interest expenses	\$ 995	\$ 701
Leased liabilities interest expenses	1,115	1,079
	<u>\$ 2,110</u>	<u>\$ 1,780</u>

(XXIII) Extra information regarding the nature of cost and expenses

	For the three-month periods ended March 31,					
	2025			2024		
	Operating cost	Operating expense	Total	Operating cost	Operating expense	Total
Expenses from employee benefits	\$ 83,910	\$ 353,838	\$ 437,748	\$ 91,552	\$ 336,401	\$ 427,953
Depreciation expense	12,705	25,061	37,766	14,470	23,213	37,683
Amortization expenses	281	23,073	23,354	88	21,903	21,991

(XXIV) Expenses from employee benefits

	For the three-month periods ended March 31,	
	2025	2024
Salaries expenses	\$ 386,132	\$ 378,236
Labor and national health insurance expenses	31,759	29,785
Pension expenses	14,550	14,160
Other employment expenses	5,307	5,772
	<u>\$ 437,748</u>	<u>\$ 427,953</u>

1. According to the Articles of Incorporation of the Company, the Company accrued employees' compensation at rates of no less than 5% and remuneration of directors and supervisors at rates of no higher than 1%, of the remaining profit after deducting accumulated losses.
2. For the three months periods ended March 31, 2025 and 2024, based on the percentage stipulated in the Articles of Incorporation, employee compensation were estimated at \$16,216 and \$29,856, respectively, while the remuneration of directors were estimated at \$1,713 and \$3,618, respectively, which are recognized as salary expenses.

Amounts for the period January 1 to March 31, 2025, were estimated based on profitability at the time and the percentages stipulated in Articles of Incorporation.

Amounts of 2024 employee and director remuneration resolved by the board of directors were consistent with the amounts recognized in the 2024 financial report, which were \$87,389 and \$9,630, respectively. Employee remuneration is intended to be paid in cash, but no actual payment has been made.

Information on remuneration of employees and directors approved by the board of directors is disclosed on the MOPS.

(XXV) Income tax

1. Income tax expense
 - (1) Components of income tax expense:

	For the three-month periods ended March 31,	
	2025	2024
Current income tax:		
Income tax from current income	\$ 47,304	\$ 38,480
Total current income tax	<u>47,304</u>	<u>38,480</u>
Deferred tax		
Origination and reversal of temporary differences	(1,870)	19,101
Income tax expense	<u>\$ 45,434</u>	<u>\$ 57,581</u>

The Company applies the equity method for the exchange of shares with IBASE, and applies the treasury stock method for investments on IBASE. In calculating earnings per share, the Company recognizes IBASE's shareholding as treasury shares which is a deduction from equity.

The Company, resolved at the shareholders' meeting to issue new shares through a capital increase by transferring capital surplus on May 29, 2024. The base date for the capital increase is September 3, 2024. The retrospective adjustment of outstanding shares has been made in accordance with the capital increase ratio from the capital surplus.

(XXVII) Supplemental cash flow information

Partial cash payments for investing activities:

	For the three-month periods ended March 31,	
	2025	2024
Acquisition of property, plant and equipment	\$ 8,274	\$ 6,190
Add: Opening balance of payable on equipment	557	2,817
Less: Ending balance of payable on equipment	(567)	(6,268)
Cash paid during the period	<u>\$ 8,264</u>	<u>\$ 2,739</u>

(XXVIII) Changes in liabilities arising from financing activities

	2025			
	Short-term borrowings	Long-term borrowings (including current portion)	Lease liability	Total
January 1	\$ 80,000	\$ 134,559	\$ 160,925	\$ 375,484
Changes in cash flow from financing	(80,000)	(2,643)	(19,815)	(102,458)
Effect on changes in exchange rate	-	-	2,065	2,065
Changes in others without cash flow	-	-	5,560	5,560
March 31	<u>\$ -</u>	<u>\$ 131,916</u>	<u>\$ 148,735</u>	<u>\$ 280,651</u>

	2024			
	Short-term borrowings	Long-term borrowings (including current portion)	Lease liability	Total
January 1	\$ 27,000	\$ 144,975	\$ 148,437	\$ 320,412
Changes in cash flow from financing	-	(2,604)	(15,073)	(17,677)
Effect on changes in exchange rate	-	-	1,506	1,506
Changes in others without cash flow	-	-	64,448	64,448
March 31	<u>\$ 27,000</u>	<u>\$ 142,371</u>	<u>\$ 199,318</u>	<u>\$ 368,689</u>

VII. Related party transaction

(I) Parent and ultimate controlling party

AAEON is controlled by ASUSTEK COMPUTER INC. (incorporated in R.O.C.), the ultimate parent of the Company with 37.46% ownership (including indirect shareholdings) of the Company.

(II) Related parties

Name of related party	Relation
ASUSTEK COMPUTER INC.	Ultimate parent company
IBASE TECHNOLOGY INC.	Associate - Investee accounted for under the equity method
IBASE GAMING INC.	Associate - Subsidiary of IBASE TECHNOLOGY INC.
IBASE (SHANGHAI) TECHNOLOGY INC.	Associate - Subsidiary of IBASE TECHNOLOGY INC.
LITEMAX ELECTRONICS INC.	Associate - Investee accounted for under the equity method
WINMATE INC.	Associate - Investee accounted for under the equity method by the Company's subsidiary
PROTECTLIFE INTERNATIONAL BIOMEDICAL INC.	Associate - Investee accounted for under the equity method by the Company's subsidiary (Note)
MACHVISION INC.	Other related party - the Company's Chairman as a director
ATECH OEM INC.	Other related party - the Company's Chairman as a director
FU LI INVESTMENT INC.	Other related party - the Company's Chairman as Fuli's Chairman
EVERFOCUS ELECTRONICS CORP.	Other related party - the Company's Chairman as EVERFOCUS ELECTRONICS CORP's Chairman
EVERFOCUS ELECTRONICS (SHENZHEN) CO., LTD.	Other related party - the Company's Chairman as EVERFOCUS ELECTRONICS CORP's Chairman
EVERFOCUS ELECTRONICS (USA) CORP.	Other related party - the Company's Chairman as EVERFOCUS ELECTRONICS CORP's Chairman

Name of related party	Relation
YAN XIN INVESTMENT Co., Ltd.	Other related party - the Company's Chairman as YAN XIN INVESTMENT Co., Ltd.'s Chairman
QQE TECHNOLOGY CO., LTD.	Other related party - the Company's Chairman as YAN XIN INVESTMENT Co., Ltd.'s Chairman
AAEON EDUCATION FOUNDATION	The chairman of the company is the spouse of the foundation's chairman.
WT MICROELECTRONICS CO.	Other related party - Investee accounted for under the equity method by the Company's Fellow subsidiary
TECHMOSA INTERNATIONAL INC.	Other related party - Investee accounted for under the equity method by the Company's Fellow subsidiary
MORRIHAN INTERNATIONAL CORP.	Other related party - Investee accounted for under the equity method by the Company's Fellow subsidiary
NUVISION TECHNOLOGY, INC.	Other related party - Investee accounted for under the equity method by the Company's Fellow subsidiary
MAXTEK TECHNOLOGY CO., LTD.	Other related party - Investee accounted for under the equity method by the Company's Fellow subsidiary
FUTURE ELECTRONICS INC.	Other related party - Investee accounted for under the equity method by the Company's Fellow subsidiary
FUTURE ELECTRONICS INC.(DISTRIBUTION) PTE LTD.	Other related party - Investee accounted for under the equity method by the Company's Fellow subsidiary
SPARK TECHNOLOGIES INC.	Other related party - the Company's Chairman is spouse of SPARK TECHNOLOGIES INC.'s Chairman
LYDS TECH.	Other related party - the Company's Chairman is spouse of LYDS TECHNOLOGIES INC.'s Chairman
FU-YANG INVESTMENT INC.	Other related party - the Company's Chairman is spouse of FU-YANG INVESTMENT INC.'s Chairman
JUI HAI INVESTMENT Co., Ltd.	Other related party - the Company's Chairman is spouse of JUI HAI INVESTMENT Co., Ltd.'s Chairman
ASUS COMPUTER INTERNATIONAL	Fellow subsidiary — same as ultimate parent entity
ASUS GLOBAL PTE. LTD	Fellow subsidiary — same as ultimate parent entity
MEDUS TECHNOLOGY INC.	Fellow subsidiary — same as ultimate parent entity

(III) Significant transactions with related parties

1. Operating income

	For the three-month periods ended March 31,	
	2025	2024
Goods sold		
Affiliate company	\$ 174	\$ 3,737
Other related party	10,248	10,107
	\$ 10,422	\$ 13,844

The Group's sales price to each of the aforementioned related parties is set based on the economic environment and market competition of each sales region. The Group has granted credit periods of 60 days EOM or 30 days EOD to its related parties, with no significant difference compared to general customers.

2. Purchases

	For the three-month periods ended March 31,	
	2025	2024
Goods purchased		
Ultimate parent entity	\$ 234,366	\$ 171,981
Affiliate company	13,206	15,274
Fellow subsidiary	694	2,795
Other related party	30,192	29,218
	<u>\$ 278,458</u>	<u>\$ 219,268</u>

The Group's purchases are in accordance with its general terms and conditions (market prices), with payment period of 30 days EOM or 60-90 days EOM.

3. Operating expenses

	For the three-month periods ended March 31,	
	2025	2024
Ultimate parent entity	\$ 13,333	\$ 19,087
Affiliate company	1,319	197
Fellow subsidiary	-	35
Other related party	4,049	4,693
	<u>\$ 18,701</u>	<u>\$ 24,012</u>

(1) The above operating expenses mainly comprised technical service fees, and were presented as operating expenses - R&D expense.

(2) The above operating expenses include the amount donated by the Company to other related parties. The donation amount for the three-month periods ended March 31, 2025 and 2024 were \$4,000, respectively, aimed at promoting technology education and humanistic development, fulfilling corporate social responsibility, and enhancing the corporate image in public welfare.

4. Receivable from related parties

Accounts receivable:	2025/3/31	2024/12/31	2024/3/31
Affiliate company	\$ 178	\$ 201	\$ 866
Other related party	5,081	943	75
	<u>\$ 5,259</u>	<u>\$ 1,144</u>	<u>\$ 941</u>
Other accounts receivable:	2025/3/31	2024/12/31	2024/3/31
Affiliate company	\$ 287	\$ 337	\$ 318
Other related party	129	261	12
	<u>\$ 416</u>	<u>\$ 598</u>	<u>\$ 330</u>

Mainly comprised system service receivable.

5. Payables from related parties

	<u>2025/3/31</u>	<u>2024/12/31</u>	<u>2024/3/31</u>
Ultimate parent entity	\$ 95,899	\$ 58,151	\$ 132,027
Affiliate company	7,706	3,353	9,507
Fellow subsidiary	245	-	227
Other related party	11,078	13,737	25,627
	<u>\$ 114,928</u>	<u>\$ 75,241</u>	<u>\$ 167,388</u>

6. Other payables

	<u>2025/3/31</u>	<u>2024/12/31</u>	<u>2024/3/31</u>
Ultimate parent entity	\$ 28,518	\$ 43,695	\$ 38,576
Affiliate company	174	219	4
Fellow subsidiary	-	15	1,963
Other related party	43	-	267
	<u>\$ 28,735</u>	<u>\$ 43,929</u>	<u>\$ 40,810</u>

Mainly comprises technical service fees payable; refer to Note 7. (3)3 for details.

7. Assets transaction

Acquisition of intangible assets

	<u>For the three-month periods ended March 31,</u>	
	<u>2025</u>	<u>2024</u>
Fellow subsidiary	\$ -	\$ 1,851

(IV) Key management remuneration

	<u>For the three-month periods ended March 31,</u>	
	<u>2025</u>	<u>2024</u>
Wages and other short-term employee benefits	\$ 19,702	\$ 26,276
Post-employment benefits	549	527
Share-based payment	-	188
	<u>\$ 20,251</u>	<u>\$ 26,991</u>

VIII. Assets pledged as collaterals

The Company's pledged assets are summarized below:

Asset	Book value			Guarantee purpose
	2025/3/31	2024/12/31	2024/3/31	
Property, Plant and Equipment	\$ 697,432	\$ 696,266	\$ 697,455	Loans and the line of credit
Restricted time deposit (including other current assets)	996	983	32,960	Collateral provided for foreign exchange forward contract
Guarantee deposits (including Other current and non-current assets)	15,217	15,739	15,787	Office, warehouse deposit and project guarantee deposit.
	<u>\$ 713,645</u>	<u>\$ 712,988</u>	<u>\$ 746,202</u>	

IX. Material Contingent Liabilities and Unrecognized Contractual Commitments

(I) Contingencies

None.

(II) Commitments

As of March 31, 2025, the Group has issued a promissory note of \$ 450,000 required for the application a comprehensive credit line and transactions of derivatives.

X. Losses Due to Major Disasters

None.

XI. Material Subsequent Events

Pursuant to a resolution approved by the Board of Directors on May 8, 2025, the Company will acquire 85.5% equity interest in V-net AAEON Corporation Ltd. through a cash transaction. The total consideration is tentatively set at JPY 1.37 billion (approximately NTD 290 million)

XII. Others

(1) Capital management

The Group has set up capital management objectives to ensure continued operation, maintain the best capital structure for the reduction in cost of capital, and protect shareholders interests. To maintain or adjust the capital structure, the Group may adjust the dividend payment to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

(2) Financial instrument

1. Type of financial instrument

	2025/3/31	2024/12/31	2024/3/31
<u>Financial asset</u>			
At fair value through profit or loss - Financial asset			
Mandatory at fair value throughout profit or loss – financial asset	\$ 823,980	\$ 746,631	\$ 718,159
At fair value through other comprehensive income - financial asset			
Designated equity instrument investments	159,268	151,048	141,630
Financial assets measured at amortized cost / loans and receivables			
Cash and cash equivalents	4,345,340	4,270,200	5,014,214
Financial assets measured at amortized cost	119,876	90,552	128,960
Notes receivable	37,261	45,323	17,588
Accounts receivable	1,053,945	832,074	843,098
Other Receivables	38,435	27,186	22,306
Guarantee deposits (including other non-current assets)	15,217	15,739	15,787
	<u>\$ 6,593,322</u>	<u>\$ 6,178,753</u>	<u>\$ 6,901,742</u>
	2025/3/31	2024/12/31	2024/3/31
<u>Financial liability</u>			
At fair value through profit or loss - Financial liability			
Financial liabilities held for trading	\$ -	\$ 391	-
Financial liabilities measured at amortized cost			
Short-term borrowings	-	80,000	27,000
Notes payable	-	-	1,629
Accounts payable (including related parties)	608,686	458,745	793,928
Other payables	622,378	667,921	689,928
Long-term borrowings (including current portion)	131,916	134,559	142,371
	<u>\$ 1,362,980</u>	<u>\$ 1,341,616</u>	<u>\$ 1,654,856</u>
Lease liabilities (including current and non-current)	<u>\$ 148,735</u>	<u>\$ 160,925</u>	<u>\$ 199,318</u>

2. Risk management policy

The Group adopts a comprehensive risk management system for the management to clearly identify, measure and control all risks to achieve effective control and measurement.

The Group's Control and management strategies are as follows:

- (1) The Group's activities expose it to a variety of financial risks: market risk (including foreign exchange risk, interest rate risk and price risk), credit risk and liquidity risk. To minimise any adverse effects on the financial performance of the Group, derivative financial instruments, the Group has exchange forward contracts to hedge certain exchange rate risk. Derivatives are used exclusively for hedging purposes and not as trading or speculative instruments.
- (2) All major financial plans of the Group are reviewed by the Board of Directors in accordance with relevant regulations and the internal control system. In executing financial plans, the Group's Finance Department strictly adheres to documented principles related to overall risk management. In addition, written policies are established for specific areas and matters, such as foreign exchange risk management and financial operation procedures regarding authority and responsibility delineation.
- (3) For information regarding the use of derivative instruments for hedging financial risks, please refer to Note 6, (2).

3. The nature and level of material financial risks

(1) Market risk

Exchange rate risk

- A. The Group's international operations have been subject to exchange rate risks arise from transactions denominated in a currency other than the functional currencies of the Company and its subsidiaries, which includes main currencies such as USD, SGD, EUR and RMB. Related exchange rate risks arise from future business transactions and recognized assets and liabilities.
- B. The Group's management formulated policies to manage exchange rate risks relative to the functional currency of the Company and its subsidiaries. The finance department is responsible for hedging the overall exchange rate risk. Exchange rate risk is measured through highly probable forecast transactions that involves expenditures denominated in USD. Accordingly, the Group uses foreign currency forward contracts to mitigate the impact of exchange rate fluctuations on the costs of purchasing inventories.
- C. Since the Group's businesses involve certain non-functional currencies (NTD is the functional currency of the Company and part of its subsidiaries, while the functional currencies of other subsidiaries include USD, SGD, and RMB), it may be affected by exchange rate fluctuations. The foreign currency assets and liabilities that may be significantly affected by exchange rate fluctuations are as follows:

		2025/3/31		
		Foreign currency (in thousands)	Exchange rate	Carrying amount (NTD)
(Foreign currency: functional currency)				
<u>Financial asset</u>				
<u>Monetary items</u>				
USD:NTD	\$	80,460	33.21	\$ 2,672,077
EUR:NTD		366	35.97	13,165
USD:CNY		218	7.26	7,240
USD:SGD		649	1.34	21,553
<u>Financial liability</u>				
<u>Monetary items</u>				
USD:NTD	\$	11,977	33.21	\$ 397,756
USD:CNY		1,183	7.26	39,287
USD:SGD		273	1.34	9,066

		2024/12/31		
		Foreign currency (in thousands)	Exchange rate	Book value (NTD)
(Foreign currency: functional currency)				
<u>Financial asset</u>				
<u>Monetary items</u>				
USD:NTD	\$	86,322	32.79	\$ 2,830,498
EUR:NTD		852	34.14	29,087
USD:CNY		70	7.32	2,295
USD:SGD		830	1.36	27,216
<u>Financial liability</u>				
<u>Monetary items</u>				
USD:NTD	\$	10,983	32.79	\$ 360,133
USD:CNY		1,059	7.32	34,725
USD:SGD		711	1.36	23,314

		2024/3/31		
		Foreign currency (in thousands)	Exchange rate	Carrying amount (NTD)
(Foreign currency: functional currency)				
<u>Financial asset</u>				
<u>Monetary items</u>				
USD:NTD	\$	112,990	32.00	\$ 3,615,680
EUR:NTD		1,290	34.46	44,453
USD:CNY		71	7.26	2,272
USD:SGD		401	1.35	12,832
<u>Financial liability</u>				
<u>Monetary items</u>				
USD:NTD	\$	18,408	32.00	\$ 589,056
EUR:NTD		15	34.46	517
USD:CNY		980	7.26	31,360
USD:SGD		371	1.35	11,872

D. The overall realized and unrealized foreign exchange gains and losses of the Group's monetary items that may be significantly affected by exchange rate fluctuations for the three months periods ended March 31, 2025 and 2024, were \$27,369 and \$128,190, respectively.

E. The Group's foreign currency risk analysis due to significant foreign exchange rate fluctuations is as follows:

		For the three-month periods ended March 31, 2025		
		Sensitivity analysis		
		Extent of change	Effect on income	Effect on other comprehensive income
(Foreign currency: functional currency)				
<u>Financial asset</u>				
<u>Monetary items</u>				
USD:NTD	1%	\$	26,721 \$	-
EUR:NTD	1%		132	-
USD:CNY	1%		72	-
USD:SGD	1%		216	-
<u>Financial liability</u>				
<u>Monetary items</u>				
USD:NTD	1%	\$	3,978 \$	-
USD:CNY	1%		393	-
USD:SGD	1%		91	-

<u>For the three-month periods ended March 31, 2025</u>			
<u>Sensitivity analysis</u>			
	<u>Extent of change</u>	<u>Effect on income</u>	<u>Effect on other comprehensive income</u>
(Foreign currency: functional currency)			
<u>Financial asset</u>			
<u>Monetary items</u>			
USD:NTD	1%	\$ 36,157	\$ -
EUR:NTD	1%	445	-
USD:CNY	1%	23	-
USD:SGD	1%	128	-
<u>Financial liability</u>			
<u>Monetary items</u>			
USD:NTD	1%	\$ 5,891	-
EUR:NTD	1%	5	-
USD:CNY	1%	314	-
USD:SGD	1%	119	-

Price risk

- A. The Group is exposed to equity instrument price risk because of investments classified as financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income. To manage the price risk arising from investments in equity instruments, the Group has diversified its portfolio. Diversification of the portfolio is done in accordance with the limits set by the Group.
- B. The Group mainly invests in equity instruments and open-end funds issued by domestic companies, of which the price of equity instruments will be affected by uncertainty of future value of the investment target. Assuming all other factors remain unchanged, if prices of equity instruments rise or fall by 1%, net income for the three months periods ended March 31, 2025 and 2024, would rise or fall by \$6,664 and \$5,588, respectively, for equity instruments measured at fair value through profit or loss, whereas other comprehensive income for the three months periods ended March 31, 2025 and 2024, would rise or fall by \$1,593 and \$1,416 respectively, for financial assets measured at fair value through other comprehensive income.

Cash flow and fair value interest rate risk

- A. The Group's interest rate risk arises mainly from long-term and short-term borrowings at floating rates, which exposes the Group to cash flow interest rate risk, but part of the risk can be offset by cash and cash equivalents held at floating rates. For the three months periods ended March 31, 2025 and 2024, The Group's floating rate borrowings were mainly denominated in NTD.
- B. Assuming all other factors remain unchanged, if the NTD borrowing rate rises or falls by 0.25%, net income for the three-month period ended March 31, 2025 and 2024 will decrease or increase by \$66 and \$85, respectively, mainly due to changes in interest expenses that arise from floating rate borrowings.

(2)Credit risk

- A. The Group's credit risk refers to the risk that the counterparty to a financial instrument will cause a financial loss for the Group by failing to discharge its obligation under the contract, which is mainly due to the inability of counterparties to meet the terms of their contracts for collecting the cash flows of the receivables.
- B. The Group establishes credit risk policies based on its own risk management perspective. In accordance with internal credit policies, credit risks are required to be managed and analyzed before each of the Group's operating entity set up the terms and conditions for payment and delivery for each new customer. The internal risk control system evaluates the customers' credit quality based on their financial conditions, past experience and other factors. Individual risk exposure limits are set by the board of directors based on internal or external risk ratings, and credit lines are monitored on a regular basis.
- C. The Group adopts IFRS 9 to provide a presumption that default has occurred when contractual payments are more than 90 days past due.
- D. The Group adopts IFRS 9 to provide the following presumption as basis for judging whether the credit risk on a financial instrument has increased significantly since the initial recognition:
It is deemed that credit risk after the original recognition of financial assets has increased significantly when contractual payments are more than 30 days past due.
- E. The customers' accounts receivable are segmented based on customer type. A simplified loss rate approach is used for ECL measurement based on the provision matrix.
- F. The Group has written off the recoverable amount of financial assets that could not reasonably be estimated after recourse, but will continue to pursue recourse to preserve its rights. As of March 31, 2025, December 31, 2024 and March 31, 2024, the Group had no recourse on claims that had been written off.
- G. (1) The expected loss rate for customers with outstanding credit is estimated at 0.2%. The total accounts receivable and loss provisions for these customers were as follows: \$153,367 and \$307 as of March 31, 2025; \$128,118 and \$256 as of December 31, 2024; and \$128,628 and \$258 as of March 31, 2024.
- (2) The Group considers the world economic outlook and future prospects when adjusting the loss rate that is set up based on historical and current loss period information, in order to estimate the loss of notes receivables and allowance for doubtful accounts of customers with general credit quality. The provision matrix as of March 31, 2025, December 31, 2024 and March 31, 2024 is as follows:

	Not yet due	Past due within 30 days	Past due 30 days	Past due 60 days	Past due 90 days	Past due 120 days	Total
<u>2025/3/31</u>							
Expected loss rate	0%~1.37%	0%~7.20%	0.01%~13.00%	0.04%~38.56%	50%~100%	100%	
Total book value	\$ 802,992	\$ 103,168	\$ 16,699	\$ 15,139	\$ 1,064	\$ 14,836	\$ 953,898
Loss allowance	\$ 1,229	\$ 742	\$ 354	\$ 2,789	\$ 1,061	\$ 14,836	\$ 21,011
<u>2024/12/31</u>							
Expected loss rate	0%~1.37%	0%~7.20%	0.01%~13.00%	0.03%~38.56%	50%~100%	100%	
Total book value	\$ 575,096	\$ 168,535	\$ 7,101	\$ 1,562	\$ 5,840	\$ 14,314	\$ 772,448
Loss allowance	\$ 1,186	\$ 2,813	\$ 238	\$ 32	\$ 5,474	\$ 14,314	\$ 24,057

	Not yet due	Past due within 30 days	Past due 30 days	Past due 60 days	Past due 90 days	Past due 120 days	Total
2024/3/31							
Expected loss rate	0.02%~1.58%	0.03%~8.42%	0.03%~15.63%	0%~45.15%	50%~100%	100%	
Total book value	\$ 643,653	\$ 73,948	\$ 10,668	\$ 6,890	\$ 1,694	\$ 16,523	\$ 753,376
Loss allowance	\$ 1,442	\$ 717	\$ 612	\$ 1,013	\$ 1,694	\$ 16,523	\$ 22,001

(3) Expected loss rate for related parties of the outstanding credit group is estimated at 0.2%. The total book values of the accounts receivable-related parties as of March 31, 2025, December 31, 2024 and March 31, 2024 were \$5,259, \$1,144 and \$941, respectively. The expected credit loss is not significant thanks to low credit risk, which lead to a loss allowance of \$0.

H. The Group's simplified approach of notes receivable and changes in allowance for doubtful accounts are as follows:

	Notes and accounts receivable (including related parties)	
	2025	2024
January 1	\$ 24,313	\$ 19,864
Write off (reversal) of impairment loss	(3,485)	2,025
Forex effect	490	370
March 31	\$ 21,318	\$ 22,259

From the loss recognized for the three months periods ended March 31, 2025 and 2024, the impairment losses and (reverse) for accounts receivable arising from customer contracts were (\$3,485) and \$2,025, respectively.

I. The financial assets held by the group, measured at amortized cost, consist of bank deposits with original maturities exceeding 3 months and restricted bank deposits. There are no significant abnormalities in credit risk ratings, and no significant expected credit losses are anticipated.

(3) Liquidity risk

A. Cash flow is forecasted by each of the Group's operating entity and summarized by the finance department. The Group's finance department monitors liquidity forecasting to ensure that it has sufficient funds to meet the operational requirements.

B. The Group had available borrowing limits of \$1,315,481, \$1,303,917 and \$1,390,055 as of March 31, 2025, December 31, 2024 and March 31, 2024, respectively.

C. The table below analyzes the Group's non-derivative financial liabilities and net-settled or gross-settled derivative financial liabilities into relevant maturity groupings based on the remaining period at the balance sheet date to the contractual maturity date, whereas derivative financial liabilities are analyzed based on the remaining period at the balance sheet date to the expected maturity date. The amounts disclosed in the table are contractual undiscounted cash flows.

Non-derivative financial liabilities:

2025/3/31	<u>Within 1 year</u>	<u>1-2 years</u>	<u>2-3 years</u>	<u>Over 3 years</u>
Accounts payable (including related parties)	\$ 608,686	\$ -	\$ -	\$ -
Other payables	622,378	-	-	-
Long-term borrowings (including current portion and accrued interest)	13,174	13,174	13,174	107,603
Lease liabilities	64,193	49,809	11,455	33,323

2024/12/31

Non-derivative financial liabilities:

	<u>Within 1 year</u>	<u>1-2 years</u>	<u>2-3 years</u>	<u>Over 3 years</u>
Short-term borrowings (including expected interest)	\$ 80,150	\$ -	\$ -	\$ -
Accounts payable (including related parties)	458,745	-	-	-
Other payables	667,921	-	-	-
Long-term borrowings (including current portion and accrued interest)	13,174	13,174	13,174	110,897
Lease liabilities	67,210	53,501	15,348	34,583

Derivative financial liabilities:

Forward Exchange Contract	\$ 391	-	-	-
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Non-derivative financial liabilities:

2024/3/31	<u>Within 1 year</u>	<u>1-2 years</u>	<u>2-3 years</u>	<u>Over 3 years</u>
Short-term borrowings (including accrued interest)	\$ 27,074	\$ -	\$ -	\$ -
Notes payable	1,629	-	-	-
Accounts payable (including related parties)	793,928	-	-	-
Other payables	689,928	-	-	-
Long-term borrowings (including current portion and accrued interest)	13,174	13,174	13,174	120,777
Lease liabilities	70,028	57,511	42,886	43,004

D. The Group's cash flows are not expected to occur significantly earlier than the maturity date, or to be significantly different from the actual amount.

(3) Information on fair value

1. The various levels of fair value measurement of financial and non-financial instruments

are defined as follows:

- Level 1: Quoted prices (unadjusted) in active markets for assets or liabilities identical to those being valued that the entity can obtain at the measurement date. Quoted price in an “active market” means that quoted prices represent market transactions related to assets and liabilities that are readily and regularly occurring. This includes fair values of TWSE listed shares and beneficiary securities invested by the Group.
- Level 2: Inputs in this level are observable for assets and liabilities, either directly or indirectly, other than quoted prices described in level 1. This includes fair values of TPEX listed stocks and derivative financial instruments invested by the Group.
- Level 3: Inputs in this level are unobservable for assets and liabilities being valued. This includes equity instruments of non-active markets invested by the Group.

2. Please refer to Note 6, (9) for disclosures regarding the fair value of investment properties measured using the cost model.

3. Financial instruments not measured at fair value

The carrying amounts of the Group’s cash and cash equivalents, Financial liabilities measured at amortized cost, notes receivable, accounts receivable, other receivables, guarantee deposits (classified in the balance sheet as other non-current asset), short-term borrowings, notes payable, accounts payable, other payables, long-term borrowings and lease liabilities are reasonable approximations of fair values.

4. The Group has classified financial and non-financial instruments measured at fair value based on the nature, characteristics and risks of assets and liabilities, as well as in accordance with the fair value hierarchy. The relevant information is as follows:

(1) The Group classifies its financial instrument based on the nature of assets and liabilities, with relevant information as follows:

2025/3/31	<u>1st Level</u>	<u>2nd Level</u>	<u>3rd Level</u>	<u>Total</u>
Asset				
<u>At fair value on a recurring basis</u>				
Net loss (gains) from financial assets and liabilities				
Equity securities	\$ 562,851	\$ 5,265	\$ 98,256	\$ 666,372
Beneficiary securities	27,455	-	-	27,455
Convertible bond	121,600	-	-	121,600
Hybrid instrument	-	-	8,553	8,553
Financial asset at fair value through other comprehensive income				
Equity securities	93,730	-	65,538	159,268
Total	<u>\$ 805,636</u>	<u>\$ 5,265</u>	<u>\$ 172,347</u>	<u>\$ 983,248</u>

2024/12/31	<u>1st Level</u>	<u>2nd Level</u>	<u>3rd Level</u>	<u>Total</u>
Asset				
<u>Recurring fair value measurements</u>				
Financial assets at fair value through profit or loss				
Equity securities	\$ 474,613	\$ 5,055	\$ 113,493	\$ 593,161
Beneficiary certificates	27,352	-	-	27,352
Convertible bond	118,000	-	-	118,000
Hybrid instruments	-	-	8,118	8,118
Financial asset at fair value through other comprehensive income				
Equity securities	89,848	-	61,200	151,048
Total	\$ 709,813	\$ 5,055	\$ 182,811	\$ 897,679

Liabilities				
<u>Recurring fair value measurements</u>				
Financial liabilities at fair value through profit or loss				
Derivative	\$ -	\$ 391	\$ -	\$ 391

2024/3/31	<u>1st Level</u>	<u>2nd Level</u>	<u>3rd Level</u>	<u>Total</u>
Asset				
<u>At fair value on a recurring basis</u>				
Net loss (gains) from financial assets and liabilities				
Equity securities	\$ 492,073	\$ 5,439	\$ 61,397	\$ 558,819
Beneficiary securities	27,062	-	-	27,062
Convertible bond	123,900	-	-	123,900
Hybrid instrument	-	-	8,378	8,378
Financial asset at fair value through other comprehensive income				
Equity securities	80,430	-	61,200	141,630
Total	\$ 723,465	\$ 5,439	\$ 130,975	\$ 859,789

- (2) The Group's approaches and assumptions for fair value measurement are as follows:
- A. The Group adopts quoted prices as inputs used to measure fair value (1st level), which are classified as follows based on the characteristics of the financial instruments:

	<u>Shares of listed companies</u>	<u>Open-end funds</u>	<u>Convertible corporate bonds</u>
Quoted market price	Closing market prices	Net value	Weighted average price per hundred units

- B. Except for the aforementioned financial instruments in an active market, the fair values of other financial instruments are obtained by using valuation techniques, or by reference to the quoted prices of counterparties.
- C. The Group adopts valuation techniques widely used by market participants for evaluating non-standardized and less complex financial instruments. The

parameters used in the valuation models of such financial instruments are usually market observable information.

D. The evaluation of derivatives is based on the valuation model generally accepted by market users, such as the discount method. Foreign currency forward contracts are usually evaluated based on the current forward exchange rates.

E. The output of the evaluation model is an estimated value, and the valuation technique may not reflect all the relevant factors of the Company's financial and non-financial instruments. Therefore, the estimated value of the valuation model will be adjusted based on additional parameters, such as the model risk or liquidity risk. According to the Group's management policies of fair value valuation model and related control procedures, its management believes that valuation adjustments are appropriate and necessary for the fair values of financial and non-financial instruments to be presented fairly in the consolidated balance sheet. The price information and parameters used in the evaluation process are carefully evaluated, with appropriate adjustments according to current market conditions.

5. Transfers have not occurred between 1st and 2nd level inputs for the three months periods ended March 31, 2025 and 2024.

6. The following table shows changes in 3rd level inputs for the three months periods ended March 31, 2025 and 2024:

	<u>2025</u>	<u>2024</u>
	<u>Equity instrument</u>	<u>Equity instrument</u>
January 1	\$ 182,811	\$ 63,720
Acquisitions	-	61,200
Recognition in profit (loss) (Note 1)	(14,802)	6,055
Recognition in other comprehensive income (loss) (Note 2)	4,338	-
March 31	<u>\$ 172,347</u>	<u>\$ 130,975</u>

Changes in unrealized gains
or losses on assets and
liabilities owned at the end of
the period (Note)

(\$ 14,802) \$ 6,055

Note 1: Recorded as other gains (losses).

Note 2: Unrealized valuation gains and losses on equity investments measured at fair value through other comprehensive income are disclosed.

7. There were no transfers into or out of Level 3 for the periods from January 1 to March 31 in both 2024 and 2025.

8. The Group's validation process for 3rd level fair value measurement on financial instruments is independently performed by the Finance Department. The independent data sources are used to bring the evaluation results closer to the market, while ensuring the reasonableness of evaluation results with consistent resources and executable representative prices.

In addition, the Finance Department is responsible for formulated fair value valuation

policies and evaluation procedures, and ensuring the Group's compliance with relevant IFRS regulations.

9. The quantitative analysis of significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs as valuation models for 3rd level fair value measurements are as follows:

	2025/3/31 Fair value	Valuation technique	Significant and unobservable input	Range (weighted average)	Relationship between input and fair value
<u>Equity instruments:</u>					
Unlisted and non-OTC stocks	\$ 78,896	Net asset value approach	N/A	N/A	The higher the value of net assets, the higher the fair value of the stocks
Unlisted and non-OTC stocks	84,898	Discounted Cash Flow Approach	Note 1	N/A	Note 2
<u>Hybrid instrument:</u>					
Shares of unlisted companies	65,445	Discounted Cash Flow Approach	Note 1	N/A	Note 2
Embedded option (	56,892)	Options pricing model	Price volatility	N/A	The higher the price volatility, the higher the fair value of the stocks
	2024/12/31 Fair value	Valuation technique	Significant and unobservable input	Range (weighted average)	Relationship between input and fair value
<u>Equity instruments:</u>					
Unlisted and non-OTC stocks	\$ 94,133	Net asset value approach	N/A	N/A	The higher the value of net assets, the higher the fair value of the stocks
Unlisted and non-OTC stocks	80,560	Discounted Cash Flow Approach	Note 1	N/A	Note 2.
<u>Hybrid instrument:</u>					
Shares of unlisted companies	40,278	Discounted Cash Flow Approach	Note 1	N/A	Note 2
Embedded option (	32,160)	Options pricing model	Stock price volatility	Not applicable	The higher the stock price volatility, the higher the fair value

	2024/3/31 Fair value	Valuation technique	Significant and unobservable input	Range (weighted average)	Relationship between input and fair value
<u>Equity instruments:</u>					
Unlisted and non-OTC stocks	\$ 40,949	Net asset value approach	N/A	N/A	The higher the value of net assets, the higher the fair value of the stocks
Unlisted and non-OTC stocks	1,088	Comparable Listed and OTC company's analysis	Price to book ratio multiple, discount for lack of marketability	N/A	The higher the multiple, the higher the fair value; The higher the discount for lack of marketability, the lower the fair value.
Unlisted and non-OTC stocks	80,560	Discounted Cash Flow Approach	Note 1	N/A	Note 2
<u>Hybrid instrument:</u>					
Shares of unlisted companies	48,125	Discounted Cash Flow Approach	Note 1	N/A	Note 2
Embedded option (	39,747)	Options pricing model	Price volatility	N/A	The higher the price volatility, the higher the fair value of the stocks

Note 1: Long-term revenue growth rate, weighted average cost of capital (WACC), long-term pre-tax operating profit, lack of marketability discount, and minority interest discount.

Note 2: The higher the discount for lack of market liquidity, the lower the fair value; The higher the weighted average cost of capital and minority interest discount, the lower the fair value; The higher the long-term revenue growth rate and long-term pre-tax operating profit, the higher the fair value.

10. After careful assessment, the Group has selected valuation models and evaluation parameters, but the application of the various valuation models or evaluation parameters may lead to different evaluation results.

XIII. Disclosures

(1) Information on significant transactions

A. Financing provided: None.

B. Endorsements and guarantees provided: None.

C. Significant marketable securities held at the end of period (excluding investments in subsidiaries, associates and joint ventures): Please refer to schedule 1.

D. Total purchases from or sales to related parties of at least \$100 million or 20% of the paid-in capital: Please refer to schedule 2.

E. Receivables from related parties amounting to at least \$100 million or 20% of the paid-in capital.: Please refer to schedule 3.

F. Intercompany relationships and significant intercompany transactions: Please refer to schedule 4

(2) Information on investees

Names, locations, and related information of investees over which the Company exercises significant influence (excluding information on investment in mainland China): Please refer to Schedule 5.

(3) Information on investments in China

- A. Information on investment in mainland China: Please refer to Schedule 6.
B. Significant transactions, either directly or indirectly through a third area, with investee companies in China: None.

XIV. Segment information

(1) General information

The Group's management has identified department responsible for reporting to the board of directors based on the reporting information for their decision-making. In the current period, there were no significant changes in the Group's corporate structure, segmentation bases, and measurement bases for segment information.

(2) Measurement of segment information

Profits or losses of the Group's operating segments are measured by segment income and pre-tax profit/loss, and are used as basis for performance evaluation. In addition, the accounting policies of operating segments are the same as the summary of significant accounting policies in Note 4.

(3) Segment information

Segment information reported to the chief operating decision-maker are provided as follows:

	For the three-month periods ended March 31, 2025				
	AAEON Group	AOH Group	JETWAY Group	Elimination	Total
Revenue from external customers	\$ 1,355,537	\$ 307,047	\$ 295,801	\$ -	\$ 1,958,385
Revenue from internal segments	21,812	2,894	4,326	(29,032)	-
Segment revenue	<u>\$ 1,377,349</u>	<u>\$ 309,941</u>	<u>\$ 300,127</u>	<u>(\$ 29,032)</u>	<u>\$ 1,958,385</u>
Segment profit or loss	<u>\$ 289,711</u>	<u>\$ 6,129</u>	<u>\$ 23,005</u>	<u>\$ -</u>	<u>\$ 318,845</u>
Segment profit or loss:					
Depreciation and amortization	<u>\$ 28,462</u>	<u>\$ 5,171</u>	<u>\$ 29,789</u>	<u>\$ -</u>	<u>\$ 63,422</u>
Segment assets	<u>\$ 11,948,980</u>	<u>\$ 2,105,171</u>	<u>\$ 2,331,639</u>	<u>(\$ 1,651,704)</u>	<u>\$ 14,734,086</u>

	For the three-month periods ended March 31, 2024				
	AAEON Group	AOH Group	JETWAY Group	Elimination	Total
Revenue from external customers	\$ 1,215,844	\$ 273,973	\$ 312,686	\$ -	\$ 1,802,503
Revenue from internal segments	26,778	1,367	2,986	(31,131)	-
Segment revenue	<u>\$ 1,242,622</u>	<u>\$ 275,340</u>	<u>\$ 315,672</u>	<u>(\$ 31,131)</u>	<u>\$ 1,802,503</u>
Segment profit or loss	<u>\$ 430,401</u>	<u>\$ 56,999</u>	<u>\$ 46,987</u>	<u>\$ -</u>	<u>\$ 534,387</u>
Segment profit or loss:					
Depreciation and amortization	<u>\$ 25,341</u>	<u>\$ 5,955</u>	<u>\$ 29,938</u>	<u>\$ -</u>	<u>\$ 61,234</u>
Segment assets	<u>\$ 12,285,361</u>	<u>\$ 2,211,472</u>	<u>\$ 2,620,072</u>	<u>(\$ 1,725,314)</u>	<u>\$ 15,391,591</u>

Note: Interdepartmental revenue has been eliminated to zero.

(4) Adjustment information on segment profit or loss

Adjustment is not required as the Company's reportable segment profit/loss are equivalent to the income (loss) from continuing operations.

AAEON Technology Inc. and Subsidiaries

MARKETABLE SECURITIES HELD

(EXCLUDING INVESTMENTS IN SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES)

MARCH 31, 2025

(Amounts in thousands of New Taiwan dollars, Unless Specified Otherwise)

Schedule 1

Holding company	Marketable securities type and name				2025/3/31				
	Type	Name (Note 1)	Relationship with the Company	Financial Statement Account	Shares	Carrying value (Note2)	Percentage of Ownership (%)	Fair value	Remarks
AAEON Technology Inc.	Fund	Mega Diamond Money Market	None	Financial assets at fair value through profit or loss - current	2,091,070	\$ 27,455	-	\$ 27,455	None
"	Stock	MACHVISION, INC.	Other related party - the Company's Chairman as a director	"	1,180,198	555,283	2.03	555,283	"
"	"	Allied Biotech Co.	None	"	300,000	5,265	0.31	5,265	"
"	"	LILEE SYSTEMS Ltd.	"	Financial assets at fair value through profit or loss - non-current	468,750	-	-	-	"
"	"	TELEION WIRELESS, INC.	"	"	149,700	-	-	-	"
"	"	InSynerger Technology Co., Ltd.	"	"	1,761,300	19,360	15.05	19,360	"
"	"	V-Net AAEON Corporation Ltd.	"	"	29	8,553	14.50	8,553	Note 3
AAEON INVESTMENT, CO., LTD.	Convertible Bond	IBASE TECHNOLOGY INC.	Associate - Investee accounted for under the equity method	Financial assets at fair value through profit or loss - current	-	121,600	-	121,600	None
ONYX HEALTHCARE INC	Stock	TOP UNION ELECTRONICS CORP.	"	Financial assets at fair value through profit or loss - current	223,918	7,568	0.15	7,568	"
"	"	INNO FUND III	"	Financial assets at fair value through profit or loss - non-current	3,000,000	32,058	13.04	32,058	"
"	"	MELTEN CONNECTED HEALTHCARE INC.	"	Financial asset at fair value through other comprehensive income - non-current	4,193,548	-	6.61	-	"
"	"	TOP UNION ELECTRONICS CORP.	"	"	2,773,082	93,730	1.91	93,730	"
"	"	CREATIVE LIFE SCIENCE CO., LTD.	"	"	900,000	65,538	4.02	65,538	"
JETWAY INFORMATION CO., LTD.	Stock	Dunpin No.1 Innovative Investment Co., Ltd.	"	Financial assets at fair value through profit or loss - non-current	2,000,000	16,199	5.31	16,199	"
"	"	Northeast Tech Star II Venture Capital Co., Ltd.	"	"	3,000,000	30,639	10.00	30,639	"

Note1: The "securities" above refer to stocks, bonds, beneficiary certificates and derivatives included in IFRS 9 "Financial Instruments"

Note2: For those measured at fair value, please enter the carrying value after the valuation adjustment of fair value and deduction of accumulated impairment in the carrying value column. As for those assets not measured at fair value, please enter the carrying value of initial acquisition cost or amortized cost after deducting accumulated impairment in the carrying value column.

Note3: Hybrid contract with embedded options.

AAEON Technology Inc. and Subsidiaries

TOTAL PURCHASES FROM OR SALES TO RELATED PARTIES OF AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025

Schedule 2

(Amounts in thousands of New Taiwan dollars, Unless Specified Otherwise)

Purchasing (sales) company	Related Party	Nature of Relationship	Purchase (sales)	Transaction			Reasons for difference between the related party transaction terms and the arm's length terms of transaction (Note)	Accounts and notes receivable (payable)		Remarks	
				Amount	Percentage of total purchase (sales) (%)	Duration of credit		Price	Duration of credit		Balance	Percentage of total accounts and notes receivable (payable) (%)
AAEON Technology Inc.	ASUSTEK COMPUTER INC	Parent	Purchases	\$ 234,366	30.52	30 days after month-end	\$ -	-	(\$ 95,899)	(26.15)	
"	AAEON TECHNOLOGY (EUROPE) B.V.	Subsidiary	(Sales)	(404,476)	(35.81)	60 days after invoice date	-	-	302,894	40.58	
"	AAEON ELECTRONICS, INC.	"	"	(198,917)	(17.61)	"	-	-	84,720	11.35	

Note: The reasons for difference between the related party transaction terms and the arm's length terms of transaction shall be described in the ASP and loan term section.

AAEON Technology Inc. and Subsidiaries

RECEIVABLES FROM RELATED PARTIES AMOUNTING TO AT LEAST NT\$100 MILLION OR 20% OF THE PAID-IN CAPITAL

MARCH 31, 2025

Schedule 3

(Amounts in thousands of New Taiwan dollars, Unless Specified Otherwise)

Company Name	Related Party	Nature of Relationship	Ending balance (Note 1)	Turnover (%)	Overdue		Amounts Received in Subsequent Period	Allowance for doubtful account
					Amount	Action taken		
AAEON Technology Inc.	AAEON TECHNOLOGY (EUROPE) B.V.	Subsidiary	\$ 302,894	5.74	\$ -	-	\$ 103,274	\$ -

Note: Please fill in separately based on accounts receivable, notes and other receivables of related parties.

AAEON Technology Inc. and Subsidiaries
INTERCOMPANY RELATIONSHIPS AND SIGNIFICANT INTERCOMPANY TRANSACTIONS
(ONLY TRANSACTIONS AMOUNTING TO AT LEAST NT\$100 MILLION ARE DISCLOSED)

FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025

Schedule 4 (Amounts in thousands of New Taiwan dollars, Unless Specified Otherwise)

Serial No. (Note 1)	Company Name	Related Party	Nature of relationships (Note 2)	Intercompany transaction			As a percentage of consolidated revenues or total assets (Note 3)
				Financial Statement Account	Amount	Terms	
0	AAEON Technology Inc.	AAEON TECHNOLOGY (EUROPE) B.V.	1	Net sales	\$ 404,476	60 days after invoice date	20.65%
"	"	AAEON ELECTRONICS, INC.	1	Net sales	198,917	"	10.16%
"	"	AAEON TECHNOLOGY (EUROPE) B.V.	1	Accounts receivable	302,894	"	2.06%

Note 1: Intercompany transactions should be indicated in the numbered columns individually. The number is filled in as follows:

(1) Parent company is numbered 0.

(2) Subsidiaries are numbered sequentially according to company name from Arabic numeral 1.

Note 2: There are three types of relationships with counterparties (Disclosure is not required for the same intercompany transactions. For example: If the parent has already disclosed the intercompany transaction, the subsidiary is not required to disclose the same transaction.

For intercompany transactions between subsidiaries, if one of the subsidiaries has already disclosed the transaction, the other subsidiary is not required to disclose the same transaction)

(1) Parent company to subsidiary

(2) Subsidiary to parent company

(3) Subsidiary to subsidiary

Note 3: The calculation of transaction amount as a percentage of consolidated net revenue or total assets: in the case of financial statement accounts, ending balance is divided by consolidated total assets; in the case of income statement accounts, cumulative amount in the period is divided by consolidated net revenue.

Note 4: There is no need to disclose transactions of no more than \$100 million, and transactions shall be disclosed as assets and income.

AAEON Technology Inc. and Subsidiaries
 NAMES, LOCATIONS, AND RELATED INFORMATION OF INVESTEEES OVER WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE
 (EXCLUDING INFORMATION ON INVESTMENT IN MAINLAND CHINA)
 FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025

Schedule 5

(Amounts in thousands of New Taiwan dollars, Unless Specified Otherwise)

Name of investor	Name of investee	Location	Main businesses and products	Original Investment		Balance as of March 31, 2025			Investee profit or loss for the period (Note 2)	Profits or losses on investment recognized for the period (Note 2)	Remarks
				2025/3/31	2024/12/31	Shares	Percentage (%)	Carrying Amount			
AAEON TECHNOLOGY INC.	AAEON ELECTRONICS, INC.	USA	Sales of IPC and PC peripherals	\$ 162,705	\$ 160,647	490,000	100.00	\$ 353,482	(\$ 2,104)	(\$ 2,127)	
"	AAEON TECHNOLOGY, CO., LTD	British Virgin Islands	Investment of IPC and interface card	292,440	288,741	8,807,097	100.00	132,509	(15,912)	(15,663)	
"	AAEON TECHNOLOGY (EUROPE) B.V.	Netherlands	Sales of IPC and PC peripherals	3,597	3,414	-	100.00	84,668	(6,673)	(6,673)	
"	AAEON TECHNOLOGY SINGAPORE PTE. LTD.	Singapore	Sales of IPC and PC peripherals	14,450	14,076	465,840	100.00	67,879	(2,085)	(2,085)	
"	AAEON INVESTMENT, CO., LTD.	Taiwan	Investment of IPC and PC peripherals	150,000	150,000	15,000,000	100.00	143,148	3,596	3,596	
"	ONYX HEALTHCARE INC.	"	Design, manufacture and sales of medical PC	172,368	172,368	18,694,156	47.92	752,650	7,394	3,547	
"	LITEMAX ELECTRONICS INC.	"	Sales of PC peripherals	70,218	70,218	5,015,050	11.85	122,734	22,111	2,593	
"	IBASE TECHNOLOGY INC.	"	Manufacturing and sales of industrial motherboards	3,498,501	3,498,501	52,921,856	26.57	3,259,657	162,567	17,860	
"	JETWAY INFORMATION CO., LTD.	"	Manufacturing and selling of industrial motherboard and computer peripherals	892,474	892,468	19,845,958	35.29	870,748	32,119	5,391	

AAEON Technology Inc. and Subsidiaries
 NAMES, LOCATIONS, AND RELATED INFORMATION OF INVESTEEES OVER WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE
 (EXCLUDING INFORMATION ON INVESTMENT IN MAINLAND CHINA)
 FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025

Schedule 5

(Amounts in thousands of New Taiwan dollars, Unless Specified Otherwise)

Name of investor	Name of investee	Location	Main businesses and products	Original Investment		Balance as of December 31, 2024			Investee profit or loss for the period (Note 2)	Profits or losses on investment recognized for the period (Note 2)	Remarks
				2025/3/31	2024/12/31	Shares	Percentage (%)	Carrying Amount			
AAEON TECHNOLOGY (EUROPE) B.V.	AAEON TECHNOLOGY GMBH	Germany	Sales of IPC and PC peripherals	\$ 1,079	\$ 1,024	-	100.00	\$ 26,126	\$ 156	-	Note1
ONYX HEALTHCARE INC.	ONYX HEALTHCARE USA, INC.	USA	Sales of medical PC and peripherals	66,410	65,570	200,000	100.00	83,457	(17,531)	-	"
"	ONYX HEALTHCARE EUROPE B.V.	Netherlands	Marketing support and maintenance of medical PC and peripherals	3,597	3,414	100,000	100.00	41,742	261	-	"
"	IHELPER INC.	Taiwan	R&D and sales of medical robots	16,560	16,560	1,656,000	46.00	6,922	(68)	-	"
"	WINMATE INC.	"	Bid quotations, distributions and sales of LCD application equipment and modules	568,585	568,585	10,244,000	12.85	665,982	148,083	-	"
"	ProtectLife International Biomedical INC.	"	Manufacturing and Wholesale of Medical Devices and Consumables	47,928	47,928	2,324,000	11.08	31,719	(11,186)	-	"
JETWAY INFORMATION CO., LTD.	JETWAY COMPUTER CORP.	USA	Selling and repairing of computer peripheral equipment	126,179	124,583	380	100.00	217,096	6,917	-	"
"	JETWAY COMPUTER B.V.	Netherlands	Selling and repairing of computer peripheral equipment	742	729	40	100.00	32,333	468	-	"

AAEON Technology Inc and Subsidiaries
 NAMES, LOCATIONS, AND RELATED INFORMATION OF INVESTEEES OVER WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE
 (EXCLUDING INFORMATION ON INVESTMENT IN MAINLAND CHINA)
 FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025

Schedule 5

(Amounts in thousands of New Taiwan dollars, Unless Specified Otherwise)

Name of investor	Name of investee	Location	Main businesses and products	Original Investment		Balance as of December 31, 2024			Investee profit or loss for the period (Note 2)	Profits or losses on investment recognized for the period (Note 2)	Remarks
				2025/3/31	2024/12/31	Shares	Percentage (%)	Carrying Amount			
JETWAY INFORMATION CO., LTD.	JETWAY (FAR EAST) INFORMATION COMPANY LIMITED	British Virgin Islands	Investing of computer peripheral business	\$ 102,425	\$ 101,130	3,084,634	100.00	\$ 127,489	\$ 395	-	Note1
"	TOP NOVEL ENTERPRISE CORP.	Seychelles	Investing of computer peripheral business	587,745	580,311	17,700,500	100.00	485,377	(870)	-	"
JETWAY (FAR EAST) INFORMATION COMPANY LIMITED	SCORETIME INVESTMENT LIMITED	British Virgin Islands	Investing of computer peripheral business	100,765	99,490	3,034,634	100.00	126,488	395	-	"
TOP NOVEL ENTERPRISE CORP.	CANDID INTERNATIONAL CORP.	"	Investing of computer peripheral business	566,145	558,984	17,050,000	100.00	481,418	(920)	-	"

Note 1: According to relevant regulations, there is no need to fill in investment profit and loss disclosed in this period.

Note 2: The profit or loss of the amount involving foreign currencies are converted to NTD at the average exchange rate between January 1 and March 31, 2025, while others are converted to NTD under the exchange rate at end period of the financial report.

AAEON Technology Inc. and Subsidiaries
INFORMATION ON INVESTMENT IN MAINLAND CHINA
FOR THE THREE-MONTH PERIOD ENDED MARCH 31, 2025

Schedule 6

(Amounts in thousands of New Taiwan dollars, Unless Specified Otherwise)

Investee Company	Main Businesses	Total Amount of Paid-in Capital	Methods of investment (Note 1)	Beginning Balance of Accumulated Outflow of Investment from Taiwan	Investment Flows		Accumulated Outflow of Investment from Taiwan as of December 31, 2024	Investee profit or loss for the period	The Company's direct or indirect holding percentage	Share of Profits / Losses	Carrying Amount as of December 31, 2024	Accumulated Inward Remittance of Earnings as of December 31, 2024	Remarks
					Outflow	Inflow							
AAEON TECHNOLOGY (SUZHOU) INC.	Production and sales of IPC and interface card	\$ 288,560	2	\$ 288,560	\$ -	\$ -	\$ 288,560	(\$ 15,922)	100%	(\$ 15,922)	\$ 136,277	\$ -	Note.2(2)C
ONYX HEALTHCARE (SHANGHAI) LTD	Sales of medical PC and peripherals	78,032	1	72,127	5,905	-	78,032	(421)	100%	(421)	5,671	-	Note.2(2)C
FUJIAN CANDID INTERNATIONAL CO., LTD	Manufacturing and selling of computer and peripheral equipment	564,485	2	564,485	-	-	564,485	(942)	100%	(942)	479,689		Note.2(2)B

Company Name	Ending Balance of Investment in Mainland China	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment Authorized by Investment Commission, MOEA
AAEON Technology Inc.	\$ 288,560	\$ 288,560	\$ 7,465,038
Onyx Technology Inc.	78,032	78,032	963,217
JETWAY INFORMATION CO., LTD.	564,485	564,485	827,142

Note 1: The methods of investment are listed below, please mark the category on schedule:
(1) Investment in China companies directly.
(2) Investment in China companies through AAEON TECHNOLOGY CO., LTD in a third region.
(3) Other methods of investing in China.

Note 2: The column of investment profit or loss for the period:
(1) It should be noted if the entity was in preparation stage without profit or loss on investment.
(2) It should be noted that the basis of recognizing the profit or loss on investment includes the following:
A. Based on financial statements reviewed by an international accounting firm that is in collaboration with an accounting firm in the Republic of China.
B. Based on financial statements reviewed by auditor of the parent company in Taiwan.
C. Another basis

Note 3: The profit or loss of the amount involving foreign currencies are converted to NTD at the average exchange rate between January 1 and March 31, 2025, while others are converted to NTD under the exchange rate at the end period of the financial report.