# AAEON Technology Inc and Subsidiaries Consolidated Financial Statements With Independent Auditor's Review Report Thereon June 30, 2025 and 2024

(Stock Code: 6579)

Company Address: 5F., No. 135, Ln. 235, Baoqiao Rd., Xindian

Dist., New Taipei City, Taiwan (R.O.C.)

Contact Number: (02)8919-1234

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 June 30, 2025 and 2024

# Content

	Subject	Page	
I.	Cover	1	
II.	Content	2 ~ 3	
III.	Independent Auditors' Report	4 ~ 6	
IV.	Consolidated Balance Sheet	7 ~ 8	
V.	Consolidated Statements of Comprehensive Income	9 ~ 10	
VI.	Consolidated Statement of Changes in Equity	11 ~ 12	
VII.	Consolidated Cash Flow Statement	13 ~ 14	
VIII.	. Notes to Consolidated Financial Statements	15 ~ 76	
	(I) Company Profile	15	
	(II) Date and Procedures for the Authorization of Financial Reports	15	
	(III) New or Revised Standards and Applied Interpretation	15 ~ 16	
	(IV) Summary of Significant Accounting Policies	16 ~ 22	
	(V) Significant Accounting Judgments, Estimations, and Major Sources		
	of Assumption Uncertainty	22	
	(VI) Details of significant accounts	23 ~ 55	
	(VII) Related Party Transaction	56 ~ 60	
	(VIII)Pledged Assets	60	

Subject	Page	
(IX) Material Contingent Liabilities and Unrecognized Contractual		
Commitments	61	
(X) Losses Due to Major Disasters	61	
(XI) Material Subsequent Events	61	
(XII) Other Matters	61 ~ 74	
(XIII)Disclosures	74 ~ 75	
(XIV)Segment Information	75 ~ 76	

### INDEPENDENT AUDITORS' REPORT

(2025) Tsai-Shen-Bao-Tzi No.25001206

To the Board of Directors and Shareholders of AAEON Technology Inc.:

## Introduction

We have reviewed the accompanying consolidated balance sheets of AAEON Technology Inc. and its subsidiaries (the "Group") as of June 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three-month periods ended June 30, 2025 and 2024, and for the six-month periods ended June 30, 2025 and 2024, as well as the consolidated statement of changes in equity and cash flows for the six-month periods ended June 30, 2025 and 2024, and notes to the consolidated financial statements, including a summary of significant accounting policies. It is the responsibility of the management to prepare and ensure fair presentation of these 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 is to express a conclusion on these consolidated financial statements 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 Note 6(6), the accompanying consolidated financial statements, included certain nonsignificant consolidated subsidiaries and investments accounted for under equity method, were consolidated using non-auditor reviewed financial statements for the corresponding period, which the sum of assets represented by such subsidiaries totaled \$771,123 thousand and \$784,574 thousand as of June 30, 2025 and 2024, and accounted for 5.25% and 5.01% of consolidated total assets, respectively; they also represented \$196,674 thousand and \$108,204 thousand of total liabilities, which accounted for 5.68% and 2.81% of consolidated total liabilities, respectively, and total comprehensive income (loss) amounting to (38,717) thousand, 3,048 thousand, (47,702) thousand, and 762 thousand, constituting 25.19%, 0.97%, (35.47%) and 0.09% of consolidated total comprehensive income (loss) for the three-month periods ended June 30, 2025 and 2024, respectively. As for investments accounted for using the equity method, the balance as of June 30, 2025 and 2024 were

\$30,512 and \$32,033 thousands, which accounted for 0.21% and 0.20% 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 (\$1,207) thousand, (\$1,152) thousand, (\$3,023) thousand and (\$2,652) thousand, constituting 0.79%, (0.37%), (2.25%) and (0.30%) for the three-month periods ended June 30, 2025 and 2024 and for the six-month periods ended June 30, 2025 and 2024, respectively. These amounts and the related information disclosed in the accompanying consolidated financial statements were based on the unreviewed financial statements of consolidated subsidiaries and investments accounted for under equity method.

# **Qualified conclusion**

Based on our reviews and the reports of other independent auditors (please refer to other matter), except for the adjustments to the consolidated financial statements, if any, as might have been determined to be necessary had the financial statements of certain non-significant consolidated subsidiaries and investments accounted for under equity method been reviewed by independent auditors, that we might have become aware of had it not been for the situation described above, nothing has come to our attention that causes us to believe that the accompanying consolidated financial statements do not present fairly, in all material respects, the consolidated financial position of the Group as of June 30, 2025 and 2024, and of its consolidated financial performance for the three months ended June 30, 2025 and 2024, and for the six months ended June 30, 2025 and 2024 and its consolidated cash flows for the six months ended June 30, 2025 and 2024, in accordance with Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, Interim Financial Reporting that came into effect as endorsed by the Financial Supervisory Commission.

# 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 \$3,901,359 thousand and \$4,186,816 thousand as of June 30, 2025 and 2024, which accounted for 26.55% and 26.72% of consolidated total assets on the respective dates; total comprehensive income recognized from the above companies amounted to (\$68,653) thousand, \$63,030 thousand, (\$50,164) thousand and \$145,498 thousand, constituting 44.66%, 20.03%, (37.31%) and 16.59% of consolidated comprehensive income for the three-month periods ended June 30, 2025 and 2024, and for the six-month periods ended June 30, 2025 and 2024, respectively.

PwC Taiwan

Certified Public Accountant

Chang, Shu-Chiung Hsieh, Wei-Li.

(Formerly known as) Financial Supervisory Commission. The Ministry of Finance Approval reference: Jin-Guan-Zheng-Shen No. 0990042602 Securities and Futures Commission, The Ministry of Finance Approval reference: Jin-Guan-Zheng-Shen No. 1140351490

August 7, 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 jurisdoctions. 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

June 30, 2025, December 31, 2024 and June 30, 2024

(The consolidated balance sheets as of June 30, 2025 and 2024, were reviewed, not audited)

(Expressed in thousands of New Taiwan Dollars)

		June 30, 2025					December 31, 2	024	June 30, 2024				
	Assets	Notes		Amount	%	_	Amount	<u>%</u>		Amount	%		
	Current asset												
1100	Cash and cash equivalents	6. (1)	\$	3,842,058	26	\$	4,270,200	30	\$	5,196,915	33		
1110 1136	Financial asset at fair value through profit or loss - current Financial assets measured at	6. (2) 8		774,227	5		625,020	4		629,264	4		
1130	amortized cost-current	0		444,040	3		90,552	1		183,020	1		
1150	Net notes receivable	6. (4)		41,608	-		45,323	-		18,833	-		
1170	Net accounts receivable	6. (4), 7		1,072,724	7		832,074	6		910,088	6		
1200	Other receivables	7		121,594	1		27,186	-		86,209	-		
1220	Current tax assets			32,754	-		25,397	-		16,000	-		
130X	Inventories	6. (5)		1,399,829	10		1,319,736	9		1,346,352	9		
1410	Prepayments			109,483	1		96,765	1		94,559	1		
1479	Other current assets - other	8		4,772			5,147			5,134			
11XX	<b>Total current assets</b>			7,843,089	53		7,337,400	51		8,486,374	54		
	Non-current assets												
1510	Financial asset at fair value	6. (2)											
	through profit or loss -												
	non-current			112,003	1		121,611	1		70,769	1		
1517	Financial asset at fair value	6. (3)											
	through other comprehensive												
	income - non-current			193,680	1		151,048	1		145,118	1		
1550	Investments accounted for	6. (6)		2 021 071	27		4.054.764	20		4.210.040	27		
	under equity method			3,931,871	27		4,054,764	28		4,218,849	27		
1600	Property, plant and equipment	6. (7), 8		1,337,686	9		1,388,010	10		1,366,405	9		
1755	Right-of-use assets	6. (8)		197,996	1		196,667	1		226,113	1		
1760	Investment property	6. (9), 8		335,161	2		342,425	3		346,573	2		
1780	Intangible assets	6. (10), 7		591,108	4		628,111	4		667,524	4		
1840	Deferred tax assets			92,336	1		70,435	1		78,456	1		
1900	Other non-current assets	8		58,724	1		35,771			62,792			
15XX	Total non-current assets		_	6,850,565	47		6,988,842	49		7,182,599	46		
1XXX	Total assets		\$	14,693,654	100	\$	14,326,242	100	\$	15,668,973	100		
				(0 1 1		_							

(Continued)



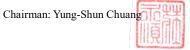
Consolidated Batance Sheets

June 30,2025 December 31, 2024 and June 30, 2024

(The consolidated balance sheets as of June 30, 2025 and 2024, were reviewed, not audited) (Expressed in thousands of New Taiwan Dollars)

		Charg	June 30, 2025			December 31, 2	.024		June 30, 2024	
	Liabilities and equity	Notes	-	Amount	%	Amount	%		Amount	%
	Current liability	-								
2100	Short-term borrowings	6.(11), 8	\$	93,009	1	\$ 80,000	1	\$	27,000	-
2120	Financial liabilities at fair value	6. (2)								
	through profit or loss - current			-	-	391	-		-	-
2130	Contract liability - current	6. (19)		251,609	2	233,296	2		228,431	2
2150	Notes payables			20	-	-	-		8	-
2170	Accounts payables			595,704	4	383,504	3		582,806	4
2180	Accounts payables-related parties	7		77,222	1	75,241	-		171,983	1
2200	Other payables	6. (13), 7		1,697,619	12	667,921	5		1,991,954	13
2230	Current tax liabilities			75,203	-	60,537	_		94,500	1
2250	Provisions - current			33,891	-	33,790	-		38,937	-
2280	Lease liability - current			65,921	-	63,746	_		66,932	-
2320	Long-term liabilities-current Portion	6. (12), 8		10,717	-	10,612	-		10,507	-
2399	Other current liabilities - other			47,145	-	41,071	-		48,076	-
21XX	Total current liabilities			2,948,060	20	1,650,109	11		3,261,134	21
	Non-current liabilities			_						
2527	Contract liability - non-current	6. (19)		56,754	-	56,211	-		57,409	-
2540	Long-term borrowings	6. (12), 8		118,558	1	123,947	1		129,275	1
2550	Provisions - non-current			13,611	-	13,359	-		13,885	-
2570	Deferred tax liabilities			211,599	2	262,468	2		255,286	2
2580	Lease liability - non-current			97,556	1	97,179	1		123,018	1
2670	Other non-current liabilities - other			13,436	-	14,502	-		15,570	-
25XX	Total non-current liabilities			511,514	4	567,666	4		594,443	4
2XXX	<b>Total Liabilities</b>			3,459,574	24	2,217,775	15		3,855,577	25
	Equity			_						
	Equity attributable to owners of									
	parent									
	Share capital	6. (16)								
3110	Share capital-common stock			1,694,512	11	1,693,692	12		1,608,908	10
3140	Advance receipts for share capital			-	-	820	-		760	-
3150	Stock dividends to be allocated			-	- 1	-	-		80,204	1
	Capital surplus	6. (15) (17)								
3200	Capital surplus			6,437,973	45	6,412,230	45		6,375,956	41
	Retained earnings	6. (18)								
3310	Legal reserve			771,315	5	674,628	5		674,628	4
3320	Special reserve			12,359	-	12,359	-		12,359	-
3350	Unappropriated retained earnings			428,570	3	1,159,106	8		856,941	5
	Other Equity									
3400	Other equity			30,555		146,554	1		158,989	1
31XX	Total equity attributable to									
	owners of parent			9,375,284	64	10,099,389	71		9,768,745	62
36XX	Non-controlling interests	4. (3)		1,858,796	12	2,009,078	14		2,044,651	13
3XXX	Total equity			11,234,080	76	12,108,467	85		11,813,396	75
	Significant contingent liabilities and	9								
	unrecognized contract commitments									
3X2X	Total liabilities and equity		\$	14,693,654	100	\$ 14,326,242	100	\$	15,668,973	100

The accompanying notes are an integral part of these consolidated financial statements.







# AAEON Technology Inc. and Subsidiaries Consolidated Income Statement For the six-month periods ended June 30, 2025 and 2024 (Expressed in thousands of New Taiwan Dollars, except earnings per share data) (Reviewed, not audited)

				For the three-i	month per		1e 3	0,	For the six-month periods ended June 30,					
	•	-		2025		2024			2025			2024		
	Item	Notes		Amount	%	Amount	-	%	Amount	%		Amount	%	
4000	Operating income	6. (19), 7	\$	2,101,863	100 \$	1,919,052		100 \$	4,060,248	100	\$	3,721,555	100	
5000	Operating cost	6. (5)(23)(24), 7.	(_	1,385,128) (	66) (	1,199,668)	(_	63) (	2,675,984) (	<u>66</u> ) (	(	2,389,271) (	64)	
5900	Operating profit			716,735	34	719,384	_	37	1,384,264	34		1,332,284	36	
	Operating expenses	6. (23)(24), 7.												
6100	Selling expense		(	198,883) (	10) (	203,790)	(	11) (	408,984) (	10) (	(	398,035) (	11)	
6200	General and administrative expenses		(	144,619) (	7) (	137,796)	(	7) (	290,366) (	7) (	(	282,079) (	7)	
6300	Research and development expenses		(	188,298) (	9) (	183,351)	(	9) (	373,784) (	9) (	(	365,121) (	10)	
6450	Expected credit impairment (loss) or gain	12. (2)	(	4,848)	<u> </u>	1,202	_		1,363)	(	(	823)	_	
6000	Total operating expense		(_	536,648) (	26) (	523,735)	(_	27) (	1,074,497) (	26)	(	1,046,058) (_	28)	
6900	Operating income		_	180,087	8	195,649	_	10	309,767	8		286,226	8	
	Non-operating income and expenses													
7100	Interest income			24,721	1	43,349		2	50,194	1		72,053	2	
7010	Other income	6. (20)		17,032	1	17,566		1	29,170	1		22,113	-	
7020	Other gains and losses	6. (21)	(	212,619) (	10)	45,789		3 (	96,615) (	2)		421,801	11	
7050	Financial costs	6. (22)	(	1,688)	- (	1,926)		- (	3,798)	- (	(	3,706)	-	
7060	Share of the profit of associates and joint ventures accounted for under	6. (6)												
	equity method		(	21,130) (	1)	44,287	_	2	16,530			80,614	2	
7000	Total non-operating income and expenses		(_	193,684) (	9)	149,065	_	8 (	4,519)			592,875	15	
7900	Profit (loss) before income tax		(	13,597) (	1)	344,714		18	305,248	8		879,101	23	
7950	Income tax expenses	6. (25)	_	15,731	1 (	62,351)	(_	3) (	29,703) (	1) (	(	119,932) (	3)	
8200	Profit for the period		\$	2,134		282,363	_	15 \$	275,545	7	\$	759,169	20	

(Continued)

# AAEON Technology Inc. and Subsidiaries

# Consolidated Income Statement For the six-month periods ended June 3 0, 2025 and 2024

(Expressed in thousands of New Taiwan Dollars, except earnings per share data)
(Reviewed, not audited)

			1 01	the three-m	ionin pe	riods ended Jur	ie 50,	1.01	r the six-mo	nın per	iods ended Ju	me 30,
				2025		2024			2025		2024	
	Item	Notes	A	Amount	<u>%</u>	Amount	<u>%</u>		Amount	<u>%</u>	Amount	<u>%</u>
	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)	\$	34,412	2	\$ 451	-	\$	42,632	1	\$ 3,479	-
8320	Share of other comprehensive income of associates and joint ventures accounted for under equity	6. (6)										
	method - not to be reclassified to profit or loss in subsequent periods		(	18,034)	(1)	16,761	1	(	44,193)	(1)	54,291	_ 2
8310	Total amount not to be reclassified to profit or loss in subsequent periods			16,378	1	17,212	1	(	1,561)		57,770	2
	Components of other comprehensive income that will be reclassified to profit or loss											
8361	Financial statements translation differences of foreign operations		(	176,925)	(8)	17,901	1	(	142,489)	(4)	64,989	2
8370	Share of other comprehensive income of associates and joint ventures accounted for under equity	6. (6)										
	method - to be reclassified to profit or loss		(	30,696)	( 2)	830	-	(	25,524)	( 1)	7,941	
8399	Income tax relating to the components of other comprehensive income	6. (25)		35,385	2	3,580)	(_1)		28,497	1 (	(12,998	<u> </u>
8360	Total amount to be reclassified to profit or loss in subsequent periods		(	172,236)	( <u>8</u> )	15,151		(	139,516)	( <u>4</u> )	59,932	2
8300	Net Other comprehensive income		(\$	155,858)	(7)	\$ 32,363	1	(\$	141,077)	(4)	\$ 117,702	2 4
8500	Total comprehensive income		(\$	153,724)	<u></u>	\$ 314,726	16	\$	134,468	3	\$ 876,871	24
	Net income attributable to:											
8610	Shareholders of the parent		(\$	20,880)	( 1)	\$ 235,440	13	\$	238,825	6	\$ 664,712	2 18
8620	Non-controlling interests			23,014	1	46,923	2		36,720	1	94,457	7 2
			\$	2,134		\$ 282,363	15	\$	275,545	7	\$ 759,169	20
	Total comprehensive income attributable to:											
8710	Shareholders of the parent		(\$	138,700)	( 6)	\$ 261,989	13	\$	122,826	3	\$ 760,748	3 21
8720	Non-controlling interests		(	15,024)	(1)	52,737	3		11,642		116,123	3
			( <u>\$</u>	153,724)	<u></u>	\$ 314,726	<u>16</u>	\$	134,468	3	\$ 876,871	<u>24</u>
	Basic earnings per share	6. (26)										
9750	Total basic earnings per share	J. (20)	(\$		0.17)	\$	1.88	\$		1.90	\$	5.32
	Diluted earnings per share	6. (26)	( <del>+</del>					<u>-</u>			-	
9850	Total diluted earnings per share	J. (20)	(\$		0.17)	\$	1.87	\$		1.89	\$	5.28

The accompanying notes are an integral part of these consolidated financial statements.

Chairman: Yung-Shun Chuang



Manager: Chien-Hung Lin

Accounting Supervisor: Jen-Chung Wang





Equity attributable to owners of the parent Share Capital Retained Earnings Other Equity Unrealized gains (losses) form financial Financial assets statements measured at translation fair value Undistributed differences of Advance through other Remeasurement Common share receipts for Stock dividends Special retained foreign comprehensive s of defined Non-controlling Notes capital share capital to be allocated Capital surplus Legal reserve reserve earnings operations income benefit plans Total interests Total For the six-month period ended June 30, 2024 \$ 12,359 20,663) \$ 10,010,600 \$12,121,395 Balance at January 1, 2024 \$ 1,602,418 \$ 6,421,702 577,944 \$1,331,564 85,628 2,012) \$ 2,110,795 1,660 \$ 664,712 664,712 94,457 759,169 Profit for the period Other comprehensive income 41.221 54,815 96,036 21,666 117,702 41,221 760,748 Total comprehensive income 664,712 54,815 116,123 876,871 Appropriations of 2023 6. (18) earnings Legal reserve 96,684 96,684) Reversal of special reserve 1,042,651) Cash dividends 1,042,651) 1,042,651) Capital surplus-stock dividends 6. (16) (17) 80,204 ( 80,204) Recognition of changes in 142 142) 142) ownership interest in subsidiary Change in associates and joint 6. (6) (17) 5,447 ventures accounted for under equity method 5,447 5,447 Share-based Payment 374 374 397 771 6. (15) (17) Employee stock options 6. (15) (17) 6,490 900) 34,369 556 34,925 exercised 28,779 Changes in non-controlling interests-cash dividends 4. (3) 183,362) ( 183,362) Balance at June 30, 2024 \$ 1,608,908 760 80,204 \$ 6,375,956 674,628 12,359 \$ 856,941 20,558 140,443 2,012) \$ 9,768,745 2,044,651 \$11,813,396

The accompanying notes are an integral part of these consolidated financial statements.

Chairman: Yung-Shun Chuang



Manager: Chien-Hung Lin

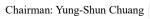
Accounting Supervisor: Jen-Chung Wang



									le to owners of	the parent					
		Share C	Capital			_	Reta	ined Earnings			Othe	r Equity			
											Unrealized				
											gains				
											(losses) form				
											financial				
										Financial	assets				
										statements	measured at				
										translation	fair value				
			Adva	ance					Undistributed	differences of	through other	Remeasurement			
		Common share	receip	ts for	Stock dividends			Special	retained	foreign	comprehensive	s of defined		Non-controlling	
	Notes	capital	share c		to be allocated	Capital surplus	Legal reserve	reserve	earnings	operations	income	benefit plans	Total	interests	Total
For the six-month period ended June 30, 2025	1											•			
Balance at January 1, 2025		\$ 1,693,692	\$	820	\$ -	\$ 6,421,230	\$ 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		-		_					238,825				238,825	36,720	275,545
Other comprehensive income		-		_	-		_	-		( 93,889	)( 22,110)	-	( 115,999		
Total comprehensive income	;				-				238,825	93,889			122,826		134,468
Appropriations of 2024	6. (18)										^				<del></del>
earnings	. /														
Legal reserve		_		_	_		96,687	_	( 96,687)		_	_	_	_	_
Cash dividends		_		_	-		-	_	0=0.5=4.5		_	_	( 872,674	) -	( 872,674)
Recognition of changes in	6. (17)				-				, ,	,				,	
ownership interest in subsidiar	v	-		-		( 5,590)	-	-	-	-	-	-	( 5,590	) 5,590	6,688
Change in associates and joint ventures accounted for under	6. (6) (17)				-										
ventures accounted for under	. , . ,	-		-		6,688	-		-	-	-	-	6,688	-	9,636
equity method Share-based Payment	( (15) (17)					. 9,018		-					9.018	618	26.416
	6. (15) (17)	-		-	-	9,018	-	-	-	-	-	-	- ,		36,416
Employee stock options exercised	6. (15) (17)	820	(	820)	-	15,627	-	-	-	-	-	-	15,627	20,789	( 188,921)
Changes in non-controlling interests-cash dividends	4. (3)	-		-	-	-	-	-	-	-	-	-	-	( 188,921)	( 188,921)
Balance at June 30, 2025		\$ 1,694,512	\$		\$	\$ 6,437,973	\$ 771,315	\$ 12,359	\$ 428,570	(\$ 68,679	\$ 100,988	(\$ 1,754)	\$ 9,375,284	\$ 1,858,796	\$11,234,080

The accompanying notes are an integral part of these consolidated financial statements.

Manager: Chien-Hung Lin



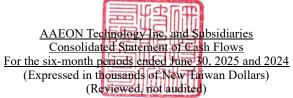


建川

# AAEON Technology Inc. and Subsidiaries Consolidated Statement of Cash Flows For the six-month periods ended June 30, 2025 and 2024 (Expressed in thousands of New Taiwan Dollars) (Reviewed, not audited)

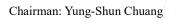
		For t	the six-month per	riods en	ded June 30,
	Notes		2025		2024
Cash flows from operating activities					
Profit before tax		\$	305,248	\$	879,101
Adjustments					
Adjustments to reconcile profit (loss)					
Depreciation expense	6. (7) (8) (23)		74,057		73,903
Amortization expenses	6. (23)		46,664		45,145
Expected credit impairment losses (gains)	12.(2)		1,363		823
Costs of share-based payment awards	6. (15)		9,636		771
Interest income		(	50,194)	(	72,053
Dividends income	6. (20)	(	17,431)	(	12,343
Interest expenses	6. (22)		3,798		3,706
Net gains from financial assets and	6. (2) (21)				
liabilities at fair value through profit or loss		(	138,927)	(	220,058
Losses on disposal of property, plant and	6. (21)	,	2.)		722
equipment		(	3)		723
Transferred to expenses and losses	( (0) (21)		27		-
Depreciation expense of investment property (other gains and losses)	6 (9) (21)		4,528		3,821
Share of profit of associates accounted for	6. (6)		1,320		3,021
under equity method	0. (0)	(	16,530)	(	80,614
Lease modification (gain) loss	6. (8) (21)	(	146)	•	542
Changes in operating assets and liabilities	0. (6) (21)	(	140)	(	342
Net changes in operating assets					
From financial assets and liabilities at fair					
value through profit or loss		(	135)		345
Notes and accounts receivable		(	236,470)		2,690
Other receivables		(	38,899)	(	4,301
Inventories		(	80,093)	(	144,753
		(	12,718)		10,273
Prepayments Other non-currnent assets		(	375	(	
			3/3	(	387
Net changes in operating liabilities			10.056		1.500
Contract liability  Notes and accounts payable (including			18,856		1,590
			214 201		222 120
related parties)		(	214,201		232,129
Other payables		(	34,069)		86,680
Other current liabilities			6,074	,	135
Provisions for liabilities		,	353	(	3,204
Other non-current liabilities		(	1,066)	(	930
Net cash from operating activities			58,499		1,092,156
Interest received			51,028		72,053
Interest paid		(	3,866)	(	3,713
Income taxes paid		(	68,256)	(	116,944
Net cash flows from operating activities			37,405		1,043,552

(Continued)



		Fo	r the six-month p	eriods e	ended June 30,
	Notes		2025		2024
Cash flows from investing activities					
Disposal of financial assets and liabilities at					
fair value through profit or loss		\$	-	\$	5,595
Acquisition of financial assets and liabilities					
at fair value through other comprehensive income			_	(	72,883)
Acquisition of financial assets measured at				(	72,003 )
amortized cost		(	353,593)	(	118,891 )
Acquisition of property, plant and equipment	6. (27)	(	21,458)	(	21,099)
Disposal of property, plant and equipment			21,430 /	(	21,055)
			33		424
Acquisition of intangible asset	6. (10)	(	9,663)	(	12,422)
Increase in other non-current assets		(	23,857)		32,518)
Dividends received		(	23,637)	(	32,318)
Dividends received			26,233		17,380
Net cash flows from investing activities		(	382,305)	(	234,414)
Cash flows from financing activities		`		\	
Increase in short-term borrowings	6 (28)		13,009		
Reimbursement in long-term borrowings	6 (28)	(	5,284)	(	5,193)
Repayment of lease principal	6 (28)				ŕ
	, ,	(	37,063)	(	31,502)
Employee share options exercised	6. (15)		36,416		34,925
Net cash flows from financing activities			7,078	(	1,770 )
Effects due to changes in exchange rate					
Ç Ç		(	90,320)		41,571
Increase in cash and cash equivalents		(	428,142)		848,939
Cash and cash equivalents at the beginning of periods			4,270,200		4,347,976
Cash and cash equivalents at the end of periods		\$	3,842,058	\$	5,196,915
1		<u> </u>			, , -

The accompanying notes are an integral part of these consolidated financial statements.





Manager: Chien-Hung Lin





# AAEON Technology Inc. and Subsidiaries NOTES TO THE CONSOLIDATED FINANCIAL STATEMENTS FOR THE YEARS ENDED JUNE 30, 2025 AND 2024

(Expressed in thousands of New Taiwan Dollars, except as of otherwise indicated)

# I. <u>Company Profile</u>

AAEON Technology Co., Ltd. ("the Company") was established in the Republic of China. The main businesses of the company and its subsidiaries ("the Group") include the manufacturing, processing and imports and 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 on August 7, 2025.

## III. New or Revised Standards and Applied Interpretation

(I) Effect of the adoption of new issuances of or amendments to International Financial ReportingStandards ("IFRS")Accounting Standards that came into effect as endorsed by the Financial Supervisory Commission ("FSC")

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

	Effective date
Newly issued revised or amended standards and interpretations	issued by IASB
Amendments to IAS 21, "Lack of exchangeablility"	January 1, 2025

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

# (II) Effect of new issuances of or amendments to International Financial Reporting Standards as endorsed by the FSC but not yet adopted by the Group

New standards, interpretations and amendments endorsed by the FSC effective from 2026 are as follows:

	Effective date
Newly issued revised or amended standards and interpretations	issued by IASB
Specific provisions of Amendments to IFRS 9 and IFRS 7,	January 1, 2026
'Amendments to the classification and measurement of financial	•
instruments'	
Amendments to IFRS 9 and IFRS 7, 'Contracts referencing	January 1, 2026
nature-dependent electricity'	
IFRS 17, 'Insurance contracts	January 1, 2023
Amendments to IFRS 17, 'Insurance contracts	January 1, 2023
Amendment to IFRS 17, 'Initial application of IFRS 17 and IFRS	January 1, 2023
9- comparative information'	
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. 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.

# (III) IFRS Accounting Standards issued by International Accounting Standards Board but not yet endorsed by the FSC

New standards, interpretations and amendments issued by IASB but not yet included in the IFRS Accounting Standards as endorsed by the FSC are as follows:

	Effective date
Newly issued revised or amended standards and interpretations	issued by IASB
Amendments to IFRS 10 and IAS 28, 'Sale or contribution of assets	To be determined by
between an investor and its associate or joint venture'	International Accounting
IFRS 18, 'Presentation and disclosure in financial statements'	January 1, 2027
IFRS 19, 'Subsidiaries without public accountability: disclosures'	January 1, 2027
Except for the following, the above standards and interpretations ha	ve no significant impact to
the Group's financial condition and financial performance based on t	he Group's assessment.

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 management defined 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 principal accounting policies adopted are consistent with Note 4 in the consolidated financial statements for the year ended December 31, 2024, except for the compliance statement, basis of preparations, basis of consolidation and additional policies as set out below. These policies have been consistently applied to all the periods presented, unless otherwise stated.

### (I) Compliance Statement

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

# (II) Basis of preparation

- 1. Except for the following significant items, these consolidated financial statements have been prepared under the historical cost convention:
  - (1) Financial assets and financial liabilities (including derivatives instruments) at fair value through profit or loss.
  - (2) Financial assets 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. Subsidiaries included in the consolidated financial statements:

			(			
Investor	Subsidiary name	Business	2025/6/30	2024/12/31	2024/6/30	Note
AAEON	AAEON	Sales of IPC	100%	100%	100%	
	ELECTRONICS,	and PC				
	INC. (AEI)	peripherals				
AAEON	AAEON	Investment of	100%	100%	100%	Note 1
	TECHNOLOGY	IPC and				
	CO., LTD.	interface card				
	(ATCL)					
AAEON	AAEON	Sales of IPC	100%	100%	100%	
	TECHNOLOGY	and PC				
	(EUROPE)	peripherals				
	B.V.(ANI)					
AAEON	AAEON	Investment of	100%	100%	100%	Note 1
	INVESTMENT,	IPC and PC				
	CO., LTD.	peripherals				
	(AAEONI)					
AAEON	ONYX	Design,	47.92%	48.40%	48.49%	Note 2
	HEALTHCARE	manufacture				
	INC. (ONYX)	and sales of				
		medical PC				

			Ownership (%)					
Investor	Subsidiary name	Business	2025/6/30	2024/12/31	2024/6/30	Note		
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%	35.27%	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	46.00%	46.00%	46.00%	Notes 1 and 2		
JETWAY	JETWAY COMPUTER CORP.(USA) (JETWAYUS)	Selling and repairing of computer peripheral equipment	100%	100%	100%			
JETWAY	JETWAY COMPUTER B.V. (Netherlands) (JETWAYNL)	Selling and repairing of computer peripheral equipment	100%	100%	100%	Note 1		

			Ownership (%)				
Investor	Subsidiary name	Business	2025/6/30	2024/12/31	2024/6/30	Note	
<b>JETWAY</b>	JETWAY	Investing of	100%	100%	100%	Note 1	
	(FAR EAST) INFORMATION COMPANY LIMITED (JETWAYFE)	computer peripheral business					
JETWAY	TOP NOVEL ENTERPRISE CORP. (Republic of Seychelles) (TOPNOVEL)	Investing of computer peripheral business	100%	100%	100%		
JET WAY (FAR	SCORETIME	Investing of	100%	100%	100%	Note 1	
EAST) INFORMATION	INVESTMENT LIMITED	computer					
COMPANY	(SCORETIME)	peripheral business					
LIMITED	(SCOKETIME)	ousiness					
TOP NOVEL	CANDID	Investing of	100%	100%	100%		
<b>ENTERPRISE</b>	INTERNATIONAL	•					
CORP. (Republic	CORP.	peripheral					
of Seychelles)	(CANDID)	business					
CANDID	FUJIAN CANDID	Manufacturing	100%	100%	100%		
INTERNATIONAL	INTERNATIONAL	and selling of					
CORP.	CO., LTD.	computer					
	(FUJIAN)	and peripheral equipment					

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. Subsidiaries not included in the consolidated financial statements: None.
- 4. Adjustments for subsidiaries with different end of financial reporting period: None.
- 5. Significant restrictions: None.
- 6. Subsidiaries that have non-controlling interests that are material to the Group:

The Group's total non-controlling interests as of June 30, 2025, December 31, 2024 and June 30, 2024, amounted to \$1,858,796, \$2,009,078 and \$2,044,651 respectively. The Group's subsidiaries with significant non-controlling interests are as follows:

		Non-controlling interests		Non-controll	ing interests	
		2025/6/30			2024/1	12/31
Subsidiary	Main business			Ownership		Ownership
Name	location		Amount	interest	 Amount	interest
ONYX	Taiwan	\$	775,502	52.08%	\$ 797,008	51.60%
JETWAY	Taiwan	\$	1,075,167	64.71%	\$ 1,203,905	64.71%

		 Non-controlling interests		
		 2024/6/30		
Subsidiary	Main business		Ownership	
Name	location	 Amount	interest	
ONYX	Taiwan	\$ 745,479	51.51%	
JETWAY	Taiwan	\$ 1,290,973	64.73%	

# Summarized financial information of subsidiaries:

# Balance sheet

				ONYX		
		2025/6/30		2024/12/31		2024/6/30
Current asset	\$	877,189	\$	824,607	\$	985,824
Non-current assets		1,297,196		1,281,586		1,248,157
Current liability	(	471,686)	(	338,864)	(	558,248)
Non-current liabilities	(	206,944)	(	214,571)	( _	220,059)
Total Net Assets	\$	1,495,755	\$	1,552,758	\$	1,455,674

				JETWAY		
		2025/6/30		2024/12/31		2024/6/30
Current asset	\$	1,138,047	\$	1,089,817	\$	1,453,596
Non-current assets		1,151,241		1,217,500		1,221,907
Current liability	(	461,138)	(	256,966)	(	482,745)
Non-current liabilities	(	166,315)	(	189,584)	(	197,903)
Total Net Assets	\$	1,661,835	\$	1,860,767	\$	1,994,855

# Statement of comprehensive income

	ONYX				
	For the three-month periods ended June 3				
		2025		2024	
Income	\$	357,469	\$	299,338	
Profit before tax	\$	27,093	\$	41,148	
Income tax expense	(	2,939)	(	2,644)	
Net income		24,154		38,504	
Other comprehensive income (net amount after tax)		19,577		2,930	
Total comprehensive income	\$	43,731	\$	41,434	
Total comprehensive income attributable to non-controlling interests	\$	22,783	\$	21,342	
Dividends of non-controlling interests	\$	79,746	\$	86,295	

		ONY	X	
	For	the six-month peri	ods en	ided June 30,
		2025		2024
Income	<u>\$</u> \$	667,410	\$	574,678
Profit before tax	\$	33,222	\$	98,147
Income tax expense	(	1,713)	(	9,595)
Net income		31,509		88,552
Other comprehensive income (net amount after tax)		28,409		12,393
Total comprehensive income	\$	59,918	\$	100,945
Total comprehensive income attributable to non-controlling interests	\$	31,243	\$	52,385
Dividends of non-controlling interests	\$	79,746	\$	86,295
	For t	JETW he three-month per 2025		ended June 30,
Income	\$	310,315	\$	344,793
Profit before tax	\$	14,331	Ψ	64,742
Income tax expense	Ψ	1,713	(	22,692)
Net income		16,044	\	42,050
Other comprehensive income (net amount after tax)	(	74,538)		6,652
Total comprehensive income	(\$	58,494)	\$	48,702
Total comprehensive income attributable to non-controlling interests	(\$	37,853)	\$	31,596
Dividends of non-controlling interests	\$	109,175	\$	97,067
		JETW		
	For	the six-month peri	ods en	
		2025		2024
Income	<u>\$</u> \$	610,442	\$	660,465
Profit before tax	\$	37,336	\$	111,729
Income tax expense	(	5,935)	(	35,384)
Net income		31,401		76,345
Other comprehensive income (net amount after tax)		61,619)		23,615
Total comprehensive income	( <u>\$</u>	30,218)	\$	99,960
Total comprehensive income attributable to non-controlling interests	(\$	19,555)	\$	64,699
Dividends of non-controlling interests	\$	109,175	\$	97,067

# Cash flow statement

	For the six-month periods ended June 30			
		2025	2024	
Net cash inflow from operating activities	\$	67,265	\$ 72,021	
Net cash outflow from investing activities	(	17,362)(	70,073)	
Net cash outflow from financing activities		8,907 (	5,370)	
Effects of exchange rate changes on cash and cash equivalents	(	10,464)	395	
Decrease in current cash and cash equivalents		48,346 (	5,027)	
Cash and cash equivalents at the beginning of periods		324,593	366,767	
Cash and cash equivalents at the end of periods	\$	372,939	\$ 361,740	

ONYX

	JETWAY				
	For	the six-month per	iods e	ended June 30,	
	<u></u>	2025		2024	
Net cash inflow from operating activities	\$	61,245	\$	171,881	
Net cash inflow (outflow) from investing activities	(	61,164)	(	162,951)	
Net cash outflow from financing activities	(	6,779)	(	5,150)	
Effects of exchange rate changes on cash and cash equivalents	(	56,110)		24,088	
Increase in current cash and cash equivalents	(	62,808)		27,868	
Cash and cash equivalents at the beginning of periods		612,147		865,919	
Cash and cash equivalents at the end of periods	\$	549,339	\$	893,787	

# 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. Details of significant accounts

# (I) Cash and cash equivalents

	2025/6/30	2024/12/31	2024/6/30	
Cash on hand and petty cash	\$ 4,363 5	\$ 5,209	s 5,219	
Check deposit and demand deposit	2,009,002	2,369,544	3,178,381	
Time deposit	1,828,693	1,895,447	2,013,315	
Total	\$ 3,842,058	\$ 4,270,200	\$ 5,196,915	

- 1. The Group transacts with a variety of financial institutions all with high credit quality to disperse credit risk, so it expects that the probability of counterparty default is remote.
- 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) Financial asset and liabilities at fair value through profit or loss

Item		2025/6/30		2024/12/31		2024/6/30
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 certificates		25,000		25,000		25,000
Derivative						
-Forward exchange contract		537		-		-
Convertible bond		104,900		104,900		104,900
		218,615		218,078		218,078
Valuation adjustment		555,612		406,942		411,186
Subtotal	\$	774,227	\$	625,020	\$	629,264
Current:						
Financial liabilities held for trading						
Derivative	\$	_	\$	391	\$	-
2011,001.0	Ψ		Ψ	371	<u> </u>	

		2025/6/30		2024/12/31		2024/6/30
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
		171,945		171,945		143,646
Valuation adjustment	(	59,942) (	<u> </u>	50,334)	(	72,877)
Subtotal	\$	112,003	\$	121,611	\$	70,769

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) 9 for the fair value as of June 30, 2025, December 31, 2024 and June 30, 2024.

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), the relevant transaction details are still under discussion

- 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. Amounts recognized in profit of loss in relation to financial assets at fair value through profit or loss are listed below:

	For the three-month periods ended June 30,						
		2025	2024				
Financial assets and liabilities mandatorily measured at fair value through profit or loss							
Equity instruments	\$	82,990 (\$	18,443)				
Beneficiary certificates		103	91				
Convertible bond	(	20,600)	600				
Derivative	(	190)	292				
Hybrid instrument	(	780)(	375)				
Total	\$	61,523 (\$	17,835)				

	For the six-month periods ended June 30,							
		2025	2024					
Financial assets and liabilities mandatorily measured at fair value through profit or loss								
Equity instruments	\$	156,201 \$	216,665					
Beneficiary certificates		206	179					
Convertible bond	(	17,000)	3,500					
Derivative	(	135)	345					
Hybrid instrument	(	345)(	631)					
Total	\$	138,927 \$	220,058					

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

20	17	_	11	12	Λ
20	17.	. 7/	'n	•	u

Derivative financial assets	Contract amount	Maturity period
Current item:		
Forward exchange contracts		
-Buy NTD Sell USD	USD 200,000	2025.6.13~2025.7.16
-Buy NTD Sell USD	USD 200,000	2025.6.20~2025.7.25
-Buy NTD Sell USD	USD 600,000	2025.6.20~2025.9.26
-Buy NTD Sell USD	USD 400,000	2025.6.23~2025.8.29

# 2024/12/31

Derivative financial liabilities	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

The Group entered into forward foreign exchange contracts to sell Forward 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 at fair value through profit or loss pledged to others.

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

<u>Item</u>	 2025/6/30		2024/12/31		2024/6/30
Non-current: Equity instrument					
Listed and OTC					
stocks	\$ 89,184	\$	89,184	\$	83,452
Unlisted and non-OTC stocks	100,534		100,534		100,534
Valuation adjustment	3,962	(	38,670)	(	38,868)
Total	\$ 193,680	\$	151,048	\$	145,118

- 1. The Group has elected to classify its equity instruments held for strategic investment as financial assets measured at fair value through other comprehensive income. The fair values of these investments as of June 30, 2025, December 31, 2024, and June 30, 2024, were \$193,680, \$151,048, and \$145,118, respectively.
- 2. Amounts recognized in profit of loss in relation to financial assets at fair value through other comprehensive income are listed below:

		r the three-month		
		2025	2	2024
Financial asset at fair value through other comprehensive income  Recognized in other comprehensive income	\$	34,412	\$	451
(loss) The dividend income recognized in profit or loss for those still held at the end of the current period.	\$	5,350	\$	3,929
	F	or the give month n	eriods ended Ju	
		-		
		2025		ane 30, 2024
Financial asset at fair value through other comprehensive income  Recognized in other comprehensive income (loss)		-		

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

# (IV) Notes and accounts receivables

		2025/6/30		2024/12/31		2024/6/30
Notes receivable	\$	41,608	\$	45,323	\$	18,833
Accounts receivable	\$	1,096,565	\$	856,387	\$	931,308
Less: Loss allowance	(	23,841)	(	24,313)	(	21,220)
	\$	1,072,724	\$	832,074	\$	910,088

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

Notes receivable	 2025/6/30	2024/12/31	2024/6/30
Not past due	\$ 41,608 \$	45,323	\$ 18,833

Accounts receivable	2025/6/30	 2024/12/31	 2024/6/30
Not past due	\$ 915,623	\$ 646,731	\$ 755,799
Within 30 days	123,247	180,686	116,973
31-60 days	34,069	7,101	36,199
61-90 days	7,261	1,675	5,355
91-180 days	2,217	5,880	1,185
Over 181 days	14,148	14,314	15,797
	\$ 1,096,565	\$ 856,387	\$ 931,308

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

- 2. The Group does not hold any financial assets as security for accounts and notes receivables.
- 3. Balances of accounts and notes receivable as of June 30, 2025, December 31, 2024 and June 30, 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 June 30, 2025, December 31, 2024 and June 30, 2023 were \$41,608, \$45,323 and \$18,833, respectively, and the maximum exposure to the credit risk of accounts receivable as of June 30, 2025, December 31, 2024 and June 30, 2024 were \$1,072,724, \$832,074 and \$910,088, respectively.
- 5. Please refer to Note 12 (2) for credit risk information of notes and accounts receivable.

# (V) Inventories

	2025/6/30							
	Cost		Valua	Valuation allowance		Carrying amount		
Raw material	\$	690,453	(\$	77,653)	\$	612,800		
Work in progress		502,804	(	35,785)		467,019		
Finished good		317,627	(	32,933)		284,694		
Merchandise Inventories		45,674	(	10,358)		35,316		
Total	\$	1,556,558	(\$	156,729)	\$	1,399,829		

	 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	

1,476,215 (\$

2024/12/31

156,479)\$

1,319,736

		2024/6/30								
	Cost		Valuat	tion allowance	Carrying amount					
Raw material	\$	731,062	(\$	108,871)	\$	622,191				
Work in progress		427,811	(	28,112)		399,699				
Finished good		323,996	(	51,875)		272,121				
Merchandise Inventories		72,072	(	19,731)		52,341				
Total	\$	1,554,941	(\$	208,589)	\$	1,346,352				

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

\$

Total

	For the three-month periods ended June 30,					
		2025		2024		
Cost of Inventories sold	\$	1,372,471	\$	1,205,869		
Inventories obsolescence and devaluation loss (reversal gain)		12,072	(	6,918)		
Losses on disposal of inventories		7		60		
Others		578		657		
	\$	1,385,128	\$	1,199,668		

For the six-month periods ended June 30,						
	2025	2024				
\$	2,649,549	\$	2,382,177			
	11,836		6,038			
	13,313		140			
	1,286		916			
\$	2,675,984	\$	2,389,271			
	\$	2025 \$ 2,649,549 11,836 13,313 1,286	2025 \$ 2,649,549 \$ 11,836 13,313 1,286			

The Group recognized a gain from the reversal of previously recognized inventory write-downs due to the sale of such inventory during the periods from April 1 to June 30, 2024, and January 1 to June 30, 2024.

# (VI) Investments accounted for under equity method

		2025		2024
At January 1	\$	4,054,764	\$	4,138,921
Share of investment income accounted for using the equity method		16,530		80,614
Distribution of investment income accounted for using the equity method	(	76,394)	(	68,365)
Changes in capital surplus		6,688		5,447
Changes in other equity	(	69,717)		62,232
At June 30	\$	3,931,871	\$	4,218,849

	2025/6/30		2024/12/31			
Investee	Ownership (%)		Book value	Ownership (%)		Book value
LITEMAX ELECTRONICS INC.	11.85	\$	99,071	11.86	\$	119,748
IBASE						
TECHNOLOGY	26.57		3,182,646	26.70		3,251,957
INC.						
WINMATE INC.	12.85		619,642	12.85		649,524
PROTECTLIFE	11.00		20.512	11.00		22.525
INTERNATIONAL BIOMEDICAL INC.	11.08		30,512	11.08		33,535
DIUMEDICAL INC.		\$	2 021 971		•	1 054 764
		<b>D</b>	3,931,871		<b>D</b>	4,054,764

	2024/6/30					
Investee	Ownership (%)		Book value			
LITEMAX ELECTRONICS INC.	11.90	\$	106,737			
IBASE	2 ( -2		• 464.040			
TECHNOLOGY INC.	26.72		3,461,810			
WINMATE INC.	12.85		618,269			
PROTECTLIFE INTERNATIONAL	11.27		32,033			
BIOMEDICAL INC.		\$	4,218,849			

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

# Balance sheet

	IBASE TECHNOLOGY INC.						
		2025/6/30		2024/12/31		2024/6/30	
Current asset	\$	4,880,296	\$	5,953,894	\$	5,517,028	
Non-current assets		7,256,314		7,362,464		7,378,424	
Current liability	(	2,892,250)	(	2,472,972)	(	3,396,355)	
Non-current liabilities	(	1,484,356)	(	2,239,359)	(	1,057,460)	
Net assets fair value of trade marks, other intangible and tangible assets adjustment Adjusted Net Assets	<u> </u>	739,911	<u> </u>	857,160	<u> </u>	1,044,076	
ridjusted fiet rissets	<u> </u>	8,499,913	<u> </u>	9,461,187	<b>D</b>	9,483,713	
Share of net assets of the affiliate	\$	2,034,878	\$	2,273,539	\$	2,262,179	
Goodwill		978,418		978,418		978,418	
Declaration of dividends		169,350		-		221,213	
Book value of associates	\$	3,182,646	\$	3,251,957	\$	3,461,810	
Ct-ttf							

# Statement of comprehensive income

	IBASE TECHNOLOGY INC.							
	For the three-month periods ended June 30,							
		2025		2024				
Income	\$	1,500,613	\$	1,315,765				
Net income of continuing operations	(	176,570)		155,776				
Other comprehensive income (net amount after tax)	(	195,050)		72,082				
Total comprehensive income	(	371,620)		227,858				
Fair value adjustment	(	35,802)	(	38,133)				
Adjusted total comprehensive income	(\$	407,422)	\$	189,725				
	IBASE TECHNOLOGY INC.							
	For the six-month periods ended June 30,							
		2025		2024				
Income	\$	3,048,611	\$	2,302,083				
Net income of continuing operations	(	35,488)		339,739				
Other comprehensive income (net amount after tax)	(	256,493)		229,749				
Total comprehensive income	(	291,981)		569,488				
Fair value adjustment	(	71,725)(	(	76,267)				
Adjusted total comprehensive income	(\$	363,706)	\$	493,221				

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

	For the three-month periods ended June 30,						
		2025		2024			
Net income of continuing operations	\$	9,802	\$	24,876			
Other comprehensive income (net amount after tax)	(	2,147)	)	1,181			
Total comprehensive income	\$	7,655	\$	26,057			

	For the	ne six-month per	riods en	iods ended June 30,		
		2025	2024			
Net income of continuing operations	\$	29,602	\$	45,278		
Other comprehensive income (net amount after tax)	(	4,424)		3,649		
Total comprehensive income	\$	25,178	\$	48,927		

3. The fair value of the Group's associates which have quoted market price is as follows:

 2025/6/30		2024/12/31		2024/6/30
\$ 250,753	\$	333,501	\$	301,906
3,148,850		3,900,341		4,466,605
1,372,696		1,644,162		1,567,332
\$ 4,772,299	\$	5,878,004	\$	6,335,843
\$	3,148,850 1,372,696	\$ 250,753 \$ 3,148,850 1,372,696	\$ 250,753 \$ 333,501 3,148,850 3,900,341 1,372,696 1,644,162	\$ 250,753 \$ 333,501 \$ 3,148,850 3,900,341 1,372,696 1,644,162

- 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. Although the Group's voting shares in PROTECTLIFE INTERNATIONAL BIOMEDICAL INC., do not reach 20%, the Chairman of the Company serves as a director of Baosheng International, and when the Group's shares are combined with those held by other related parties—Fuli Investment Co., Ltd.—the total reaches 20%. Due to the significant influence, the equity method is applied for valuation.
- 7. On June 11, 2018, the Company entered into a share exchange agreement with IBASE TECHNOLOGY INC.(IBASE) The Company increased its capital and issued 41,698 thousand ordinary shares as consideration to acquire 52,922 thousand shares of IBASE. The share exchange record date was September 29, 2018. Following the share exchange, the Group acquired a 30% equity interest in IBASE. As of June 30, 2025, the Group holds a 26.57% equity interest in IBASE, making it the single largest shareholder. Considering the participation of other shareholders in IBASE's prior general meetings and the voting records on significant proposals, the Group is deemed not to have the

- practical ability to direct relevant activities. Therefore, the Group does not have control over IBASE but holds significant influence.
- 8. The Group holds 11.85% of the votting 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 on LITEMAX.

# (VII) Property, Plant and Equipment

						2	025					
		Land	I	Buildings		Iachinery equipment	ec	Other quipment	in pr	nstruction rogress and quipment under stallation		Total
January 1 Cost	\$	621,390	\$	931,697	\$	260,876	\$	296,187	\$	-	\$	2,110,150
Accumulated depreciation and		-	(	335,264)	(	169,690)	(	217,186)		-	(	722,140)
impairment	\$	621,390	\$	596,433	\$	91,186	\$	79,001	\$	-	\$	1,388,010
January 1 Additions Disposal Reclassification	\$	621,390	\$	596,433 2,469	<b>\$</b>	91,186 7,214 18) 760	\$	79,001 7,553 12) 3,572	\$	6,462 - 3,503)	\$	1,388,010 23,698 30) 829
Depreciation expense		-	(	12,498)	(	8,391)	(	16,619)	(	-	(	37,508)
Net exchange differences	(	8,767	`	24,161)	`	3,581)	`	804)		-	(	37,313 )
June 30	\$	612,623	\$	562,243	\$	87,170	\$	72,691	\$	2,959	\$	1,337,686
June 30 Cost Accumulated	\$	612,623	\$	889,857	\$	243,847	\$	289,950	\$	2,959	\$	2,039,236
depreciation and impairment		-	(	327,614)	(	156,677)	(	217,259)		-	(	701,550)
	\$	612,623	\$	562,243	\$	87,170	\$	72,691	\$	2,959	\$	1,337,686

							· ·					
		Land		Buildings		Machinery d equipment	_e	Other quipment	in p	onstruction rogress and quipment under ustallation		Total
January 1 Cost	\$	714,261	\$	977,482	\$	239,666	\$	283,009	\$	343	\$	2,214,761
Accumulated	4	, 1 .,201	Ψ	377,.02	Ψ	257,000	Ψ	200,000	Ψ	2.5	Ψ	2,21.,701
depreciation and		-	(	310,886)	(	177,379)	(	206,812)		-	(	695,077)
impairment	\$	714,261	\$	666,596	\$	62,287	\$	76,197	\$	343	\$	1,519,684
January 1	\$	714,261	\$	,	\$	62,287	\$	76,197	\$	343	\$	1,519,684
Additions		-	,	616	,	17,786	,	8,785		830	,	28,017
Disposal	,	-	(	3)		499)	(	645)	,	- 0.50	(	1,147)
Reclassification (Note)	(	98,104	) (	57,698)		590	,	1,102	(	959)	(	155,069)
Depreciation expense		-	(	13,949)	(	8,339)	(	17,170)		-	(	39,458)
Net exchange differences		4,390		9,189		264		535		-		14,378
June 30	\$	620,547	\$	604,751	\$	72,089	\$	68,804	\$	214	\$	1,366,405
June 30												
Cost	\$	620,547	\$	925,674	\$	230,772	\$	279,334	\$	214	\$	2,056,541
Accumulated												
depreciation and impairment		-	(	320,923)	(	158,683)	(	210,530)		-	(	690,136)
1	\$	620,547	\$	604,751	\$	72,089	\$	68,804	\$	214	\$	1,366,405

Note: Reclassified the main properties to investment properties.

- 1. The above property, plant and equipment are assets for self-use requirement.
- 2. There were no capitalization of borrowing costs related to the above-mentioned properties, plants and equipment.
- 3. Please refer to Note 8 for the property, plant and equipment as collaterals for loans.

## (VIII) Leasing arrangements - lessee

- 1. The Group leases various assets including land use right, buildings, transportation equipment and other equipment. The rental contracts of land use right is 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:

		2025/6/30		24/12/31	2024/6/30	
	Car	rying amount	Carry	ying amount	Car	rrying amount
Building	\$	144,064	\$	142,025	\$	171,881
Transportation equipment		15,147		13,216		12,235
Land use right		38,517		41,027		41,425
Other equipment		268		399		572
	\$	197,996	\$	196,667	\$	226,113

For the three-month periods ended June 30,

Building         Depreciation expense         Depreciation expense           Building         \$ 15,829         \$ 15,474           Transportation equipment         2,188         1,581           Land use right         276         283           Other equipment         44         93           For the six-month periods ended June 30,           For the six-month periods ended June 30,           Depreciation expense         Depreciation expense           Building         \$ 31,731         \$ 30,716           Transportation equipment         4,126         2,966           Land use right         561         563           Other equipment         131         200           \$ 36,549         \$ 34,445		Tor the three-month periods ended rule 50,						
Building         \$ 15,829         \$ 15,474           Transportation equipment         2,188         1,581           Land use right         276         283           Other equipment         44         93           \$ 18,337         \$ 17,431           For the six-month periods ended June 30,           2025         2024           Depreciation expense         Depreciation expense           Building         \$ 31,731         \$ 30,716           Transportation equipment         4,126         2,966           Land use right         561         563           Other equipment         131         200			2025					
Transportation equipment         2,188         1,581           Land use right         276         283           Other equipment         44         93           \$ 18,337         \$ 17,431           For the six-month periods ended June 30,         2025         2024           Depreciation expense         Depreciation expense           Building         \$ 31,731         \$ 30,716           Transportation equipment         4,126         2,966           Land use right         561         563           Other equipment         131         200		Depreci	ation expense					
Land use right         276         283           Other equipment         44         93           \$ 18,337         \$ 17,431           For the six-month periods ended June 30,           2025         2024           Depreciation expense         Depreciation expense           Building         \$ 31,731         \$ 30,716           Transportation equipment         4,126         2,966           Land use right         561         563           Other equipment         131         200	Building	\$	15,829	\$	15,474			
Other equipment         44         93           \$ 18,337         \$ 17,431           For the six-month periods ended June 30,           2025         2024           Depreciation expense         Depreciation expense           Building         \$ 31,731         \$ 30,716           Transportation equipment         4,126         2,966           Land use right         561         563           Other equipment         131         200	Transportation equipment		2,188		1,581			
$ \begin{array}{c ccccccccccccccccccccccccccccccccccc$	Land use right		276		283			
For the six-month periods ended June 30,	Other equipment		44		93			
2025         2024           Depreciation expense         Depreciation expense           Building         \$ 31,731         \$ 30,716           Transportation equipment         4,126         2,966           Land use right         561         563           Other equipment         131         200		\$	18,337	\$	17,431			
BuildingDepreciation expenseDepreciation expenseBuilding\$ 31,731\$ 30,716Transportation equipment $4,126$ $2,966$ Land use right $561$ $563$ Other equipment $131$ $200$		For the six-month periods ended June 30,						
Building       \$ 31,731       \$ 30,716         Transportation equipment       4,126       2,966         Land use right       561       563         Other equipment       131       200			2025		2024			
Transportation equipment         4,126         2,966           Land use right         561         563           Other equipment         131         200		Depreci	ation expense	Depreci	ation expense			
Land use right         561         563           Other equipment         131         200	Building	\$	31,731	\$	30,716			
Other equipment 131 200	Transportation equipment		4,126		2,966			
	Land use right		561		563			
\$ 36,549 \$ 34,445	Other equipment		131		200			
		\$	36,549	\$	34,445			

- 4. For the six-month periods ended June 30, 2025 and 2024 to the acquisitions of right-of use assets were \$44,723 and \$71,806, respectively.
- 5. The information on income and expense accounts relating to lease contracts is as follows:

For the three-month periods ended June 30

	 2025	2024
Items affecting profit or loss		
Interest expenses on lease liabilities	\$ 999	1,196
Expenses on short-term lease contracts	2,165	2,467
Expenses on leases of low-value assets	59	47
Variable lease payment expense	744	646
Gain (Loss) on lease modification	106 (	12)

	For	ended June 30,		
		2025		2024
Items affecting profit or loss				
Interest expenses on lease liabilities	\$	2,114	\$	2,275
Expenses on short-term lease contracts		5,025		5,874
Expenses on leases of low-value assets		99		77
Variable lease payment expense		1,326		1,328
Gain on lease modification		146		542

<sup>6.</sup> For the six-month periods ended June 30, 2025 and 2024, the Group's total cash outflow for leases was \$45,627 and \$41,056, respectively.

# (IX) Investment property

				2025		
		Land		Buildings		Total
January 1 Cost Accumulated	\$	226,177	\$	222,998	\$	449,175
depreciation and impairment		-	(	106,750)	(	106,750)
1	\$	226,177	\$	116,248	\$	342,425
January 1 Depreciation expense	\$	226,177	<b>\$</b>	116,248 4,528)	<b>\$</b>	342,425 4,528)
Net exchange differents		-	(	2,736)	(	2,736)
June 30	\$	226,177	\$	108,984	\$	335,161
June 30	_					
Cost	\$	226,177	\$	212,613	\$	438,790
Accumulated depreciation and impairment		-	(	103,629)	(	103,629)
1	\$	226,177	\$	108,984	\$	335,161

				2024		
		Land		Buildings		Total
January 1 Cost Accumulated	\$	128,073	\$	146,443	\$	274,516
depreciation and impairment		-	(	82,724)	(	82,724)
•	\$	128,073	\$	63,719	\$	191,792
January 1	\$	128,073	\$	63,719	\$	191,792
Reclassification (Note)		98,104		59,477		157,581
Depreciation expense		-	(	3,821)	(	3,821)
Net exchange differents		-		1,021		1,021
June 30	\$	226,177	\$	120,396	\$	346,573
June 30	_					
Cost	\$	226,177	\$	222,123	\$	448,300
Accumulated depreciation and impairment		-	(	101,727)	(	101,727)
1	\$	226,177	\$	120,396	\$	346,573

Note: Mainly reclassified from property, plant and equipment to investment property.

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

For the three-month periods ended June 30,

	2025		2024
\$	3,630	\$	2,876
\$	2,226	\$	2,261
F	or the six-month peri	iods ended	June 30,
	2025		2024
\$	7,367	\$	5,370
\$	4,528	\$	3,821
	\$	\$ 3,630 \$ 2,226 For the six-month period 2025 \$ 7,367	\$ 3,630 \$ \$ 2,226 \$ \$ For the six-month periods ended 2025 \$ 7,367 \$

- 2. The fair value of investment property for the year ended June 30, 2025, December 31, 2024 and June 30, 2024 was \$500,280, \$504,693 and \$507,919 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

		ntent and xpertise		Computer Software	(	Goodwill		Customer lationship		Total
January 1, 2025 Cost	\$	70,691	\$	95,711	\$	204,390	\$	465,859	\$	836,651
Accumulated amortization and impairment	(	19,616)	(	78,005)		-	(	110,919)	(	208,540)
шрантен	\$	51,075	\$	17,706	\$	204,390	\$	354,940	\$	628,111
January 1	\$	51,075	\$	17,706	\$	204,390	\$	354,940	\$	628,111
Additions- from acquisitions		-		9,663		-		-		9,663
Amortization	(	5,868)	(	7,491)		-	(	33,275)	(	46,634)
Net exchange differences	(	32)		-		-		-	(	32)
June 30, 2025	\$	45,175	\$	19,878	\$	204,390	\$	321,665	\$	591,108
June 30, 2025 Cost	\$	70,691	\$	105,374	\$	204,390	\$	465,859	\$	846,314
Accumulated amortization and	(	25,516)	(	85,496)		-	(	144,194)	(	255,206)
impairment	\$	45,175	\$	19,878	\$	204,390	\$	321,665	\$	591,108
		atent and xpertise		Computer Software	(	Goodwill		Customer lationship		Total
January 1, 2024 Cost			\$		\$	Goodwill 204,390			\$	Total 816,720
Cost Accumulated amortization and	<u>E</u>	xpertise		Software			Re	lationship		
Cost Accumulated	<u>E</u>	70,691		75,780			Re \$	lationship 465,859		816,720
Cost Accumulated amortization and impairment  January 1	\$ (	70,691 7,900)	(	75,780 64,299)	\$	204,390	<u>Re</u> \$	465,859 44,368)	(	816,720 116,567)
Cost Accumulated amortization and impairment  January 1 Additions- from	\$ ( \$	70,691 7,900) 62,791	\$	75,780 64,299)	\$	204,390	Re \$ (	465,859 44,368) 421,491	<b>\$</b>	816,720 116,567 ) 700,153
Cost Accumulated amortization and impairment  January 1 Additions- from acquisitions Amortization	\$ ( \$	70,691 7,900) 62,791	\$ \$	75,780 64,299) 11,481 11,481	\$	204,390	Re \$ (	465,859 44,368) 421,491	\$ \$	816,720 116,567) 700,153 700,153
Cost Accumulated amortization and impairment  January 1 Additions- from acquisitions Amortization Net exchange	\$ ( \$ \$ \$	70,691 7,900) 62,791	\$ \$	75,780 64,299) 11,481 11,481 12,422	\$	204,390	Re \$ (	465,859 44,368) 421,491 421,491	\$ \$	816,720 116,567 ) 700,153 700,153 12,422
Cost Accumulated amortization and impairment  January 1 Additions- from acquisitions Amortization	\$ ( \$ \$ \$	70,691 7,900) 62,791 62,791 - 5,869)	\$ \$	75,780 64,299) 11,481 11,481 12,422 5,931)	\$	204,390	Re \$ (	465,859 44,368) 421,491 421,491	\$ \$	816,720 116,567 ) 700,153 700,153 12,422 45,075 )
Cost Accumulated amortization and impairment  January 1 Additions- from acquisitions Amortization Net exchange differences June 30, 2024  June 30, 2024  Cost	\$ ( \$ \$ \$ (	70,691 7,900) 62,791 62,791 - 5,869)	\$ \$	75,780 64,299) 11,481 11,481 12,422 5,931)	\$ \$ \$	204,390 - 204,390 204,390 - -	Re \$ (	465,859 44,368) 421,491 421,491 - 33,275)	\$ \$	816,720 116,567 ) 700,153 700,153 12,422 45,075 ) 24
Cost Accumulated amortization and impairment  January 1 Additions- from acquisitions Amortization Net exchange differences June 30, 2024  June 30, 2024	\$ ( \$ ( \$ (	70,691 7,900) 62,791 62,791 - 5,869) 17 56,939	\$ \$ ( \$	75,780 64,299) 11,481 11,481 12,422 5,931) 7 17,979	\$ \$ \$	204,390 - 204,390 204,390 - - - 204,390	Re	1ationship 465,859 44,368) 421,491 421,491 - 33,275) - 388,216	\$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$ \$	816,720 116,567 ) 700,153 700,153 12,422 45,075 ) 24 667,524

1. As of June 30, 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 June 30, 2025 and 2024 were 13.84% and 17.21% separately.

Based on the aforementioned assessment, there was no recognition of goodwill impairment for the six-month periods ended June 30, 2024.

#### 2. The details of Amortization as below:

	*	•
	2025	2024
Operating cost	\$ 271	\$ 271
Selling expense	341	343
General and administrative expenses	20,536	20,569
Research and development expenses	2,149	1,952
-	\$ 23,297	\$ 23,135

#### For the six-month periods ended June 30,

	 2025	 2024
Operating cost	\$ 550	\$ 356
Selling expense	679	545
General and administrative expenses	41,099	41,037
Research and development expenses	4,306	3,137
•	\$ 46,634	\$ 45,075

#### (XI)Short-term borrowings

Nature of the borrowing	2025/6/30	Interest rate range	Collateral
Bank borrowings			
Credit borrowings	\$ 63,009	2.15%~2.8%	None
Guaranteed borrowings	30,000	2.06%	Refer to Note 8
	\$ 93,009		

Nature of the borrowing	2024/12/31	Interest rate range	Collateral
Borrowings from banks	_		
Credit borrowings	\$ 30,000	2.10%	None
Guaranteed borrowings	 50,000	2.05%	Refer to Note 8
	\$ 80,000		

Nature of the borrowing	2024/	6/30	Interest rate range	Collateral
Bank borrowings				
Credit borrowings	\$	27,000	0.50%	Refer to Note 8

1. For the three months ended June 30, 2025 and 2024, and for the six months ended June 30, 2025 and 2024. interest expense recognized through profit or loss was \$44, \$33, \$388 and \$71, separately.

### (XII)Long-term borrowings

	Period and	Interest	Collateral		
Type of borrowing	Repayment method	rate range	Conateral	,	2025/6/30
Borrowings from banks					
	2021.5.28-2036.5.28		Land,		
Guaranteed borrowings	Monthly amortization	1.98%	Buildings	\$	129,275
	of principal and interest				
Less: Current portions of lo	ng-term loans		(	(	10,717)
				\$	118,558
	Period and	Interest	C 11 4 1		
Type of borrowing	Repayment method	rate range	Collateral	2	024/12/31
Borrowings from banks					
	2021.5.28-2036.5.28		Land,		
Guaranteed borrowings	Monthly amortization of principal and interest	1.98%	Buildings	\$	134,559
Less: Current portions of lo			(	(	10,612)
1	6		'	<u></u>	
				\$	123,947
Type of borrowing	Period and Repayment method	Interest rate range	Collateral	,	2024/6/30
Borrowings from banks					
-	2021.5.28-2036.5.28		Land,		
Guaranteed borrowings	Monthly amortization of principal and interest	1.975%	Buildings	\$	139,782
Less: Current portions of lo	ng-term loans		(	(	10,379)
				\$	129,275

- 1. The interest recognized in profit or loss for the three-month period ended of June 30, 2025 and 2024, the six months ended June 30, 2025 and 2024 were \$645, \$697, \$1,296 and \$1,360, respectively.
- 2. Please refer to Note 8 for the guarantee status of long-term borrowings.

#### (XIII)Other Payables

	2025/6/30	2024/12/31	2024/6/30
Accured payroll, employee's compensation and bonuses	\$ 446,041	\$ 424,114	\$ 502,823
Accured technical service fee (Note)	25,823	43,695	39,229
Accured dividends (Note)	1,061,595	-	1,226,013
Others	164,160	200,112	233,889
	\$ 1,697,619	\$ 667,921	\$ 1,991,954

Note: Please refer to Note 7 (3) 6.

#### (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) The pension costs under the defined benefit pension plans of the Group were \$0 for the three-month period and for the six-month period ended June 30, 2025 and 2024.
  - (3) Expected contribution to the defined benefit pension plans of the Group for the year of 2025 is \$19.
- 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, OCI and FUJIAN CANDID 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, OCI and FUJIAN CANDID 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 JETWAUS 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 \$14,320, \$14,485, \$28,870, and \$28,645 for the three months periods ended June 30, 2025 and 2024, and for the six months periods ended June 30, 2025 and 2024, respectively.

### (XV) Share-based Payment

- 1. The Company
- (1) The Company had the following share-based payment agreement active for the six months periods ended June 30, 2025 and 2024:

		Quantity		
		granted	Contract	Vesting
Arrangement type	Grant date	(thousand)	period	conditions
Plan of employee	2025.04.28	3,000	6 years	Service of
stock options				2~5 years
Plan of employee	2019.11.26	3,000	5 years	Service of
stock options				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 six-months periods ended		
	June 30, 2025		
		Weighted	
	No. of units	average	
	(shares in	exercise price	;
	thousands)	(in dollars)	
Options outstanding at beginning of period	-	\$	-
Options exercised	3,000	100.0	0
Options outstanding at the end of period	3,000	100.0	0
Options exercisable at the end of period	-		

		For the six-month June 30	-	
	_	No. of units (shares in thousands)	e	Weighted average xercise price (in dollars)
Options outstanding at beginning of period		1,218	\$	60.7
Options exercised	(	559)		60.7
Options outstanding at the end of period		659		60.7
Options exercisable at the end of period	=	659		

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

			2025/6/30			
	Authorized		No. of units (shares in	Exerc	ise price	
Arrangement type	issue date	Maturity date	thousands)		dollars)	
Plan of employee stock options	2025.04.28	2031.04.27	3,000	\$	100.0	

			2024	0	
Arrangament type	Authorized		No. of units (shares in thousands)	Exercise price (in dollars)	
Arrangement type Plan of employee	issue date	Maturity date			
stock options	2019.11.26	2024.11.25	659	\$	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	2025.04.28	3,000	\$127.5	\$ 100.0	36.58%	4.6ars	1.46%	\$ 53.0378
Plan of employee stock options	2019.11.26	3,000	\$ 72.3	\$ 72.3	26.88%	3.875 years	0.58%	\$ 15.7445

- (5) The expenses of share-based payment transaction for the three-months ended June 30,2025 and 2024 were \$8,450 and \$0, for the six-months ended June 30, 2025 and 2024 were \$8,450 and \$0.
- 2. Subsidiary- ONYX HEALTHCARE INC. (ONYX)
  - (1) ONYX had the following share-based payment agreement active for the six-month period ended June 30, 2025, 2024.

		Quantity		
		granted	Contract	Vesting
Arrangement type	Grant date	(thousand)	period	conditions
Plan of employee stock	2025.04.09	500	6 years	Service of
options				2~5 years
Plan of employee stock	2020.08.06	1,000	5 years	Service of
options				2~4 years
All of the above arrangeme	nts are for equity-s	ettled share-bas	ed payments.	

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

	For the six-month period	ods en	ided June 30, 2025
			Weighted average
	No. of units		exercise price
	(shares in thousands)		(in dollars)
Options outstanding at beginning of period	535	\$	94.1
Options exercised	500		110.0
Adjustment of employee stock options (	387	)	94.1
Options granted (	25	)	-
Options outstanding at the end of period	623	_	94.1~110.0
Options exercisable at the end of period	148	_	

	For the six-month peri	ods ended June 30, 2024
		Weighted average
	No. of units	exercise price
	(shares in thousands)	(in dollars)
Options outstanding at beginning of period	625	\$ 110.5
Adjustment of employee stock options	( 9	) 110.5
Options granted	(3	_) -
Options outstanding at the end of period	613	110.5
Options exercisable at the end of period	396	=

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

			2025/6/30		
			No. of units		
	Authorized		(shares in	Exercise price	
Arrangement type	issue date	Maturity date	thousands)	(in dollars)	
Plan of employee stock options	2025.04.09	2031.04.09	475	\$ 110.0	
Plan of employee stock options	2020.08.06	2025.08.06	148	94.1	
			2024	1/12/31	
			No. of units		
	Authorized		(shares in	Exercise price	
Arrangement type	issue date	Maturity date	thousands)	(in dollars)	
Plan of employee stock options	2020.08.06	2025.08.06	535	\$ 94.1	

			2024/6/30				
	Authorized		No. of units (shares in	Exercise price			
Arrangement type	issue date	Maturity date	thousands)	(in dollars)			
Plan of employee stock options	2020.08.06	2025.08.06	613	\$ 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 Plan of employee stock options	Grant date 2025.04.09	Quantity granted (thousand) 500	Stock price \$ 109.0	Exercise price \$110.0	Expected price Volatility 35.68%	Expected option life 4.60 years	Risk-free interest rate 1.45%	Fair value per unit (in dollars) \$ 34.58
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 June 30,						
	2	2025	20	)24			
Equity settlement	\$	1,186	\$	386			
	For th	ne six-months p	eriods ende	d June 30,			
		ne six-months p		d June 30,			

#### (XVI)Share capital

1. As of June 30, 2024, the Company 's authorized capital was \$2,500,000 (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 NT\$10 per share. Proceeds have been fully collected for the issued shares. 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
1/1	169,451	160,407
Employee stock options exercised	-	559
6/30	169,451	160,966

- 2. As of June 30, 2025, the Company 's associates IBASE owned 43,773 thousand of the Company's shares.
- 3. 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.
- 4. 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 August 6, 2024, the warrants were issued on April 28, 2025.

### (XVII) Capital surplus

under equity method Share-based

5,654,071 \$

Payment

June 30

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.

20254

	Sha	are premium	car	nsideration and ring amount of idiaries acquired or disposed	changes in ownership interest in subsidiary	cc	Affiliate ompany net nity changes		mployee are option	Others	Total
January 1	\$	5,683,651	\$	233,002 \$	243,038	\$	246,195	\$	- \$	6,344	\$ 6,412,230
Changes in Ownership Interest in Subsidiaries		-		- (	5,590)		-		-	- (	5,590)
Employee stock options exercised Change in associates and		-		-	15,627		-		-	-	15,627
joint ventures accounted for under equity method		-		-	-		6,688		-	-	6,688
Share-based Payment	(	735	)	-	568		-		9,185	-	9,018
June 30	\$	5,682,916	\$	233,002 \$	253,043	\$	252,883	\$	9,185 \$	6,344	\$ 6,437,973
						20	24				
	Sha	are premium	cor	erence between Insideration and iring amount of idiaries acquired or disposed	Recognition of changes in ownership interest in subsidiary	cc	Affiliate ompany net nity changes		mployee are option	Others	Total
January 1	\$	5,697,133	\$	233,002 \$	240,006	\$	229,110	\$	20,042 \$	2,409	\$ 6,421,702
Stock dividends Changes in	(	80,204	)	-	-		-		-	- (	80,204)
Ownership Interest in Subsidiaries		-		- (	142)		-		-	- (	142)
Employee stock options exercised Change in associates and		37,142		-	438		- (	(	8,801 )	-	28,779
joint ventures accounted for		-		-	-		5,447		-	-	5,447

Recognition of

Difference between

233,002 \$

374

234,557 \$

11,241 \$

240,676

374

6,375,956

2,409

### (XVIII) Retained earnings

- 1. Under the Company's Article of Incorporation, the profit in a fiscal year, shall first be 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.
- 2. In the future, the Company may have the surplus profit distributable as dividends in part or in whole considering the financial, business and operational factors. The ratio of share dividend shall exceed 5% of distributable earnings. Surplus distribution can be in the form of cash or stock dividends. For the measurement of future capital requirements and capital structure, cash dividend shall not be less than 10% of the total amount of dividends in the future, and the actual distribution amount shall be adopted by resolution of the shareholders' meeting.
- 3. 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.
- 4. (1) In accordance with the regulations, the Company shall set aside special reserve from the debit balance on other equity items at the balance sheet date before distributing earnings. When debit balance on other equity items is reversed subsequently, the reversed amount could be included in the distributable earnings.
  - (2) The amounts previously set aside by the Company as special reserve on initial application of IFRSs in accordance with Order No. Financial-Supervisory-Securities-Corporate-1090150022, dated March 31, 2021, shall be reversed proportionately when the relevant assets are used, disposed of or reclassified subsequently.
  - 5. The company resolved in its shareholders' meetings on May 29, 2025, and May 29, 2024, to approve the distribution of earnings for the fiscal years 2024 and 2023 as follows:

		202	24			2023						
			Div	idend per	·		Divider	nd per				
	share						share					
		Amount	(in N	NT dollars)		Amount	(in NT d	ollars)				
Legal reserve	\$	96,687				96,684						
Cash dividends		872,674	\$	5.15		1,042,651	\$	6.50				
	\$	969,361			\$	1,139,335						

The distribution of earnings for the fiscal years 2024 and 2023 is consistent with the proposal made by the company's Board of Directors.

### (XIX) Operating income

	For the three-month periods ended June 30,								
		2025	2024						
Revenue from Contracts with Customers	\$	2,101,863	\$	1,919,052					
	For the six-month periods ended June 30,								
		2025	2024						
Revenue from Contracts with Customers	\$	4,060,248	\$	3,721,555					

## 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:

 IPC		Medical PC		Total
\$ 1,746,389	\$	355,474	\$	2,101,863
1,745,769		345,479		2,091,248
620		9,995		10,615
\$ 1,746,389	\$	355,474	\$	2,101,863
IPC		Medical PC		Total
\$ 3,397,727	\$	662,521	\$	4,060,248
				_
3,396,559		649,223		4,045,782
 1,168		13,298		14,466
\$ 3,397,727	\$	662,521	\$	4,060,248
 IPC		Medical PC		Total
\$ 1,620,370	\$	298,682	\$	1,919,052
				_
1,619,723		295,023		1,914,746
647		3,659		4,306
\$ 1,620,370	\$	298,682	\$	1,919,052
\$ \$ \$	\$ 1,746,389  1,745,769 620 \$ 1,746,389  IPC \$ 3,397,727  3,396,559 1,168 \$ 3,397,727  IPC \$ 1,620,370  1,619,723 647	\$ 1,746,389 \$ 1,745,769 620 \$ 1,746,389 \$ \$ IPC \$ 3,397,727 \$ \$ IPC \$ 1,620,370 \$ 1,619,723 647	\$ 1,746,389 \$ 355,474 1,745,769 345,479 620 9,995 \$ 1,746,389 \$ 355,474 IPC Medical PC \$ 3,397,727 \$ 662,521 3,396,559 649,223 1,168 13,298 \$ 3,397,727 \$ 662,521 IPC Medical PC \$ 1,620,370 \$ 298,682 1,619,723 295,023 647 3,659	\$ 1,746,389 \$ 355,474 \$  1,745,769 345,479 620 9,995 \$ 1,746,389 \$ 355,474 \$  IPC Medical PC \$ 3,397,727 \$ 662,521 \$  3,396,559 649,223 1,168 13,298 \$ 3,397,727 \$ 662,521 \$  IPC Medical PC \$ 1,620,370 \$ 298,682 \$  1,619,723 295,023 647 3,659

For the six-month periods ended June 30, 2024	IPC	Medical PC	Total
Revenue from Contracts with Customers	\$ 3,148,900	 572,655	\$ 3,721,555
Timing of revenue recognition			
At a point time	3,147,579	562,799	3,710,378
Over time	1,321	9,856	11,177
Total	\$ 3,148,900	\$ 572,655	\$ 3,721,555

# 2. Contract liability

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

	2025/6/30		2024/12/31	2024/6/30			2024/1/1		
Contract Liability - Current:									
Advances from customers	\$ 244,549	\$	255,146	\$	219,559	\$	216,338		
Warranty contract	7,060		8,150		8,872		9,226		
Contract Liability - Non-current:									
Advances from customers	30,585		38,290		41,443		44,848		
Warranty contract	26,169		17,921		15,966		13,838		
Total	\$ 308,363	\$	289,507	\$	285,840	\$	284,250		

(2) Recognized income of contract liabilities at January 1

For the three-month periods ended June 30,										
2025	2024	ļ								
Beginning balance of contract liabilities Recognized income										
\$ 20,8	867 \$	28,642								
2,1	111	2,311								
\$ 22,9	978 \$	30,953								
	2025 s Recognized income \$ 20,3	2025 2024								

	For t	For the six-month periods ended June 30,						
		2025	2024					
Beginning balance of contract liability	ies Recogn	ized income						
Advances from customers	\$	95,816	\$ 105,400					
Warranty contract		4,387	4,885					
Total	\$	100,203	\$ 110,285					

## (XX) Other income

$(\Lambda\Lambda)$	Other meome			. 1	1 1 1 20		
			For the three-month p 2025	beriods (	2024		
	Rental income	\$	5,781	\$	5,223		
	Dividend income	·	11,251		12,343		
		\$	17,032	\$	17,566		
			For the six-month pe	eriods e	·		
			2025	orrous C	2024		
	Rental income	\$	11,739	\$	9,770		
	Dividends income		17,431		12,343		
		\$	29,170	\$	22,113		
(XXI)	Other gains and losses			<del></del>			
			For the three-month	periods	ended June 30,		
			2025		2024		
	Net gain (loss) from financial assets and liabilities at fair value through profit or loss	\$	61,523 (	\$	17,835)		
Gain on foreign currency exchange			275,078)		42,290		
Losses on disposal of property, plant and equipment Depreciation on investment property, buildings.		(	13)(		129)		
		(	2,226) (		2,261)		
	Gain (loss )on lease modification		106 (		12)		
	Government subsidy Other income		2,114		2,392		
	other medite	( ft	955	<u></u>	18,344		
		(\$	212,619)	\$	45,789		
			-	eriods ended June 30,			
	Net gain from financial assets and		2025		2024		
	liabilities at fair value through profit or loss	\$	138,927	\$	220,058		
	Gain on foreign currency exchange (Gain) losses on disposal of	(	247,709)		173,480		
	property, plant and equipment		3 (		723)		
	Depreciation on investment property, buildings.	(	4.500		2 021 )		
	property, buildings.	(	4,528) (		3,821)		
	Gain on lease modification		146		542		
	Government subsidy Other income		2,329		5,880		
	omor income	( •	14,217	<u>•</u>	26,385		
		(\$	96,615)	\$	421,801		

# (XXII) Financial costs

	Fo	r the three-month p	eriods	ended June 30,
	2025			2024
Interest expenses	\$	689	\$	730
Leased liabilities interest expenses		999		1,196
	\$	1,688	\$	1,926
	F	or the six-month pe	eriods	ended June 30,
		2025		2024
Interest expenses	\$	1,684	\$	1,431
Leased liabilities interest expenses		2,114		2,275
	\$	3,798	\$	3,706

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

		For the three-month periods ended June 30,										
				2025				2024				
	О	perating cost		Operating expense		Total	(	Operating cost		Operating expense		Total
Employee										_		
benefits	\$	87,966	\$	360,270	\$	448,236	\$	91,443	\$	336,081	\$	427,524
expenses Depreciation expense		11,391		24,900		36,291		13,186		23,034		36,220
Amortization expenses		272		23,038		23,310		274		22,880		23,154
•												

	For the six-month periods ended June 30,											
				2025						2024		
	C	Operating cost		Operating expense		Total	(	Operating cost		Operating expense		Total
Employee benefits expenses	\$	171,876	\$	714,108	\$	885,984	\$	182,995	\$	672,482	\$	855,477
Depreciation expense		24,096		49,961		74,057		27,656		46,247		73,903
Amortization expenses		553		46,111		46,664		362		44,783		45,145

# (XXIV) Employee benefit expenses

	For th	iods ended June 30,	
		2025	2024
Salaries and wages	\$	395,988 \$	380,066
Labor and health insurance fees		33,121	28,753
Pension costs		14,320	14,485
Other personnel expenses		4,807	4,220
	\$	448,236 \$	427,524

T .1	• .1	. 1	1 1	
Hor tha	six-month	narioda	andad	luna 411
1.01 1116	SIX-IIIOIIIII	DELIGIS	CHUCU.	
I OI UII	DIZE IIIOIICII	Perroas	on a	, 4110 50,

	 2025	2024		
Salaries and wages	\$ 782,120	\$ 758,302		
Labor and health insurance fees	64,880	58,538		
Pension costs	28,870	28,645		
Other personnel expenses	 10,114	9,992		
	\$ 885,984	\$ 855,477		

- 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 June 30, 2025 and 2024, and for the six months periods ended June 30, 2025 and 2024, based on the percentage stipulated in the Articles of Incorporation, employee compensation were estimated at \$11,734, \$22,698, \$27,950 and \$52,554, respectively, while the remuneration of directors were estimated at \$638, \$2,397, \$2,351 and \$6,015, respectively, which are recognized as salaries and wages.

Amounts for the period January 1 to June 30, 2025, were estimated based on profitability at the time and the percentages stipulated in Articles of Incorporation.

Employees' compensation and directors' remuneration for 2024 as resolved at the meeting of Board of Directors were in agreement with those amounts recognized in the 2024 financial statements., which were \$87,389 and \$9,630, respectively. Employees' compensation 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) <u>Income tax</u>

#### 1. Income tax expense

(1) Components of income tax expense:

	For the three-month periods ended June 30				
		2025	2024		
Current tax:					
Current tax on profits for the period	\$	30,172	\$	65,073	
Surtax on undistributed Retained Earnings		1,699		446	
Adjustments in respect of prior period	(	5,228)	(	5,753)	
Total current income tax		26,643		59,766	
Deferred tax		_		_	
Origination and reversal of temporary differences	(	42,374)		2,585	
Income tax expense	<u>(</u> \$	15,731 )	\$	62,351	

	Fo	r the six-month pe	eriods e	nded June 30,
		2025		2024
Current income tax:				
Income tax from current income	\$	77,476	\$	103,553
Surtax on undistributed Retained Earnings	I	1,699		446
Adjustments in respect of prior period	l (	5,228)	(	5,753)
Total current income tax		73,947		98,246
Deferred tax				
Origination and reversal of temporary differences	<u>(</u>	44,244)		21,686
Income tax expense	\$	29,703	\$	119,932
(2) Income tax relative to other comp	prehensiv	ve income:		
_	For the	three-month perio	ds end	ed June 30,
_	2	2025		2024
Differences in translation of foreign operations		35,385) \$		3,580
_	For the	e six-month period	ds ende	d June 30,
_	2	2025		2024
Differences in translation of foreign operations	<b>,</b>	28,497) \$		12,998
<ol><li>Income tax returns of the Company a approved by the Tax Authority as foll</li></ol>		estic subsidiaries	have be	en assessed and
			Certif	fication
The Company, AAEONI, JETWAY,	IHELPE	R INC.	20	023
ONYX				022
(XXVI)Earnings per share				
1	Earthath	nree-month period	a andad	Llung 20 2025
<u></u>	or the tr	Weighted ave		Losses per
	Amount	outstanding sl	_	share
	after-tax	(in thousan		_(in dollars)_
Basic (diluted) earnings per share				
Profit attributable to ordinary shareholders of parent company (\$\sqrt{\sq}}}}}}}}}}}}}}}}}}}}elinitifiender\signtiftitith}}}}}}}}}}}}}}}}}}}}}}}}}}}}}}}	20,88	<u>0</u> ) 12	5,678	(\$ 0.17)

Basic (diluted) earnings per share		For the thre Amount ofter-tax	Weighted average outstanding shares (in thousand)	Loss sł	o,2024 ses per nare ollars)
Profit attributable to ordinary	Ф	225 440	125 155	¢	1.00
shareholders of parent company	\$	235,440	125,155	\$	1.88
<u>Diluted earnings per share</u> Dilutive effect of potential ordinary shares					
Employee stock options			442		
Employees' bonuses			312		
Profit attributable to ordinary					
shareholders of parent company plus					
assumed conversion of all dilutive	<b>C</b>	225 440	125 000	<b>c</b>	1 07
potential ordinary shares	\$	235,440	125,909	\$	1.87
	_	For the six	-month periods ended	June 30,	2025
			Weighted average		ses per
		Amount	outstanding shares		nare
Desig (diluted) comings non shore		ifter-tax	(in thousand)	(1n d	ollars)_
Basic (diluted) earnings per share					
Profit attributable to ordinary					
shareholders of parent company	\$	238,825	125,678	\$	1.90
Diluted earnings per share					
Dilutive effect of potential					
ordinary shares			420		
Employees' bonuses			438		
Profit attributable to ordinary shareholders of parent company plus					
assumed conversion of all dilutive					
potential ordinary shares  The employee stock options of the C	\$	238,825	126,116	\$	1.89
1				. —	

The employee stock options of the Company had an anti-dilutive effect during the period from January 1 to June 30, 2025, and therefore were not included in the calculation of diluted earnings per share.

	For the six-month periods ended June 30, 2024				
Basic (diluted) earnings per share	Amount after-tax	Weighted average outstanding shares (in thousand)	Losses per share (in dollars)		
Profit attributable to ordinary shareholders of parent company <u>Diluted earnings per share</u> Dilutive effect of potential ordinary shares	\$ 664,712	125,009	\$ 5.32		
Employee stock options		437			
Employees' bonuses		514			
Profit attributable to ordinary					
shareholders of parent company plus assumed conversion of all dilutive potential ordinary shares	\$ 664,712	125,960	\$ 5.28		
potential ordinary shares	ψ 00 <del>4</del> ,/12	123,900	ψ J.26		

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

/ <del>- * *</del>				
1. Investing activities with partial cash payments:				
	For t	he six-month pe	riods e	ended June 30,
		2025		2024
Acquisition of property, plant and equipment	\$	23,698	\$	28,017
Add: Opening balance of payable on equipment		557		2,817
Less: Endiing balance of payable on equipement	(	2,797)	(	9,735)
Cash paid during the period	\$	21,458	\$	21,099
2. Non-cash flow from investing activities:				
	For t	he six-month pe	eriods (	ended June 30,
		2025		2024
Declared cash dividends not yet paid from Investments accounted for under equity method	\$	56,342	\$	52,317
3. Non-cash flow from financing activities:				
	For t	he six-month pe	eriods (	ended June 30,
		2025		2024
Cash dividends	\$	1,061,595	\$	1,226,013

# (XXVIII)Changes in liabilities arising from financing activities

					20	25		
January 1	bo	ort-term	b (	current portion)		Lease liability	\$	Total
Changes in cash flow from	\$	80,000	\$	134,559	\$	160,925	Ф	375,484
financing		13,009	(	5,284)	) (	31,502)	(	29,338)
Effect on changes in exchange rate		-		-	(	1,572)	(	1,572)
Changes in others without cash flow		-		-		41,187		41,187
Cash paid during the period	\$	93,009	\$	129,275	\$	163,477	\$	385,761
					20	24		
T	bo	ort-term	b (	current portion)		Lease liability	Φ.	Total
January 1	\$	27,000	\$	144,975	\$	148,437	\$	320,412
Changes in cash flow from financing		-	(	5,193	) (	31,502)	(	36,695)
Effect on changes in exchange rate		-		-		2,052		2,052
Changes in others without cash flow		-		-		70,963		70,963
Cash paid during the period	\$	27,000	\$	139,782	\$	189,950	\$	356,732

### VII. Related party transaction

### (I) Parent and ultimate controlling party

The Cmpany 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) Names of related parties and relationship

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				
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.	EVERFOCUS ELECTRONICS CORP's Chairman				
(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				
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	Other related party - Investee accounted for under the equity				
INTERNATIONAL INC.	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,	Other related party - Investee accounted for under the equity				
INC.	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	Other related party - Investee accounted for under the equity
INC.(DISTRIBUTION) PTE	method by the Company's Fellow subsidiary
LTD.	
SPARK TECHNOLOGIES	Other related party - the Company's Chairman is spouse of
INC.	SPARK TECHNOLOGIES INC.'s Chairman
LYDS THCH.	Other related party - the Company's Chairman is spouse of
	LYDS TECHNOLOGIES INC.'s Chairman
MEDALLIANCE INC.	Other related party - the Company's Chairman is first degree
	relative of MEDALLIANCE INC.'s Chairman
FU-YANG INVESTMENT	Other related party - the Company's Chairman is spouse of
INC.	FU-YANG INVESTMENT INC.'s Chairman
JUI HAI INVESTMENT Co.,	Other related party - the Company's Chairman is spouse of
Ltd.	JUI HAI INVESTMENT Co., Ltd.'s Chairman
ASUS COMPUTER	Fellow subsidiary — same as ultimate parent entity
INTERNATIONAL	
HUA-CHENG VENTURE	Fellow subsidiary — same as ultimate parent entity
CAPITAL CORP.	
HUA-MIN INVESTMENT	Fellow subsidiary — same as ultimate parent entity
CO.,LTD.	
ASUS GLOBAL PTE. LTD	Fellow subsidiary — same as ultimate parent entity
MEDUS TECHNOLOGY INC.	Fellow subsidiary — same as ultimate parent entity

### (III) Significant transactions and balances with related parties

### 1. Operating income

	For tl	ne three-month p	eriods er	ided June 30,
		2025		2024
Sales of goods				
Ultimate parent entity	\$	305	\$	569
Associates		3,054		3,393
Other related party		4,655		21,776
	\$	8,014	\$	25,738
	<u>For</u>	the six-month per 2025	riods end	ded June 30, 2024
Sales of goods				
Ultimate parent entity	\$	305	\$	569
Associates		3,228		7,130
Other related party		14,903		31,883
	\$	18,436	\$	39,582

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 collection periods of the Group to related parties are month-end 60 days or open account 30 days, the collection terms were approximately the same as those with third parties.

#### 2. Purchases

	For the three-month periods ended June 30					
	2025			2024		
Goods purchased						
Ultimate parent entity	\$	171,231	\$	223,571		
Associates		15,798		7,212		
Fellow subsidiary		351		-		
Other related party		34,663		25,812		
	\$	222,043	\$	256,595		
	For the six-month periods ended June 30,					
	2025			2024		
Goods purchased						
Ultimate parent entity	\$	405,597	\$	395,552		
Associates		29,004		22,486		
Fellow subsidiary		1,045		2,795		
Other related party		64,855		55,030		
- · ·		04,833		33,030		

The payment term of related parties to the Group are in accordance with its general terms and conditions (market prices), month-end 30 days or month-end 30-60 days.

### 3. Operating expenses

For the three-month periods ended June 30,								
	2025	2024						
\$	12,903	\$	20,772					
	127	(	45 )					
	-		11					
	82		211_					
\$	13,112	\$	20,949					
	For th	2025 \$ 12,903 127 - 82	\$ 12,903 \$ 127 ( - 82					

#### For the six-month periods ended June 30,

	 2025	2024			
Ultimate parent entity	\$ 26,236	\$	39,859		
Associates	1,446		152		
Fellow subsidiary	-		46		
Other related party	4,131		4,904		
	\$ 31,813	\$	44,961		

- (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 June 30, 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. Accounts receivable

	 2025/6/30	 2024/12/31	 2024/6/30
Accounts receivable			
Ultimate parent entity	\$ 297	\$ -	\$ 569
Affiliate company	219	201	1,090
Other related party	1,202	943	8,546
	\$ 1,718	\$ 1,144	\$ 10,205
Other accounts receivable			
	 2025/6/30	 2024/12/31	2024/6/30
Other accounts receivable Affiliate company			
-LITEMAX ELECTRONICS INC.	\$ 312	\$ 337	\$ 319
-WINMATE INC.	56,342	-	52,317
Other related party			
MACHVISION,INC.	5,901	-	7,082
Others	87	261	-
	\$ 62,642	\$ 598	\$ 59,718

As the six-month periods ended June 30, 2025 and 2024, mainly comprised dividends receivable.

## 5. Payables from related parties

		2025/6/30		2024/12/31	 2024/6/30	
Accounts Payable						
Ultimate parent entity	\$	54,324	\$	58,151	\$ 148,517	
Associates		9,113		3,353	2,871	
Other related party		13,785		13,737	20,595	
	\$	77,222	\$	75,241	\$ 171,983	

### 6. Other payables

	 2025/6/30	 2024/12/31	 2024/6/30
Ultimate parent entity	\$ 270,171	\$ 43,695	\$ 332,114
Associates			
-IBASE	225,432	-	271,040
-Other	101	219	12
Fellow subsidiary	92,051	15	110,501
Other related party	25,994	-	31,407
	\$ 613,749	\$ 43,929	\$ 745,074

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

#### 7. Assets transaction

# (1) Prepaidments (as non-current assets)

	2025/6/30	2024/12/31		2024/6/30	
Associates	\$ 9,760	\$	- \$		-

Mainly prepayment for investment.

## 8. Acquision of intangible assets

 For the six-month periods ended June 30,								
 2025	2024							
\$ -	\$ 1,851							

## (IV) Key management remuneration

Fellow subsidiary

	For t	he three-month pe	eriods	s ended June 30,
		2025		2024
Wages and other short-term employee benefits	\$	20,963	\$	14,479
Post-employment benefits		624		545
Share-based payment		3,112		189
	\$	24,699	\$	15,213
	For	the six-month per	riods	ended June 30,
		2025		2024
Wages and other short-term employee benefits	\$	40,665	\$	40,755
Post-employment benefits		1,173		1,072
Share-based payment		3,112		377
	\$	44,950	\$	42,204

# VIII. Pledged Assets

The Company's pledged assets are summarized below:

Pledged assets	2	025/6/30	 2024/12/31	2024/6/30	Guarantee purpose
Land, building (Property, Plant and Equipment and investment property)	\$	671,104	\$ 696,266	\$ 698,154	Loans and credit limits
Restricted time deposit (other current assets)		879	983	33,423	Short-term borrowings, Foreign exchange forward transactions,
Guarantee deposits (including Other current and non-current assets)		31,159	15,739	15,738	Office, warehouse deposit and project guarantee deposit.
,	\$	703,142	\$ 712,988	\$ 747,315	

### IX. Material Contingent Liabilities and Unrecognized Contractual Commitments

### (I) Contingencies

None.

#### (II) Commitments

As of June 30, 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

None.

#### XII. Others

### (1) Capital management

The Group's objectives when managing capital are to safeguard the Group's ability to continue as a going concern in order to provide returns for shareholders and to maintain an optimal capital structure to reduce the cost of capital. In order to maintain or adjust the capital structure, the Group may adjust the amount of dividends paid to shareholders, return capital to shareholders, issue new shares or sell assets to reduce debt.

#### (2) Financial instrument

#### 1. Type of financial instrument

71	,	2025/6/30		2024/12/31	2024/6/30
Financial asset					
Financial assets at fair value throuth profit or loss Financial assets mandatorily measured at fair value through profit or loss Financial assets at fair value through other comprehensive income	\$	886,230	\$	746,631	\$ 700,033
Designation of equity instrument		193,680		151,048	145,118
Financial assets at amoritized cost/ loans and receivables					
Cash and cash equivalents		3,842,058		4,270,200	5,196,915
Financial assets measured at amortized cost-current		444,040		90,552	183,020
Notes receivable		41,608		45,323	18,833
Accounts receivable		1,072,724		832,074	910,088
Other receivables		121,594		27,186	86,209
Refundable deposits (including Other current and non-current assets)		31,159		6,178,753	15,738
	\$	6,633,093	\$	6,178,753	\$ 7,255,954
			_		

	 2025/6/30	2024/12/31	2024/6/30
Financial liability			
Financial liabilities at fair value			
throuth profit or loss			
Financial liability held for trading	\$ -	\$ 391	\$ -
Financial liabilities at amortized cost			
Short-term borrowings	93,009	80,000	27,000
Notes payable	20	-	8
Accounts payable (including related parties)	672,926	458,745	754,789
Other payables	1,697,619	667,921	1,991,954
Long-term borrowings (including current portion)	129,275	134,559	139,782
	\$ 2,592,849	\$ 1,341,616	\$ 2,913,533
Lease liabilities (including current and non-current)	\$ 163,477	\$ 160,925	\$ 189,950

### 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 management has set up the policy to require group companies to manage their foreign exchange risk against their functional currency. The companies are required to hedge their entire foreign exchange risk exposure with the company's treasury. Exchange rate risk is measured through highly probable forecast transactions that involves expenditures denominated in USD and RMB. Forward foreign exchange contracts are adopted to minimize the volatility of the exchange rate affecting recognition of costs of purchasing inventories.
- C. Since the Group's businesses involves certain non-functional currencies (NTD is the functional currency of the Company and other certain subsidiaries' functional currency is USD, SGD, and CNY), it may be affected by exchange rate fluctuations. The information on assets and liabilities denominated in foreign currencies whose values would be materially affected by the exchange rate fluctuations is as follows:

		2025/6/30								
		Foreign currency (in thousands)	Exchange rate	Book value (NTD)						
(Foreign currency: functional currency)	-									
Financial asset										
Monetary items										
USD:NTD	\$	70,756	29.30	\$ 2,073,151						
EUR:NTD		1,067	34.35	36,651						
USD:CNY		165	7.16	4,835						
USD:SGD		971	1.27	28,450						
Financial liability										
Monetary items										
USD:NTD	\$	12,992	29.30	380,666						
USD:CNY		1,380	7.16	40,434						
USD:SGD		651	1.27	19,074						

2024/12/31 Foreign currency Book value (in thousands) (NTD) Exchange rate (Foreign currency: functional currency) Financial asset Monetary items USD:NTD \$ 86,322 32.79 \$ 2,830,498 **EUR:NTD** 852 34.14 29,087 **USD:CNY** 70 7.32 2,295 830 USD:SGD 1.36 27,216 Financial liability Monetary items \$ USD:NTD 10,983 32.79 \$ 360,133 **USD:CNY** 1,059 7.32 34,725 USD:SGD 711 1.36 23,314 2024/6/30 Foreign currency Book value (in thousands) Exchange rate (NTD) (Foreign currency: functional currency) Financial asset Monetary items \$ 108,999 USD:NTD 32.45 \$ 3,537,018 **EUR:NTD** 1,533 34.71 53,210 104 7.30 3,375 **USD:CNY** USD:SGD 263 1.36 8,534 Financial liability Monetary items \$ 32.45 558,465 USD:NTD 17,210 **EUR:NTD** 11 34.71 382 **USD:CNY** 1,150 7.30 37,318

673

1.36

21,839

USD:SGD

- 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 June 30, 2025 and 2024, and the six months periods ended June 30, 2025 and 2024, amounted to (\$275,078), \$45,290, (\$247,709) and \$173,480, respectively.
- E. The Group's foreign currency risk analysis due to significant foreign exchange rate fluctuations is as follows:

	For the six-month periods ended June 30,2025								
	Sensitivity analysis								
	Extent of change		Effect on income	Effect on other comprehensive income					
(Foreign currency: functional currency) Financial asset Monetary items	40/		20 <b>722</b> \$						
USD:NTD EUR:NTD	1% 1%	\$	20,732 \$ 367	-					
USD:CNY USD:SGD Financial liability	1% 1%		48 285	-					
Monetary items USD:NTD EUR:NTD USD:SGD	1% 1% 1%	\$	3,807 \$ 404 191	- -					
	For the six-month periods ended June 30,2024 Sensitivity analysis								
	Extent of change	of	Effect on income	Effect on other comprehensive income					
(Foreign currency: functional currency) Financial asset Monetary items			Effect on meome						
USD:NTD EUR:NTD USD:CNY USD:SGD	1% 1% 1% 1%	\$	35,370 \$ 532 34 85	- - - -					
Financial liability Monetary items USD:NTD EUR:NTD	1% 1%	\$	5,585 \$ 4	-					
USD:CNY USD:SGD	1% 1%		373 218	- -					

### Price risk

- A. The Group's equity instruments, which are exposed to price risk, are the held financial assets at fair value through profit or loss and financial assets at fair value through other comprehensive income. To manage its price risk arising from investments in equity instruments, the Group diversifies its porfolio. Diversification of the portifolio 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. The value of equity instruments is susceptible to market price risk arising from uncertainties about future performance of equity markets. Assuming a hypothetical increase or decrease of 1% in the price of the aforementioned financial assets at fair value through profit or loss while the other conditions remain unchanged could increase or decrease net income for the six-month periods ended June 30, 2025 and 2024 by \$7,494 and \$5,404, respectively. A change of 1% in the price of the aforementioned financial assets at fair value through other comprehensive income could increase or decrease the Group's other comprehensive income for the six-month periods ended June 30, 2025 and 2024, amounted to \$1,937 and \$1,451.

#### Cash flow and fair value interest rate risk

- A. The Group's interest rate risk arises mainly from long-term and short-term borrowings issued at variable rates, which exposes the Group to cash flow interest rate risk is partially offet by by cash and cash equivalents held at variable rates. During the six months periods ended June 30, 2025 and 2024, the Group's borrowings at variable rate were mainly denominated in NTD and CNY.
- B. Assuming all other factors remain unchanged, if the NTD borrowing rate rises or falls by 0.25%, net income for the six months period ended June 30, 2025 and 2024 will decrease or increase by \$189 and \$167 respectively, mainly due to changes in interest expenses that arise from floating rate borrowings.
- C. Assuming all other factors remain unchanged, if the CNY borrowing rate rises or falls by 0.25%, net income for the six months period ended June 30, 2025 and 2024 will decrease or increase by \$35 and \$0 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 June 30, 2025, December 31, 2024 and June 30, 2024, the Group had no recourse on claims that had been written off.
- G. (1) Expected loss rate for customers of the outstanding credit group is estimated at 0.2%. Total accounts receivable and loss provisions for this group of customers were reported at: \$157,563 and \$315 as of June 30, 2024, \$128,118 and \$256 as of December 31, 2024, and \$154,556 and \$309 as of June 30, 2024, respectively.
  - (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 June 30, 2025, December 31, 2024 and June 30, 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
2025/6/30 Expected loss rate	0%~1.37%	0%~7.20%	0.01%~13.00%	0.04%~38.56%	50%~100%	100%
Total book value	\$ 826,919	\$ 96,129	\$ 32,217	\$ 7,261 \$	1,935	\$ 14,431 \$ 978,892
Loss allowance	\$ 3,016	\$ 1,132	\$ 1,355	\$ 1,657 \$	1,935	\$ 14,431 \$ 23,526
	37 1	Past due within	Past due	Past due	Past due	Past due
	Not yet due	30 days	30 days	60 days	90 days	120 days Total
2024/12/31						
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
		Past due within	Past due	Past due	Past due	Past due
	Not yet due	30 days	30 days	60 days	90 days	120 days Total
2024/6/30						
Expected loss rate	0.02%~1.58%	0.03%~8.42%	0.03%~15.63%	0.03%~45.15%	50%~100%	100%
Total book value	\$ 645,116	\$ 98,124	\$ 10,803	\$ 5,355 \$	105	\$ 16,877 \$ 785,380
Loss allowance	\$ 1,573	\$ 1,459	\$ 569	\$ 328 \$	105	\$ 16,877 \$ 20,911

- (3) The total book values of the accounts receivable-related parties as of June 30, 2025, December 31, 2024 and June 30, 2024 were \$1,718, \$1,144 and \$10,205, 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:

	(including related parties)					
		2025		2024		
January 1	\$	24,313	\$	19,864		
Write off (reversal) of impairment loss		1,363		823		
	(	6)		-		
Net exchange differences	(	1,829)		533		
June 30	\$	23,841	\$	21,220		

Notes and accounts receivable

From the loss recognized for the six months periods ended June 30, 2025 and 2024, the impairment reversal losses for accounts receivable arising from customer contracts were \$1,363 and \$823, 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 \$1,464,830, \$1,303,917 and \$1,390,089 as of June 30, 2025, December 31, 2024 and June 30, 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:					
2025/6/30	W	ithin 1 year	 1-2 years	2-3 years	Over 3 years
Short-term borrowings (including current portion and accured interest)	\$	93,321	\$ -	\$ -	\$ -
Notes payable		20	-	-	-
Accounts payable (including related parties)		672,926	-	-	-
Other payables		1,697,619	-	-	-
Long-term borrowings (including current portion and accured interest)		13,174	13,174	13,174	104,310
Lease liabilities		70,152	51,271	20,869	32,052
2024/12/31 Non-derivative financial					
liabilities:	W	ithin 1 year	 1-2 years	2-3 years	Over 3 years
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 accured interest)		13,174	13,174	13,174	110,897
Lease liabilities <u>Derivative financial</u>		67,210	53,501	15,348	34,583
liabilities: Forward Exchange Contract	\$	391	-	-	-
Non-derivative financial liabilities:					
2025/6/30	W	ithin 1 year	 1-2 years	2-3 years	Over 3 years
Short-term borrowings (including current portion and accured interest)	\$	27,007	\$ -	\$ -	\$ -
Notes payable		8	-	-	-
Accounts payable (including related parties)		754,789	-	-	-
Other payables		1,991,954	-	-	-
Long-term borrowings (including current portion and accured interest)		13,174	13,174	13,174	117,484
Lease liabilities		71,072	56,073	35,167	39,741

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 identical assets or liabilities that the entity can access at the measurement date. A market is regarded as active where a market in which transactions for the asset or liability take place with sufficient frequency and volume to provide pricing information on an ongoing basis. The fair value of the Group's investment in listed stocks, beneficiary certificates with quoted market prices is included in Level 1.
  - Level 2: Inputs other than quoted prices included within Level 1 that are observable for the asset or liability, either directly or indirectly. The OTC stocks and the fair value of derivative financial instruments invested by the Group is included in Level 2.
  - Level 3: Inputs for the asset or liability that are not based on observable market data. This includes equity instruments of non-active markets invested by the Group.
- 2. The fair value information of investment property measured at cost is disclosed in Note 6. (9).
- 3. Financial instruments not measured at fair value

The carrying amounts of cash and cash equivalents, financial assets measured at amortized cost-current, notes receivable, accounts receivable, other receivables, restricted deposit (classified in the balance sheet as other current asset), refundable deposits, (classified in the balance sheet as other current and non-current asset), short-term borrowings, notes payable, accounts payable (including related parties), long-term borrwings (including current portion), other payables and lease liabilities are reasonable approximate to the fair values.

- 4. The related information on financial and non-financial instruments measured at fair value by level on the basis of the nature, characteristics and risks of the assets and liabilities is as follows:
  - (1) The related information of the nature of the assets and liabilities is as follows:

2025/6/30	1st Level	2nd Level	3rd Level	Total
Asset				
Recurring fair value measurements				
Financial assets at fair value through				
profit or loss				
Equity securities	\$ 639,360	\$ 5,772 \$	5 104,230 \$	749,362
Beneficiary certificates	27,558	-	-	27,558
Derivative				
-Forward exchange contract	-	537	_	537
Convertible bond	101,000	_	_	101,000
Hybrid instruments	-	_	7,773	7,773

2025/6/30  Financial asset at fair value through	-	1st Level		2nd Level		3rd Level	_	Total
Financial asset at fair value through other comprehensive income								
Equity securities		89,280		104,400		_		193,680
Total	\$	857,198	\$	5,358	\$	112,003	\$_	1,079,910
2024/12/31		1st Level		2nd Level		3rd Level		Total
Asset	-						-	
Recurring fair value measurements Financial assets at fair value through profit or loss								
Equity securities	\$	474,613	\$	5,055	\$	113,493	\$	593,161
Beneficiary certificates Convertibal bond		27,352 118,000		-		-		27,352 118,000
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
			Ė					
Liabilities Recurring fair value measurements Financial liabilities at fair value through profit on loss								
through profit or loss Derivative	\$	_	\$	391	\$	-	\$	391
Bonvanie	Ψ		<del>Ψ</del>	371	<u>Ψ</u>		Ψ	371
2024/6/30		1st Level		2nd Level		3rd Level		Total
Asset	•						-	
Recurring fair value measurements Financial assets at fair value through profit or loss								
Equity securities	\$	472,253	\$	5,358	\$	62,766	\$	540,377
Beneficiary certificates		27,153		-		-		27,153
Convertible bond		124,500		-		-		124,500
Hybrid instruments		-		-		8,003		8,003
Financial asset at fair value through other comprehensive income								
Equity securities		83,918		-		61,200		145,118
Total	\$	707,824	\$	5,358	\$	131,969	\$	845,151

## (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:

	Listed and OTC stocks			
Market quoted price	Closing prices	Net asset value		

- B. Except for financial instruments with active markets, the fair value of other financial instruments is measured by using valuation techniques or by reference to counterparty quotes.
- 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. Forward exchange 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 For the six-month periods ended June 30, 2025 and 2024, there was no transfer between Level 1 and Level 2.
- 6 Movements on Level 3 for the six-month periods ended June 30, 2025 and 2024 are as follows:

	2025		 2024
		Equity instruments	Equity instruments
January 1	\$	182,811	\$ 63,720
Acquisitions		-	61,200
Transfer out 3rd Level	(	61,200)	-
Recognition in profit (loss) (Note)	(	9,608)	7,049
June 30	\$	112,003	\$ 131,969
Changes in unrealized gains or losses on assets and liabilities owned at the end of the period			
(Note)	( <u>\$</u>	9,608)	\$ 7,049

Note: Recorded as othe gains (losses).

- As the Group's Level 3 equity instruments were registered on the Emerging Stock Board in May 2025, with trading volume in the market steadily increasing and sufficient observable market information becoming available, the Group transferred the fair value measurement from Level 3 to Level 2 at the end of the month in which the event occurred. There were no transfers into or out of Level 3 during the period from January 1 to June 30, 2024.
- 8 The financial segment is in charge of valuation procedures for fair value measurements

being categorized within Level 3, which is to verify independent fair value of financial instruments. Such assessment is to ensure the valuation results are reasonable by applying independent information to make results close to current market conditions, confirming the source of information is independent, reliable and in line with other resources and any other necessary adjustments to the fair value.

The financial segment cooperatively set up valuation policies, valuation processes and rules for measuring fair value of financial instruments that ensure compliance with the related requirements in IFRS.

9. The following is the qualitative information of significant unobservable inputs and sensitivity analysis of changes in significant unobservable inputs to valuation model used in Level 3 fair value measurement:

	2025/6/30 Fair value	Valuation technique	Significant and unobservable input	Range (weighted average)	Relationship between input and fair value
Equity instruments:					
Unlisted and non-OTC stocks	\$ 84,870	Net asset value approach	Not applicable	Not applicable	The higher the net assets value, the higher the fair value
Unlisted and non-OTC stocks	19,360	Discounted Cash Flow Approach	Note 1	Not applicable	Note 2
Hybrid instrument:					
Unlisted and non-OTC stocks	61,849	Discounted Cash Flow method	Note 1	Not applicable	Note 2
Embedded option (	( 54,076 )	Options pricing model	Price volatility	Not applicable	The higher the net assets value, the higher the fair value
	2024/12/31 Fair value	Valuation technique	Significant and unobservable input	Range (weighted average)	Relationship between input and fair value
Equity instruments:					
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.
Hybrid instrument:					
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	e The higher the stock price volatility, the higher the fair value

	2024/6/30 _Fair value	Valuation technique	Significant and unobservable input	Range (weighted average)	Relationship between input and fair value
Equity instruments:					
Unlisted and non-OTC stocks	\$ 42,317	Net asset value approach	Not applicable	Not applicable	The higher the net assets value, the higher the fair value
Unlisted and non-OTC stocks	1,089	Comparable Listed and OTC companies analysis	Price to book ratio multiple, discount for lack of marketability	Not applicable	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	Not applicable	Note 2
Hybrid instrument:					
Unlisted and non-OTC stocks	43,560	Discounted Cash Flow method	Note 1	Not applicable	Note 2
Embedded option	( 35,557)	Options pricing model	Price volatility	Not applicable	The higher the net assets value, the higher the fair value

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. <u>Disclosures</u>

#### (1) Information on significant transactions

- 1. Financing provided: None.
- 2. Endorsements and guarantees provided: None.
- 3. Significant marketable securities held at the end of period (excluding investments in subsidiaries, associates and joint ventures): Please refer to schedule 1.
- 4. 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.
- 5. Receivables from related parties amounting to at least \$100 million or 20% of the paid-in capital.: Please refer to schedule 3.
- 6. 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.

### (4) Information of major shareholders

Name and information of shareholders with more than 5% shareholding interest: Please refer to Schedule 7.

## XIV. Segment information

#### (1) General information

Management has determined the reportable operating segments based on the reports reviewed by the Board of Directors that are used to make strategic decisions. There is no material change in the basis for formation of entities and division of segments in the Group or in the measurement basis for segment information in this period.

## (2) Measurement of segment information

The Group uses the revenue and operating profit as the measurement for operating segment profit and the basis of performance assessment. The accounting policies of the operating segments and the accounting policies described in Note 4 of the consolidated financial statements are the same.

## (3) Segment information

Segment information provided to the chief operating decision-maker for the reportable segments is as follows:

		For th	ie si	x-month per	iods e	ended June 30	, 20	)25
	AAEON	AOH		JETWAY				_
	Group	Group		Group	_E	limination		Total
Revenue from external customers	\$ 2,846,805	\$ 662,521	\$	550,922	\$	-	\$	4,060,248
Revenue from internal segments	 47,177	 4,889		59,520	(	111,586)		_
Segment revenue	\$ 2,893,982	\$ 667,410	\$	610,442	(\$	111,586)	\$	4,060,248
Segment profit or loss	\$ 234,690	\$ 33,222	\$	37,336	\$	-	\$	305,248
Segment profit or loss:								
Depreciation and								
amortization	\$ 55,490	\$ 10,380	\$	59,379	\$	_	\$	125,249
Segment assets	\$ 11,905,591	\$ 2,174,385	\$	2,289,288	( <u>\$</u>	1,675,610)	\$	14,693,654

				For th	ie si	x-month per	iods e	ended June 30,	20	)24
		AAEON		AOH		ETWAY				_
		Group		Group		Group	_ E	Elimination		Total
Revenue from external customers	\$	2,492,949	\$	572,655	\$	655,951	\$	-	\$	3,721,555
Revenue from internal segments		46,006		2,023		4,514	(	52,543 )		-
Segment revenue	\$	2,538,955	\$	574,678	\$	660,465	(\$	52,543)	\$	3,721,555
Segment profit or loss	\$	626,205	\$	98,147	\$	154,749	\$	-	\$	879,101
Segment profit or loss: Depreciation and										
amortization	\$	52,384	\$	11,213	\$	59,272	\$		\$	122,869
Segment assets	\$	12,509,762	\$	2,233,981	\$	2,675,503	(\$	1,750,273)	\$	15,668,973
Interdepartmental	reve	enue has be	en f	ully elimina	ated					

# (4)<u>Reconciliation for segment income</u>

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

#### MARKETABLE SECURITIES HELD

#### (EXCLUDING INVESTMENTS IN SUBSIDIARIES, ASSOCIATES AND JOINT VENTURES)

#### JUNE 30, 2025

Schedule 1

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

	Marketa	able securities type and name		_			2025/6/30		
Holding company	Туре	Name (Note 1)	Relationship with the Company	Financial Statement Account	Shares	Carryir value (Note2	Percentage of	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	558 -	\$ 27,558	None
"	Stock	MACHVISION, INC.	Other related party - the Company's Chairman as a director	n	1,180,198	632	586 2.03	632,586	"
"	"	Allied Biotech Co.	None	"	300,000	5	772 0.31	5,772	"
"	"	LILEE SYSTEMS Ltd.	"	Financial assets at fair value through profit or loss - non-current	468,750			-	"
"	"	TELEION WIRELESS, INC.	"	n .	149,700			-	"
"	"	InSynerger Technology Co., Ltd.	"	"	1,761,300	19	360 15.05	19,360	"
"	"	V-Net AAEON Corporation Ltd.	"	"	29	7	773 14.50	7,773	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	-	101	000 -	101,000	None
ONYX HEALTHCARE INC	"	TOP UNION ELECTRONICS CORP.	n	Financial assets at fair value through profit or loss - current	223,918	6	774 0.15	6,774	"
"	"	INNO FUND III	"	Financial assets at fair value through profit or loss - non-current	3,000,000	34	048 13.04	34,048	"
"	"	MELTEN CONNECTED HEALTHCARE INC.	"	Financial asset at fair value through other comprehensive income - non-current	4,193,548		- 6.61	-	"
"	"	TOP UNION ELECTRONICS CORP.	"	" "	2,951,403	89	280 1.92	89,280	"
"	"	CREATIVE LIFE SCIENCE CO., LTD.	"	n .	900,000	104	400 4.02	104,400	"
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	20	266 5.31	20,266	"
,	"	Northeast Tech Star II Venture Capital Co., Ltd.	n	п	3,000,000	30	556 10.00	30,556	"

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.

## $TOTAL\ PURCHASES\ FROM\ OR\ SALES\ TO\ RELATED\ PARTIES\ OF\ AT\ LEAST\ NT\$100\ MILLION\ OR\ 20\%\ OF\ THE\ PAID-IN\ CAPITAL$

#### FOR THE SIX -MONTH PERIOD ENDED JUNE 30, 2025

Schedule 2

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

Reasons for difference between the related party transaction terms and the arms length terms of

arms length terms of
Transaction (Note) Accounts and notes receivable (payable)

Company Name	Related Party	Nature of Relationship	Purchase (sales)		Amount	total	entage to purchase les) (%)	Payment terms	Unit Price	Payment terms	Enc	ling Balance	Percentage to total accounts and notes receivable or payable (%)	Note
AAEON Technology Inc.	ASUSTEK COMPUTER INC	Parent	Purchases	\$	405,597		24.87	month-end 30 days \$	-	-	(\$	54,324 )	( 13.84)	
"	AAEON TECHNOLOGY (EUROPE) B.V.	Subsidiary	(Sales)	(	807,030 )	(	35.29)	60 days after invoice date	-	-		298,651	42.48	
n	AAEON ELECTRONICS, INC.	"	"	(	413,809 )	(	18.09)	"	-	-		99,816	14.20	
ONYX HEALTHCARE INC	ONYX HEALTHCARE USA, INC.	"	"	(	120,683 )	(	23.14)	month-end 90 days	-	-		70,294	40.57	

Note: The reasons for difference between the related party transaction terms and the arms length terms of transaction shall be described in the price and loan term section.

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

#### JUNE 30, 2025

Schedule 3

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

		Nature of	E	nding balance		Ov	erdue	Amour	ts Received in		
Company Name	Related Party	Relationship		(Note 1)	Turnover (%)	Amount	Action taken	Subse	quent Period	Loss allowance	
AAEON Technology Inc.	AAEON TECHNOLOGY (EUROPE) B.V.	Subsidiary	\$	298,651	5.77 \$	-	-	\$	127,283	\$	-
JETWAY INFORMATION CO., LTD.	FUJIAN CANDID INTERNATIONAL CO., LTD	Subsidiary		118,273	-	26,309	Subsequent recovery		45,461		-

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 SIX-MONTH PERIOD ENDED JUNE 30, 2025

Schedule 4

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

						Intercomp	any transaction	
Serial No. (Note 1)	Company Name	Related Party	Nature of relationships (Note 2)	Financial Statement Account	A	mount	Terms	As a percentage of consolidated revenues or total assets (%)  (Note 3)
0	AAEON Technology Inc.	AAEON TECHNOLOGY (EUROPE) B.V.	1	Net sales	\$	807,030	60 days after invoice date	19.88
"	"	AAEON ELECTRONICS, INC.	1	Net sales		413,809	"	10.19
"	"	AAEON TECHNOLOGY (EUROPE) B.V.	1	Accounts receivable		298,651	"	2.03
1	ONYX HEALTHCARE INC.	ONYX HEALTHCARE USA, INC.	3	Net sales		120,683	month-end 90 days	2.97
2	JETWAY INFORMATION CO., LTD.	FUJIAN CANDID INTERNATIONAL CO., LTD	3	Other receivable		118,273	month-end 30-90 days	0.80

- 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 subsidiary 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 INVESTEES OVER WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE (EXCLUDING INFORMATION ON INVESTMENT IN MAINLAND CHINA)

#### FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2025

Schedule 5

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

				Original l	nvestment	Balan	ce as of June 3	0,2025			lo	ofits or esses on estment	
			Main				D	Committee		stee profit	reco	gnized for	
Name of investor	Name of investee	Location	businesses and products	2025/6/30	2024/12/31	Shares	Percentage (%)	Carrying Amount		ss for the d (Note 2)		e period Note 2)	Remarks
AAEON Technology Inc.	AAEON ELECTRONICS,	USA	Sales of IPC and PC	\$ 143,570	\$ 160,647	490,000	100.00	\$ 315,468	\$	1,752	\$	1,752	
	INC.		peripherals										
"	AAEON TECHNOLOGY	British Virgin	Investment of IPC and	258,048	288,741	8,807,097	100.00	114,975	(	16,525 )	(	16,233 )	
"	CO.,LTD	Islands	interface card										
"	AAEON TECHNOLOGY	Netherlands	Sales of IPC and PC	3,435	3,414	-	100.00	73,166	(	10,102)	(	10,102 )	
	(EUROPE) B.V.		peripherals										
"	AAEON TECHNOLOGY	Singapore	Sales of IPC and PC	13,417	14,076	465,840	100.00	62,255	(	2,247)	(	2,247 )	
	SINGAPORE		peripherals										
"	PTE.LTD. AAEON	Taiwan	Investment of	150,000	150,000	15,000,000	100.00	122,525	(	17,028)	(	17,028)	
	INVESTMENT,		IPC and PC	,	,	,,		,	(	,,	,	-1,020 )	
	CO., LTD.		peripherals										
"	ONYX HEALTHCARE	"	Design, manufacture	172,368	172,368	18,694,156	47.92	774,693		31,547		15,126	
	INC.		and sales of										
"	LITEMAX	"	medical PC Sales of PC	70,218	70,218	5,015,050	11.85	99,071		22,718		1,455	
	ELECTRONICS		peripherals	70,210	70,210	3,013,030	11.05	<i>&gt;&gt;</i> ,071		22,710		1,433	
"	INC. IBASE	"	Manufacturing	3,498,501	3,498,501	52,921,856	26.57	3,182,646		68,283	(	13,072)	
	TECHNOLOGY		and sales of	-,,	-,.,,,,,,	,,		-,,		,	(	,-,-,	
	INC.		industrial motherboards										
"	JETWAY	"	Manufacturing	892,474	892,468	19,845,958	35.29	850,174		64,923		11,077	
	INFORMATION CO., LTD.		and selling of industrial										
			motherboard										
			and computer peripherals										

# AAEON Technology Inc. and Subsidiaries NAMES, LOCATIONS, AND RELATED INFORMATION OF INVESTEES OVER WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE (EXCLUDING INFORMATION ON INVESTMENT IN MAINLAND CHINA)

FOR THE THREE-MONTH PERIOD ENDED JUNE 30, 2025

Schedule 5

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

				Original In	nvestment	Balar	nce as of June 30	),2023		Profits or losses on investment	
Name of investor	Name of investee	Location	Main businesses and products	2025/6/30	2024/12/31	Shares	Percentage (%)	Carrying Amount	Investee profit or loss for the period (Note 2)	recognized for the period (Note 2)	Remarks
AAEON TECHNOLOGY (EUROPE) B.V.	AAEON TECHNOLOGY GMBH	Germany	Sales of IPC and PC peripherals	\$ 1,031	\$ 1,024	-	100.00	\$ 25,387	\$ 600	-	Note1
ONYX HEALTHCARE INC.	ONYX HEALTHCARE USA, INC.	USA	Sales of medical PC and peripherals	58,600	65,570	200,000	100.00	87,019	( 6,408 )	-	"
"	ONYX HEALTHCARE EUROPE B.V.	Netherlands	Marketing support and maintenance of medical PC and peripherals	3,435	3,414	100,000	100.00	42,316	4,355	-	n.
"	IHELPER INC.	Taiwan	R&D and sales of medical robots	16,560	16,560	1,656,000	46.00	6,923	( 65 )	-	"
11	WINMATE INC.	"	Bid quotations, distributions and sales of LCD application equipment and modules	568,585	568,585	10,244,000	12.85	619,642	242,660	-	п
"	ProtectLife International Biomedical INC.	"	Manufacturing and Wholesale of Medical Devices and Consumables	47,928	47,928	2,324,000	11.08	30,512	( 22,237 )	-	"
JETWAY INFORMATION CO., LTD.	JETWAY COMPUTER CORP.(USA)	USA	Selling and repairing of computer peripheral	111,340	124,583	380	100.00	191,927	6,822	-	"
"	JETWAY COMPUTER B.V. (Netherlands)	Netherlands	equipment Selling and repairing of computer peripheral equipment	648	729	40	100.00	30,117	( 641 )	-	"

# AAEON Technology Inc. and Subsidiaries NAMES, LOCATIONS, AND RELATED INFORMATION OF INVESTEES OVER WHICH THE COMPANY EXERCISES SIGNIFICANT INFLUENCE (EXCLUDING INFORMATION ON INVESTMENT IN MAINLAND CHINA)

#### FOR THE THREE-MONTH PERIOD ENDED JUNE 30, 2025

Schedule 5

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

				Original Ir	nvestment	Balar	nce as of June 30	,2023		Profits or losses on investment		
Name of investor	Name of investee	Location	Main businesses and products	2025/6/30	2024/12/31	Shares	Percentage (%)	Carrying Amount	Investee profit or loss for the period (Note 2)	recognized for the period (Note 2)	Remarks	
JETWAY	JETWAY	British	Investing of	\$ 90,380	\$ 101,130	3,084,634	100.00	\$ 112,645	\$ 544	-	Note1	
INFORMATION CO., LTD.	(FAR EAST) INFORMATION COMPANY LIMITED	Virgin Islands	computer peripheral business									
"	TOP NOVEL ENTERPRISE CORP.	Seychelles	Investing of computer peripheral business	518,625	580,311	17,700,500	100.00	424,393	( 11,968 )	-	"	
JETWAY (FAR EAST) INFORMATION COMPANY LIMITED	SCORETIME INVESTMENT LIMITED	British Virgin Islands	Investing of computer peripheral business	88,915	99,490	3,034,634	100.00	111,758	540	-	"	
TOP NOVEL ENTERPRISE CORP.	CANDID INTERNATION AL CORP.	"	Investing of computer peripheral business	499,565	558,984	17,050,000	100.00	420,886	( 11,567)	-	"	

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 June 30, 2025, while others are converted to NTD under the exchange rate at end period of the financial report.

# INFORMATION ON INVESTMENT IN MAINLAND CHINA FOR THE SIX-MONTH PERIOD ENDED JUNE 30, 2025

Schedule 6

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

Investee Company AAEON	Main Businesses Production and	Total Amount of Paid-in Capital \$ 254.625	Methods of investment (Note 1)	Beginning Balance of Accumulated Outflow of Investment from Taiwan	Investment Flows  Outflow Inflow \$ - \$ -	Accumulated Outflow of Investment from Taiwan as of June 30, 2025 \$ 254,625 (\$ 16,	r the holding d percentage	Share of Profits / Losses (Note 2. (2)C) (\$ 16,186)	Carrying Amount as of June 30, 2024 \$ 121,533	Accumulated Inward Remittance of Earnings as of June 30, 2024	Remarks Note2(2)C
TECHNOLOGY (SUZHOU) INC.	sales of IPC and interface card	\$ 254,025	2	\$ 254,025	y - y -	φ 234,023 (φ 10,	00 ) 100/0	(\$ 10,100)	ψ 121,333	ψ -	1002(2)0
ONYX HEALTHCARE (SHANGHAI) LTD	Sales of medical PC and peripherals	68,855	1	64,460	4,395 -	68,855 (	82 ) 100%	( 982)	4,447	-	Note2(2)C
FUJIAN CANDID INTERNATIONAL CO., LTD.	Manufacturing and selling of computer and peripheral equipment	498,100	2	498,100		498,100 ( 11,	91 ) 100%	( 11,391 )	419,354	-	Note2(2)B
Company Name	Ending Balance of Accumulated Investment in Mainland China	Investment Amounts Authorized by Investment Commission, MOEA	Upper Limit on Investment Authorized by Investment Commission, MOEA								
AAEON Technology Inc.	\$ 254,625	\$ 254,625	\$ 6,740,448								
Onyx Technology Inc.	68,855	68,855	897,453								
JETWAY INFORMATION CO., LTD.	498,100	498,100	700,874								

- 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 and CANDID INTERNATIONAL CORP. 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 June 30, 2025, while others are converted to NTD under the exchange rate at the end period of the financial report.