

**ELITEGROUP COMPUTER SYSTEMS CO., LTD.  
AND SUBSIDIARIES**

**Consolidated Financial Statements**

**With Independent Auditors' Review Report  
For the Nine Months Ended September 30, 2025 and 2024**

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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.

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## Independent Auditors' Review Report

To the Board of Directors of Elitegroup Computer Systems Co., Ltd.:

### Introduction

We have reviewed the accompanying consolidated balance sheets of Elitegroup Computer Systems Co., Ltd. and its subsidiaries as of September 30, 2025 and 2024, and the related consolidated statements of comprehensive income for the three months and nine months ended September 30, 2025 and 2024, as well as the changes in equity and cash flows for the nine months ended September 30, 2025 and 2024, and notes to the consolidated financial statements, including a summary of material accounting policies. Management is responsible for the preparation and fair presentation of the consolidated financial statements in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, "Interim Financial Reporting" endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China. Our responsibility is to express a conclusion on the consolidated financial statements based on our reviews.

### Scope of Review

Except as explained in the Basis for Qualified Conclusion 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" of the Republic of China. A review of the 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 conducted in accordance with the Standards on Auditing of the Republic of China 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 stated in Note 4(b), the consolidated financial statements included the financial statements of certain non-significant subsidiaries, which were not reviewed by independent auditors. These financial statements reflect total assets amounting to \$2,675,768 thousand and \$4,046,457 thousand, constituting 12% and 17% of consolidated total assets as of September 30, 2025 and 2024, respectively, total liabilities amounting to \$226,989 thousand and \$822,688 thousand, constituting 2% and 7% of consolidated total liabilities at September 30, 2025 and 2024, respectively, and total comprehensive income (loss) amounting to \$25,494 thousand, \$33,432 thousand, \$(159,957) thousand and \$48,457 thousand, constituting 6%, (5)%, 35% and 12% of consolidated total comprehensive income (loss) for the three months and nine months ended September 30, 2025 and 2024, respectively.

**Qualified Conclusion**

Except for the adjustments, if any, as might have been determined to be necessary had the financial statements of certain consolidated subsidiaries described in the Basis for Qualified Conclusion paragraph above been reviewed by independent auditors, based on our reviews, 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 Elitegroup Computer Systems Co., Ltd. and its subsidiaries as of September 30, 2025 and 2024, and of its consolidated financial performance for the three months and nine months ended September 30, 2025 and 2024, as well as its consolidated cash flows for the nine months ended September 30, 2025 and 2024, in accordance with the Regulations Governing the Preparation of Financial Reports by Securities Issuers and International Accounting Standard 34, “Interim Financial Reporting” endorsed and issued into effect by the Financial Supervisory Commission of the Republic of China.

The engagement partners on the reviews resulting in this independent auditors’ review report are Tsou, Yi-Yun and Tseng, Kuo-Yang.

KPMG

Taipei, Taiwan (Republic of China)  
November 7, 2025

**Notes to Readers**

The accompanying consolidated financial statements are intended only to present the consolidated statement of financial position, financial performance and its cash flows in accordance with the accounting principles and practices generally accepted in the Republic of China and not those of any other jurisdictions. The standards, procedures and practices to review such consolidated financial statements are those generally accepted and applied in the Republic of China.

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

(English Translation of Consolidated Financial Statements and Report Originally Issued in Chinese)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES****Consolidated Balance Sheets****September 30, 2025, December 31, 2024, and September 30, 2024****(Expressed in Thousands of )**

|                            |                                                                                           | <b>September 30, 2025</b> |          | <b>December 31, 2024</b> |          | <b>September 30, 2024</b> |          |      |                                                                                | <b>September 30, 2025</b> |          | <b>December 31, 2024</b> |          | <b>September 30, 2024</b> |          |
|----------------------------|-------------------------------------------------------------------------------------------|---------------------------|----------|--------------------------|----------|---------------------------|----------|------|--------------------------------------------------------------------------------|---------------------------|----------|--------------------------|----------|---------------------------|----------|
| <b>Assets</b>              |                                                                                           | <b>Amount</b>             | <b>%</b> | <b>Amount</b>            | <b>%</b> | <b>Amount</b>             | <b>%</b> |      |                                                                                | <b>Amount</b>             | <b>%</b> | <b>Amount</b>            | <b>%</b> | <b>Amount</b>             | <b>%</b> |
| <b>Current assets:</b>     |                                                                                           |                           |          |                          |          |                           |          |      |                                                                                |                           |          |                          |          |                           |          |
| 1100                       | Cash and cash equivalents (Note 6(a))                                                     | \$ 3,402,754              | 15       | 4,311,823                | 18       | 3,717,161                 | 16       | 2100 | Short-term borrowings (Note 6(n))                                              | \$ 949,652                | 4        | 1,006,736                | 4        | 1,240,365                 | 5        |
| 1110                       | Financial assets at fair value through profit or loss—current (Note 6(b))                 | 1,849,286                 | 8        | 1,480,573                | 6        | 1,498,110                 | 6        | 2150 | Notes payable                                                                  | 612,820                   | 3        | 457,752                  | 2        | 454,051                   | 2        |
| 1136                       | Financial assets at amortized cost, net—current (Notes 6(d) and 8)                        | 4,032,616                 | 17       | 2,329,236                | 10       | 2,326,404                 | 10       | 2170 | Accounts payable (Note 6(o))                                                   | 2,949,691                 | 13       | 2,566,573                | 11       | 2,422,266                 | 10       |
| 1170                       | Accounts receivable, net (Notes 6(e) and (w))                                             | 2,948,282                 | 13       | 2,616,109                | 11       | 2,769,630                 | 12       | 2200 | Other payables (Notes 6(p) and 7)                                              | 1,018,419                 | 4        | 1,062,037                | 4        | 1,005,125                 | 4        |
| 1180                       | Accounts receivable—related parties (Notes 6(e), (w) and 7)                               | 7,253                     | -        | 24,132                   | -        | 26,861                    | -        | 2230 | Current tax liabilities                                                        | 355,080                   | 2        | 155,154                  | 1        | 178,927                   | 1        |
| 1200                       | Other receivables (Notes 6(f) and 7)                                                      | 370,691                   | 2        | 104,268                  | 1        | 79,019                    | -        | 2250 | Provisions—current (Note 6(r))                                                 | 177,868                   | 1        | 186,848                  | 1        | 163,230                   | 1        |
| 130X                       | Inventories (Note 6(g))                                                                   | 2,142,106                 | 9        | 1,988,866                | 8        | 2,044,530                 | 9        | 2260 | Liabilities directly associated with disposal groups held for sale (Note 6(i)) | -                         | -        | 442                      | -        | 3,432                     | -        |
| 1410                       | Prepayments (Note 7)                                                                      | 69,217                    | -        | 100,469                  | 1        | 113,681                   | -        | 2280 | Lease liabilities—current (Notes 6(q) and 7)                                   | 95,944                    | -        | 76,218                   | -        | 81,754                    | -        |
| 1460                       | Disposal groups held for sale, net (Note 6(i))                                            | -                         | -        | 314,147                  | 2        | 314,850                   | 1        | 2310 | Other advance receipts (Notes 6(h), (i) and (p))                               | 3,677,260                 | 16       | 4,144,008                | 18       | 4,127,849                 | 17       |
| 1476                       | Other current financial assets (Note 8)                                                   | -                         | -        | 69,602                   | -        | 256,824                   | 1        | 2399 | Other current liabilities (Notes 6(p) and (w))                                 | 1,142,816                 | 5        | 1,209,725                | 5        | 1,115,553                 | 5        |
| 1479                       | Other current assets                                                                      | 65,709                    | -        | 67,319                   | -        | 132,382                   | 1        |      |                                                                                | 10,979,550                | 48       | 10,865,493               | 46       | 10,792,552                | 45       |
|                            |                                                                                           | 14,887,914                | 64       | 13,406,544               | 57       | 13,279,452                | 56       |      |                                                                                |                           |          |                          |          |                           |          |
| <b>Non-current assets:</b> |                                                                                           |                           |          |                          |          |                           |          | 2570 | <b>Non-Current liabilities:</b>                                                |                           |          |                          |          |                           |          |
| 1510                       | Financial assets at fair value through profit or loss—non-current (Note 6(b))             | 42,316                    | -        | 61,474                   | -        | 61,476                    | -        | 2580 | Deferred tax liabilities                                                       | 492,945                   | 2        | 454,012                  | 2        | 458,522                   | 2        |
| 1517                       | Financial assets at fair value through other comprehensive income—non-current (Note 6(c)) | 3,232,998                 | 14       | 4,206,739                | 18       | 4,316,519                 | 18       | 2630 | Lease liabilities—non-current (Notes 6(q) and 7)                               | 479,810                   | 2        | 543,282                  | 2        | 560,920                   | 3        |
| 1535                       | Non-current financial assets at amortized cost, net (Notes 6(d) and 8)                    | -                         | -        | 592,907                  | 3        | 632,332                   | 3        | 2640 | Long-term deferred revenue (Note 6(p))                                         | 12,490                    | -        | 18,217                   | -        | 20,125                    | -        |
| 1600                       | Property, plant and equipment (Notes 6(j) and 7)                                          | 2,032,734                 | 9        | 2,377,574                | 10       | 2,497,686                 | 11       | 2645 | Defined benefit liabilities, net                                               | 2,193                     | -        | 2,229                    | -        | 2,011                     | -        |
| 1755                       | Right-of-use assets (Notes 6(k) and 7)                                                    | 851,723                   | 4        | 923,779                  | 4        | 943,287                   | 4        |      | Guarantee deposits received                                                    | 26,196                    | -        | 33,531                   | -        | 33,846                    | -        |
| 1760                       | Investment property, net (Note 6(l))                                                      | 164,300                   | 1        | 165,676                  | -        | 166,134                   | 1        |      |                                                                                | 1,013,634                 | 4        | 1,051,271                | 4        | 1,075,424                 | 5        |
| 1805                       | Goodwill (Note 6(m))                                                                      | 606,864                   | 3        | 623,191                  | 3        | 615,272                   | 2        |      | <b>Total liabilities</b>                                                       | 11,993,184                | 52       | 11,916,764               | 50       | 11,867,976                | 50       |
| 1821                       | Other intangible assets (Note 6(m))                                                       | 13,679                    | -        | 8,630                    | -        | 9,235                     | -        |      | <b>Equity attributable to owners of the Company (Note 6(u)):</b>               |                           |          |                          |          |                           |          |
| 1840                       | Deferred tax assets                                                                       | 978,286                   | 4        | 985,760                  | 4        | 968,712                   | 4        | 3100 | Share capital                                                                  | 5,574,030                 | 24       | 5,574,030                | 24       | 5,574,030                 | 23       |
| 1915                       | Prepayments for equipment                                                                 | 60,332                    | -        | 19,640                   | -        | 23,907                    | -        | 3200 | Capital surplus                                                                | 5,437,323                 | 24       | 5,437,323                | 23       | 5,437,323                 | 23       |
| 1920                       | Refundable deposits (Note 7)                                                              | 25,247                    | -        | 25,607                   | -        | 26,991                    | -        |      | <b>Retained earnings:</b>                                                      |                           |          |                          |          |                           |          |
| 1937                       | Overdue receivables (Note 6(f))                                                           | 30,445                    | -        | 32,785                   | -        | 31,650                    | -        | 3310 | Legal reserve                                                                  | 236,014                   | 1        | 236,014                  | 1        | 236,014                   | 1        |
| 1975                       | Net defined benefit asset, non-current                                                    | 191,710                   | 1        | 227,025                  | 1        | 185,332                   | 1        | 3320 | Special reserve                                                                | 757,960                   | 3        | 757,960                  | 3        | 757,960                   | 3        |
| 1980                       | Total other non-current financial assets (Note 8)                                         | 11,105                    | -        | -                        | -        | -                         | -        | 3350 | Unappropriated retained earnings                                               | 919,861                   | 4        | 234,629                  | 1        | 336,162                   | 2        |
| 1990                       | Other non-current assets                                                                  | 44,808                    | -        | 16,052                   | -        | 19,059                    | -        |      |                                                                                | 1,913,835                 | 8        | 1,228,603                | 5        | 1,330,136                 | 6        |
|                            |                                                                                           | 8,286,547                 | 36       | 10,266,839               | 43       | 10,497,592                | 44       | 3400 | Other equity                                                                   | (1,753,063)               | (8)      | (493,762)                | (2)      | (442,391)                 | (2)      |
|                            |                                                                                           |                           |          |                          |          |                           |          |      | <b>Total equity attributable to owners of the Company:</b>                     | 11,172,125                | 48       | 11,746,194               | 50       | 11,899,098                | 50       |
|                            |                                                                                           |                           |          |                          |          |                           |          | 36XX | Non-controlling interests                                                      | 9,152                     | -        | 10,425                   | -        | 9,970                     | -        |
|                            |                                                                                           |                           |          |                          |          |                           |          |      | <b>Total equity</b>                                                            | 11,181,277                | 48       | 11,756,619               | 50       | 11,909,068                | 50       |
|                            |                                                                                           |                           |          |                          |          |                           |          |      |                                                                                |                           |          |                          |          |                           |          |
|                            |                                                                                           |                           |          |                          |          |                           |          |      | <b>Total liabilities and equity</b>                                            | \$ 23,174,461             | 100      | 23,673,383               | 100      | 23,777,044                | 100      |

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Consolidated Statements of Comprehensive Income**  
**For the three months and nine months ended September 30, 2025 and 2024**  
**(Expressed in Thousands of , Except for Earnings Per Common Share)**

|      |                                                                                                                            | For the three months ended September 30 |     |           |      | For the nine months ended September 30 |     |            |     |
|------|----------------------------------------------------------------------------------------------------------------------------|-----------------------------------------|-----|-----------|------|----------------------------------------|-----|------------|-----|
|      |                                                                                                                            | 2025                                    |     | 2024      |      | 2025                                   |     | 2024       |     |
|      |                                                                                                                            | Amount                                  | %   | Amount    | %    | Amount                                 | %   | Amount     | %   |
| 4000 | Operating revenue (Notes 6(w) and 7)                                                                                       | \$ 5,631,506                            | 100 | 4,737,320 | 100  | 14,560,853                             | 100 | 13,187,195 | 100 |
| 5000 | Operating costs (Notes 6(g) and 7)                                                                                         | 5,091,784                               | 91  | 4,201,223 | 89   | 12,947,724                             | 89  | 11,542,525 | 88  |
| 5950 | Gross profit from operations                                                                                               | 539,722                                 | 9   | 536,097   | 11   | 1,613,129                              | 11  | 1,644,670  | 12  |
| 6000 | Operating expenses (Notes 6(e), (q), (s), (x) and 7):                                                                      |                                         |     |           |      |                                        |     |            |     |
| 6100 | Selling expenses                                                                                                           | 102,954                                 | 2   | 120,449   | 3    | 295,550                                | 2   | 394,970    | 3   |
| 6200 | Administrative expenses                                                                                                    | 232,446                                 | 4   | 208,818   | 4    | 663,160                                | 5   | 709,604    | 5   |
| 6300 | Research and development expenses                                                                                          | 177,221                                 | 3   | 255,417   | 5    | 573,929                                | 4   | 774,282    | 6   |
|      | Total operating expenses                                                                                                   | 512,621                                 | 9   | 584,684   | 12   | 1,532,639                              | 11  | 1,878,856  | 14  |
| 6900 | Net operating income (loss)                                                                                                | 27,101                                  | -   | (48,587)  | (1)  | 80,490                                 | -   | (234,186)  | (2) |
|      | Non-operating income and expenses (Note 6(y)):                                                                             |                                         |     |           |      |                                        |     |            |     |
| 7100 | Interest income (Note 7)                                                                                                   | 40,976                                  | 1   | 49,320    | 1    | 128,169                                | 1   | 163,936    | 1   |
| 7010 | Other income (Note 7)                                                                                                      | 294,550                                 | 5   | 29,411    | -    | 350,727                                | 2   | 88,361     | 1   |
| 7020 | Other gains and losses, net                                                                                                | (8,610)                                 | -   | (22,818)  | -    | 676,446                                | 5   | 141,631    | 1   |
| 7050 | Finance costs (Notes 6(q) and 7)                                                                                           | (15,678)                                | -   | (14,619)  | -    | (40,328)                               | -   | (30,384)   | -   |
|      |                                                                                                                            | 311,238                                 | 6   | 41,294    | 1    | 1,115,014                              | 8   | 363,544    | 3   |
| 7900 | Income before tax                                                                                                          | 338,339                                 | 6   | (7,293)   | -    | 1,195,504                              | 8   | 129,358    | 1   |
| 7950 | Less: Income tax expenses (Note 6(t))                                                                                      | 51,940                                  | 1   | 19,983    | -    | 393,114                                | 3   | 85,535     | 1   |
| 8200 | Net income (loss)                                                                                                          | 286,399                                 | 5   | (27,276)  | -    | 802,390                                | 5   | 43,823     | -   |
| 8300 | Other comprehensive income (loss):                                                                                         |                                         |     |           |      |                                        |     |            |     |
| 8310 | Components of other comprehensive income (loss) that will not be reclassified to profit or loss                            |                                         |     |           |      |                                        |     |            |     |
| 8316 | Unrealized gains (losses) from investments in equity instruments measured at fair value through other comprehensive income | (79,261)                                | (1) | (689,413) | (15) | (929,830)                              | (6) | 144,096    | 1   |
| 8349 | Income tax related to components of other comprehensive income that will not be reclassified to profit or loss             | -                                       | -   | -         | -    | -                                      | -   | -          | -   |
|      | Components of other comprehensive income (loss) that will not be reclassified to profit or loss                            | (79,261)                                | (1) | (689,413) | (15) | (929,830)                              | (6) | 144,096    | 1   |
| 8360 | Components of other comprehensive income (loss) that will be reclassified to profit or loss                                |                                         |     |           |      |                                        |     |            |     |
| 8361 | Exchange differences on translation of foreign financial statements                                                        | 271,182                                 | 5   | 2,974     | -    | (413,757)                              | (3) | 275,341    | 2   |
| 8365 | Equity related to non-current assets (or disposal groups) classified as held for sale                                      | -                                       | -   | 4,416     | -    | 1,176                                  | -   | 5,029      | -   |
| 8399 | Income tax related to components of other comprehensive income (loss) that will be reclassified to profit or loss          | 54,118                                  | 1   | 644       | -    | (82,368)                               | (1) | 55,007     | -   |
|      | Components of other comprehensive income (loss) that will be reclassified to profit or loss                                | 217,064                                 | 4   | 6,746     | -    | (330,213)                              | (2) | 225,363    | 2   |
| 8300 | Other comprehensive income (loss), net of taxes                                                                            | 137,803                                 | 3   | (682,667) | (15) | (1,260,043)                            | (8) | 369,459    | 3   |
| 8500 | Total comprehensive income (loss)                                                                                          | \$ 424,202                              | 8   | (709,943) | (15) | (457,653)                              | (3) | 413,282    | 3   |
|      | Profit (loss), attributable to:                                                                                            |                                         |     |           |      |                                        |     |            |     |
| 8610 | Profit (loss), attributable to owners of parent                                                                            | \$ 286,427                              | 5   | (27,255)  | -    | 802,677                                | 5   | 43,956     | -   |
| 8620 | Profit (loss), attributable to non-controlling interests                                                                   | (28)                                    | -   | (21)      | -    | (287)                                  | -   | (133)      | -   |
|      |                                                                                                                            | \$ 286,399                              | 5   | (27,276)  | -    | 802,390                                | 5   | 43,823     | -   |
|      | Comprehensive (loss) income attributable to:                                                                               |                                         |     |           |      |                                        |     |            |     |
| 8710 | Comprehensive (loss) income, attributable to owners of parent                                                              | \$ 423,644                              | 8   | (709,675) | (15) | (456,624)                              | (3) | 413,110    | 3   |
| 8720 | Comprehensive (loss) income, attributable to non-controlling interests                                                     | 558                                     | -   | (268)     | -    | (1,029)                                | -   | 172        | -   |
|      |                                                                                                                            | \$ 424,202                              | 8   | (709,943) | (15) | (457,653)                              | (3) | 413,282    | 3   |
|      | Earnings (loss) per share (expressed in dollars) (Note 6(v))                                                               |                                         |     |           |      |                                        |     |            |     |
| 9750 | Basic earnings (loss) per share                                                                                            | \$ 0.51                                 |     | (0.05)    |      | 1.44                                   |     | 0.08       |     |
| 9850 | Diluted earnings (loss) per share                                                                                          | \$ 0.51                                 |     | (0.05)    |      | 1.43                                   |     | 0.08       |     |

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Consolidated Statements of Changes in Equity**  
**For the nine months ended September 30, 2025 and 2024**  
**(Expressed in Thousands of )**

|                                                                                           | Equity attributable to owners of parent |                  |                |                 |                                     |                                                                              |                                                                                                                     |                                                                        |                                                     |                              |                   |
|-------------------------------------------------------------------------------------------|-----------------------------------------|------------------|----------------|-----------------|-------------------------------------|------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------|-----------------------------------------------------|------------------------------|-------------------|
|                                                                                           | Retained earnings                       |                  |                |                 |                                     | Exchange differences<br>on translation of<br>foreign financial<br>statements | Unrealized gains<br>(losses) on financial<br>assets measured at fair<br>value through other<br>comprehensive income | Equity Directly<br>Associated with<br>Disposal Groups<br>Held-for-Sale | Total equity<br>attributable to<br>owners of parent | Non-controlling<br>interests | Total equity      |
|                                                                                           | Ordinary<br>shares                      | Capital surplus  | Legal reserve  | Special reserve | Unappropriated<br>retained earnings |                                                                              |                                                                                                                     |                                                                        |                                                     |                              |                   |
| <b>Balance at January 1, 2024</b>                                                         | \$ 5,574,030                            | 5,437,323        | 134,693        | 319,468         | 1,389,422                           | (741,480)                                                                    | (7,490)                                                                                                             | (62,575)                                                               | 12,043,391                                          | 9,798                        | 12,053,189        |
| Profit (loss)                                                                             | -                                       | -                | -              | -               | 43,956                              | -                                                                            | -                                                                                                                   | -                                                                      | 43,956                                              | (133)                        | 43,823            |
| Other comprehensive income                                                                | -                                       | -                | -              | -               | -                                   | 220,029                                                                      | 144,096                                                                                                             | 5,029                                                                  | 369,154                                             | 305                          | 369,459           |
| Total comprehensive income                                                                | -                                       | -                | -              | -               | 43,956                              | 220,029                                                                      | 144,096                                                                                                             | 5,029                                                                  | 413,110                                             | 172                          | 413,282           |
| Appropriation and distribution of retained earnings:                                      |                                         |                  |                |                 |                                     |                                                                              |                                                                                                                     |                                                                        |                                                     |                              |                   |
| Legal reserve appropriated                                                                | -                                       | -                | 101,321        | -               | (101,321)                           | -                                                                            | -                                                                                                                   | -                                                                      | -                                                   | -                            | -                 |
| Special reserve appropriated                                                              | -                                       | -                | -              | 438,492         | (438,492)                           | -                                                                            | -                                                                                                                   | -                                                                      | -                                                   | -                            | -                 |
| Cash dividends                                                                            | -                                       | -                | -              | -               | (557,403)                           | -                                                                            | -                                                                                                                   | -                                                                      | (557,403)                                           | -                            | (557,403)         |
| Reclassification of assets held for sale                                                  | -                                       | -                | -              | -               | -                                   | (123,011)                                                                    | -                                                                                                                   | 123,011                                                                | -                                                   | -                            | -                 |
| <b>Balance at September 30, 2024</b>                                                      | <u>\$ 5,574,030</u>                     | <u>5,437,323</u> | <u>236,014</u> | <u>757,960</u>  | <u>336,162</u>                      | <u>(644,462)</u>                                                             | <u>136,606</u>                                                                                                      | <u>65,465</u>                                                          | <u>11,899,098</u>                                   | <u>9,970</u>                 | <u>11,909,068</u> |
| <b>Balance at January 1, 2025</b>                                                         | \$ 5,574,030                            | 5,437,323        | 236,014        | 757,960         | 234,629                             | (579,677)                                                                    | 26,826                                                                                                              | 59,089                                                                 | 11,746,194                                          | 10,425                       | 11,756,619        |
| Profit (loss)                                                                             | -                                       | -                | -              | -               | 802,677                             | -                                                                            | -                                                                                                                   | -                                                                      | 802,677                                             | (287)                        | 802,390           |
| Other comprehensive income (loss)                                                         | -                                       | -                | -              | -               | -                                   | (330,411)                                                                    | (929,830)                                                                                                           | 940                                                                    | (1,259,301)                                         | (742)                        | (1,260,043)       |
| Total comprehensive income (loss)                                                         | -                                       | -                | -              | -               | 802,677                             | (330,411)                                                                    | (929,830)                                                                                                           | 940                                                                    | (456,624)                                           | (1,029)                      | (457,653)         |
| Appropriation and distribution of retained earnings:                                      |                                         |                  |                |                 |                                     |                                                                              |                                                                                                                     |                                                                        |                                                     |                              |                   |
| Cash dividends                                                                            | -                                       | -                | -              | -               | (117,314)                           | -                                                                            | -                                                                                                                   | -                                                                      | (117,314)                                           | -                            | (117,314)         |
| Disposal of subsidiary held for sale                                                      | -                                       | -                | -              | -               | -                                   | 60,029                                                                       | -                                                                                                                   | (60,029)                                                               | -                                                   | -                            | -                 |
| Difference between consideration and carrying amount of subsidiaries acquired or disposed | -                                       | -                | -              | -               | (131)                               | -                                                                            | -                                                                                                                   | -                                                                      | (131)                                               | 131                          | -                 |
| Changes in non-controlling interests                                                      | -                                       | -                | -              | -               | -                                   | -                                                                            | -                                                                                                                   | -                                                                      | -                                                   | (375)                        | (375)             |
| <b>Balance at September 30, 2025</b>                                                      | <u>\$ 5,574,030</u>                     | <u>5,437,323</u> | <u>236,014</u> | <u>757,960</u>  | <u>919,861</u>                      | <u>(850,059)</u>                                                             | <u>(903,004)</u>                                                                                                    | <u>-</u>                                                               | <u>11,172,125</u>                                   | <u>9,152</u>                 | <u>11,181,277</u> |

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Consolidated Statements of Cash Flows**  
**For the nine months ended September 30, 2025 and 2024**  
**(Expressed in Thousands of )**

|                                                                                  | <b>For the nine months ended September 30</b> |                  |
|----------------------------------------------------------------------------------|-----------------------------------------------|------------------|
|                                                                                  | <b>2025</b>                                   | <b>2024</b>      |
| <b>Cash flows from (used in) operating activities:</b>                           |                                               |                  |
| Income before tax                                                                | \$ 1,195,504                                  | 129,358          |
| <b>Adjustments:</b>                                                              |                                               |                  |
| Adjustments to reconcile profit (loss):                                          |                                               |                  |
| Depreciation expense                                                             | 341,880                                       | 366,142          |
| Amortization expense                                                             | 41,674                                        | 29,364           |
| Expected credit (gains) losses                                                   | (1,233)                                       | 50,984           |
| Net gain on financial assets or liabilities at fair value through profit or loss | (3,496)                                       | (45,986)         |
| Interest expense                                                                 | 40,328                                        | 30,384           |
| Interest income                                                                  | (128,169)                                     | (163,936)        |
| Dividend income                                                                  | (259,079)                                     | -                |
| Loss (gain) on disposal of property, plant and equipment                         | 23,806                                        | (1,015)          |
| Gain on disposal of non-current assets held for sale                             | (738,971)                                     | -                |
| Unrealized foreign exchange gain                                                 | (34,772)                                      | (156,097)        |
| Reversal of long-term deferred revenue                                           | (5,727)                                       | (5,726)          |
| (Gain) loss on lease modifications                                               | (370)                                         | 245              |
| <b>Total adjustments to reconcile profit (loss)</b>                              | <b>(724,129)</b>                              | <b>104,359</b>   |
| <b>Changes in operating assets and liabilities:</b>                              |                                               |                  |
| Changes in operating assets:                                                     |                                               |                  |
| (Acquisition) disposal of financial assets at fair value through profit or loss  | (346,059)                                     | 1,109,265        |
| Decrease in notes receivable                                                     | -                                             | 21               |
| Increase in accounts receivable                                                  | (317,310)                                     | (418,300)        |
| Decrease in other receivables                                                    | 81,109                                        | 61,769           |
| Increase in inventories                                                          | (138,504)                                     | (180,224)        |
| Decrease (increase) in prepayments                                               | 23,231                                        | (11,810)         |
| Decrease (increase) in other current assets                                      | 9,966                                         | (43,328)         |
| Decrease (increase) in other operating assets                                    | 35,315                                        | (1,634)          |
| <b>Total changes in operating assets</b>                                         | <b>(652,252)</b>                              | <b>515,759</b>   |
| Changes in operating liabilities:                                                |                                               |                  |
| Increase in notes payable                                                        | 155,068                                       | 12,674           |
| Increase in accounts payable                                                     | 410,210                                       | 31,772           |
| Decrease in other payables                                                       | (11,160)                                      | (159,567)        |
| Decrease in provisions                                                           | (8,980)                                       | (12,674)         |
| Decrease in other current liabilities                                            | (66,739)                                      | (312,768)        |
| <b>Total changes in operating liabilities</b>                                    | <b>478,399</b>                                | <b>(440,563)</b> |
| <b>Total changes in operating assets and liabilities</b>                         | <b>(173,853)</b>                              | <b>75,196</b>    |
| <b>Total adjustments</b>                                                         | <b>(897,982)</b>                              | <b>179,555</b>   |
| Cash inflow generated from operations                                            | 297,522                                       | 308,913          |
| Interest received                                                                | 111,409                                       | 154,913          |
| Interest paid                                                                    | (40,604)                                      | (26,438)         |
| Income taxes paid                                                                | (56,735)                                      | (214,153)        |
| <b>Net cash flows provided by operating activities</b>                           | <b>311,592</b>                                | <b>223,235</b>   |

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Consolidated Statements of Cash Flows (CONT'D)**  
**For the nine months ended September 30, 2025 and 2024**  
**(Expressed in Thousands of )**

|                                                                                                      | <b>For the nine months ended September 30</b> |                    |
|------------------------------------------------------------------------------------------------------|-----------------------------------------------|--------------------|
|                                                                                                      | <b>2025</b>                                   | <b>2024</b>        |
| <b>Cash flows from (used in) investing activities:</b>                                               |                                               |                    |
| Acquisition of financial assets at fair value through other comprehensive income                     | -                                             | (3,999,913)        |
| Proceeds from capital reduction of financial assets at fair value through other comprehensive income | 43,911                                        | -                  |
| Acquisition of financial assets at amortized cost                                                    | (8,043,306)                                   | (8,927,048)        |
| Proceeds from disposal of financial assets at amortized cost                                         | 6,853,306                                     | 10,383,218         |
| Proceeds from disposal of non-current assets classified as held for sale                             | 157,372                                       | 450,589            |
| Acquisition of property, plant and equipment                                                         | (88,404)                                      | (719,372)          |
| Proceeds from disposal of property, plant and equipment                                              | 19,191                                        | 43,183             |
| Increase in refundable deposits                                                                      | (1,925)                                       | (1,022)            |
| Decrease in refundable deposits                                                                      | 2,256                                         | 108                |
| Acquisition of intangible assets                                                                     | (25,638)                                      | (360)              |
| Proceeds from disposal of investment properties                                                      | -                                             | 280,000            |
| Increase in other current financial assets                                                           | (627,623)                                     | (398,139)          |
| Decrease in other current financial assets                                                           | 693,545                                       | 345,989            |
| Increase in other non-current financial assets                                                       | (11,195)                                      | -                  |
| Increase in other non-current assets                                                                 | (42,711)                                      | (4,029)            |
| Increase in prepayments for business facilities                                                      | (120,565)                                     | (26,905)           |
| Dividends received                                                                                   | 259,079                                       | -                  |
| <b>Net cash flows used in investing activities</b>                                                   | <b>(932,707)</b>                              | <b>(2,573,701)</b> |
| <b>Cash flows from (used in) financing activities:</b>                                               |                                               |                    |
| Increase in short-term loans                                                                         | 1,668,458                                     | 1,542,237          |
| Decrease in short-term loans                                                                         | (1,685,964)                                   | (480,624)          |
| Increase in guarantee deposits received                                                              | 18,791                                        | 24,092             |
| Decrease in guarantee deposits received                                                              | (24,279)                                      | (29,373)           |
| Payments of lease liabilities                                                                        | (75,494)                                      | (68,652)           |
| Cash dividends paid                                                                                  | (117,314)                                     | (557,403)          |
| Acquisition of ownership interests in subsidiaries                                                   | (375)                                         | -                  |
| <b>Net cash flows (used in) generated from financing activities</b>                                  | <b>(216,177)</b>                              | <b>430,277</b>     |
| <b>Effect of exchange rate changes on cash and cash equivalents</b>                                  | <b>(167,431)</b>                              | <b>70,729</b>      |
| <b>Net decrease in cash and cash equivalents</b>                                                     | <b>(1,004,723)</b>                            | <b>(1,849,460)</b> |
| <b>Cash and cash equivalents at the beginning of period</b>                                          | <b>4,407,477</b>                              | <b>5,665,075</b>   |
| <b>Cash and cash equivalents at the end of period</b>                                                | <b>\$ 3,402,754</b>                           | <b>3,815,615</b>   |
| <b>Components of cash and cash equivalents:</b>                                                      |                                               |                    |
| Cash and cash equivalents reported in the statement of financial position                            | \$ 3,402,754                                  | 3,717,161          |
| Reclassification to (non-current) assets (or disposal groups) held for sale                          | -                                             | 98,454             |
| <b>Cash and cash equivalents at end of period</b>                                                    | <b>\$ 3,402,754</b>                           | <b>3,815,615</b>   |

See accompanying notes to consolidated financial statements.

(English Translation of Consolidated Financial Statements Originally Issued in Chinese)  
**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**  
**September 30, 2025 and 2024**  
**(Expressed in Thousands of , Unless Otherwise Specified)**

**(1) Company history**

Elitegroup Computer Systems Co., Ltd. (the “Company”) was established in May 1987 and began operations in June 1987. The Company designs, develops, and sells motherboards, desktop computers, notebook, tablet computers, barebone systems and add-on cards. Please refer to Note 6(w).

The Company’s common shares were listed on the Taiwan Stock Exchange (TWSE) on September 21, 1994.

**(2) Approval date and procedures of the consolidated financial statements**

The consolidated financial statements were authorized for issuance by the Board of Directors on November 7, 2025.

**(3) New standards, amendments and interpretations adopted**

- (a) The impact of the IFRS Accounting Standards endorsed by the Financial Supervisory Commission, R.O.C. which have already been adopted.

The Group has initially adopted the following new amendments, which do not have a significant impact on its consolidated financial statements, from January 1, 2025:

- Amendments to IAS21 “Lack of Exchangeability”

- (b) The impact of IFRS Accounting Standards endorsed by the FSC but not yet effective

The Group assesses that the adoption of the following new amendments, effective for annual period beginning on January 1, 2026, would not have a significant impact on its consolidated financial statements:

- IFRS 17 “Insurance Contracts” and amendments to IFRS 17 “Insurance Contracts”
- Amendments to IFRS 9 and IFRS 7 “Amendments to the Classification and Measurement of Financial Instruments”
- Annual Improvements to IFRS Accounting Standards—Volume 11
- Amendments to IFRS 9 and IFRS 7 “Contracts Referencing Nature-dependent Electricity”

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

- (c) The impact of IFRS Accounting Standards issued by IASB but not yet endorsed by the FSC

The following new and amended standards, which may be relevant to the Group, have been issued by the International Accounting Standards Board (IASB), but have yet to be endorsed by the FSC:

| <b>Standards or Interpretations</b>                           | <b>Content of amendment</b>                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                                   | <b>Effective date per IASB</b>                                                                                                                                                                                                                    |
|---------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| IFRS 18 “Presentation and Disclosure in Financial Statements” | <p>The new standard introduces three categories of income and expenses, two income statement subtotals and one single note on management performance measures. The three amendments, combined with enhanced guidance on how to disaggregate information, set the stage for better and more consistent information for users, and will affect all the entities.</p> <ul style="list-style-type: none"> <li>• A more structured income statement: under current standards, companies use different formats to present their results, making it difficult for investors to compare financial performance across companies. The new standard promotes a more structured income statement, introducing a newly defined ‘operating profit’ subtotal and a requirement for all income and expenses to be allocated between three new distinct categories based on a company’s main business activities.</li> <li>• Management performance measures (MPMs): the new standard introduces a definition for management performance measures, and requires companies to explain in a single note to the financial statements why the measure provides useful information, how it is calculated and reconcile it to an amount determined under IFRS Accounting Standards.</li> <li>• Greater disaggregation of information: the new standard includes enhanced guidance on how companies group information in the financial statements. This includes guidance on whether information is included in the primary financial statements or is further disaggregated in the notes.</li> </ul> | <p>January 1, 2027<br/> note: On September 25, 2025, the FSC issued a press release announcing that Taiwan will adopt IFRS 18 beginning in 2028. Entities that need to adopt the new standard earlier may do with the endorsement of the FSC.</p> |

(Continued)

## ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

The Group is evaluating the impact on its consolidated financial position and consolidated financial performance upon the initial adoption of the abovementioned standards or interpretations. The results thereof will be disclosed when the Group completes its evaluation.

The Group does not expect the following other new and amended standards, which have yet to be endorsed by the FSC, to have a significant impact on its consolidated financial statements:

- Amendments to IFRS 10 and IAS 28 “Sale or Contribution of Assets Between an Investor and Its Associate or Joint Venture”
- IFRS 19 “Subsidiaries without Public Accountability: Disclosures” and amendments to IFRS 19 “Subsidiaries without Public Accountability: Disclosures”

#### (4) Summary of material accounting policies:

##### (a) Statement of compliance

These consolidated financial statements have been prepared in accordance with the preparation and guidelines of IAS 34 “Interim Financial Reporting” which are endorsed and issued into effect by FSC, and do not include all of the information required by the Regulations and International Financial Reporting Standards, International Accounting Standards, IFRIC Interpretations and SIC Interpretations endorsed and issued into effect by the FSC (hereinafter referred to IFRS endorsed by the FSC) for a complete set of the annual consolidated financial statements.

Except the following accounting policies mentioned below, the material accounting policies adopted in the consolidated financial statements are the same as those in the consolidated financial statement for the year ended December 31, 2024. For the related information, please refer to note 4 of the consolidated financial statements for the year ended December 31, 2024.

##### (b) Basis of consolidation

##### (i) List of subsidiaries in the consolidated financial statements

List of the subsidiaries included in the consolidated financial statements:

| Name of investor | Name of investee                                   | Principal activity                                                                  | Shareholding       |                   |                    | Note     |
|------------------|----------------------------------------------------|-------------------------------------------------------------------------------------|--------------------|-------------------|--------------------|----------|
|                  |                                                    |                                                                                     | September 30, 2025 | December 31, 2024 | September 30, 2024 |          |
| The Company      | Elitegroup Computer Systems (HK) Co., Limited      | Sale of motherboards, computer peripheral products and related components           | 100.00 %           | 100.00 %          | 100.00 %           |          |
| The Company      | Elitegroup Computer Systems (Japan) Co., Ltd.      | Sale of motherboards, notebook, computer peripheral products and related components | 100.00 %           | 100.00 %          | 100.00 %           |          |
| The Company      | Elitegroup Computer System Holding Co., Ltd. (BVI) | Holding company                                                                     | 100.00 %           | 100.00 %          | 100.00 %           |          |
| The Company      | ECS Holding (America) Co. (USA)                    | Holding company                                                                     | 100.00 %           | 100.00 %          | 100.00 %           |          |
| The Company      | Elitegroup Computer Systems Korea Co., Ltd.        | Sale of motherboards, maintenance and sales support                                 | 100.00 %           | 100.00 %          | 100.00 %           |          |
| The Company      | Dragon Asia Trading Co., Ltd. (BVI) (Dragon Asia)  | Holding company                                                                     | - %                | - %               | - %                | (Note 1) |

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

| Name of investor                                   | Name of investee                                                                            | Principal activity                                                                                                          | Shareholding       |                   |                    | Note               |
|----------------------------------------------------|---------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------|--------------------|-------------------|--------------------|--------------------|
|                                                    |                                                                                             |                                                                                                                             | September 30, 2025 | December 31, 2024 | September 30, 2024 |                    |
| The Company                                        | Unitop International Corp.                                                                  | Holding company                                                                                                             | 100.00 %           | 100.00 %          | 100.00 %           | (Note 2)           |
| The Company                                        | Unity Investments Limited                                                                   | Holding company                                                                                                             | 100.00 %           | 100.00 %          | 100.00 %           |                    |
| The Company                                        | ECS Holding (HK) Co., Limited (ECS Holding (HK))                                            | Holding company                                                                                                             | 100.00 %           | 100.00 %          | 100.00 %           | (Notes 1 and 7)    |
| The Company                                        | Elitegroup Technology (Thailand) Co., Ltd.                                                  | Manufacture and sale of computer and computer peripheral products                                                           | 99.99 %            | 99.99 %           | 99.99 %            | (Note 8)           |
| The Company                                        | ECS Industrial Computer Co., Ltd.                                                           | Sale of computer, computer peripheral products and related components                                                       | - %                | 100.00 %          | 100.00 %           | (Note 3)           |
| The Company                                        | Elite Technology (Cayman) Co., Ltd.(Elite Technology (Cayman))                              | Holding company                                                                                                             | 100.00 %           | 100.00 %          | 100.00 %           | (Notes 5, 6 and 7) |
| Dragon Asia Trading Co., Ltd. (BVI)                | Million Up Finance Limited (Million Up)                                                     | Holding company                                                                                                             | - %                | - %               | - %                | (Note 1)           |
| Elitegroup Computer System Holding Co., Ltd. (BVI) | Venture Well Holdings Limited (BVI)                                                         | Holding company                                                                                                             | 68.45 %            | 68.45 %           | 68.45 %            |                    |
| Elitegroup Computer Systems (HK) Co., Ltd. Limited | Xun Rui Electron (Shenzhen) Co., Ltd.                                                       | Manufacture and maintenance of electrical equipment and instrument, computer peripheral products and cases                  | 100.00 %           | 100.00 %          | 100.00 %           |                    |
| Elitegroup Computer Systems (HK) Co., Ltd. Limited | Beijing Xun Run Technology Co., Ltd.                                                        | Manufacture and maintenance of electrical equipment and instrument, computer peripheral products and cases                  | 100.00 %           | 100.00 %          | 100.00 %           |                    |
| ECS Holding (America) Co. (USA)                    | Super ECS USA, Inc.                                                                         | Sale of motherboards, computer peripheral products and related components                                                   | 100.00 %           | 100.00 %          | 100.00 %           |                    |
| ECS Holding (America) Co. (USA)                    | Elitegroup Computer Systems Inc. (USA)                                                      | Sale of motherboards, notebook, computer peripheral products, related components and systems assembled                      | 100.00 %           | 100.00 %          | 100.00 %           | (Note 10)          |
| Unitop International Corp.                         | Elitegroup Computer Systems (SIP) Co., Ltd.                                                 | Research, development and manufacture of notebook, tablets and related components                                           | - %                | 100.00 %          | 100.00 %           | (Note 2)           |
| Unity Investments Limited                          | Unique Sino Limited                                                                         | Holding company                                                                                                             | 100.00 %           | 100.00 %          | 100.00 %           |                    |
| Million Up Finance Limited                         | Golden Elite Technology (Shenzhen), Ltd. (興英科技(深圳)有限公司) (Golden Elite Technology (興英科技))    | Manufacture, research and development of PCBs, motherboards, systems, assembly of notebook, tablets and peripheral products | - %                | - %               | - %                | (Note 1)           |
| Venture Well Holdings Limited (BVI)                | Alpha Leader Limited (HK)                                                                   | Trading of IC and electric components                                                                                       | 100.00 %           | 100.00 %          | 100.00 %           |                    |
| Unique Sino Limited                                | ECS Trading (Shenzhen) Co., Ltd.                                                            | Wholesale, trade, maintenance and technical consultation of computers and peripheral products                               | 100.00 %           | 100.00 %          | 100.00 %           |                    |
| ECS Holding (HK) Co., Limited                      | Golden Elite Technology (Shenzhen) Ltd. (興英數位科技(深圳)有限公司) (Golden Elite Technology (興英數位科技)) | Manufacture, research and development of PCBs, motherboards, systems, assembly of notebook, tablets and peripheral products | 100.00 %           | 100.00 %          | 100.00 %           | (Note 1)           |

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

| Name of investor                                         | Name of investee                              | Principal activity                                                                                                          | Shareholding       |                   |                    | Note            |
|----------------------------------------------------------|-----------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------|--------------------|-------------------|--------------------|-----------------|
|                                                          |                                               |                                                                                                                             | September 30, 2025 | December 31, 2024 | September 30, 2024 |                 |
| Golden Elite Technology (Shenzhen) Ltd. (興英數位科技(深圳)有限公司) | Golden Signature (Jian) Co., Ltd.             | Manufacture, research and development of PCBs, motherboards, systems, assembly of notebook, tablets and peripheral products | - %                | 100.00 %          | 100.00 %           | (Note 4)        |
| Golden Elite Technology (Shenzhen) Ltd. (興英數位科技(深圳)有限公司) | Golden Prosperity (Jian) Co., Ltd.            | Manufacture, research and development of PCBs, motherboards, systems, assembly of notebook, tablets and peripheral products | - %                | 100.00 %          | 100.00 %           | (Note 4)        |
| ECS Trading (Shenzhen) Co., Ltd.                         | Tronco-Tech (Shenzhen) Ltd.                   | Wholesale of computer and related components, sale of software and technical consultation of computers                      | 100.00 %           | 70.00 %           | 70.00 %            | (Note 9)        |
| Elite Technology (Cayman) Co., Ltd.                      | Elite Circuit Technology (Shenzhen) Co., Ltd. | Manufacture, research and development of PCBs, motherboards, computers and peripheral products                              | 99.99 %            | 99.99 %           | 99.99 %            | (Note 6)        |
| Elite Technology (Cayman) Co., Ltd.                      | ECS Digital Ltd. (ECS Digital Technology)     | Manufacture, research and development of PCBs, motherboards, systems, assembly of notebook, tablets and peripheral products | 100.00 %           | 100.00 %          | 100.00 %           | (Notes 1 and 7) |

Note 1: Please refer to Note 6(h) for information of equity transactions.

Note 2: In order to activate its assets, a resolution had been approved during the board meeting of the Company held on June 21, 2023, for the disposal of both Elitegroup Computer Systems (SIP) Co. Ltd. and its upper-tier investment company, Unitop International Corp, with the chairman of the board, or an individual assigned by him, being granted the authority to actively seek for buyers. On June 6, 2024, Jiangsu Wuzhong High Tech Venture Capital Co., Ltd., entered into an agreement with the Company to acquire Elitegroup Computer Systems (SIP) Co. Ltd., and the transaction was completed in March 2025. Please refer to Note 6(i) for further details. In February and April of 2025, Unitop International Corp. resolved, through its Board of Directors, to return capital of USD 5,000 thousand by way of capital reduction and return of capital surplus and USD 5,000 thousand by way of return of capital surplus, respectively, which were remitted back to the Company in February and April 2025, respectively

Note 3: On February 21, 2025, the Board of Directors of the Company resolved to proceed with a simplified merger with ECS Industrial Computer Co., Ltd., with the Company as the surviving entity. The merger base date was set as June 30, 2025, and the merger and related amendments to registration were approved by the Ministry of Economic Affairs on October 7, 2025.

Note 4: Golden Signature (JIAN) Co., Ltd. and Golden Prosperity (JIAN) Co., Ltd. were legally registered on July 12, 2022, and the shareholders of both companies approved resolutions on September 5, 2024, for both companies to be liquidated. The liquidation completed in January 2025.

Note 5: In February 2024, the Company injected USD 15,000 thousand into Elite Technology (Cayman) Co., Ltd, bringing the cumulative investment amount to USD 33,500 thousand (\$1,058,760 thousand). On February 21, 2025, the Board of Directors resolved to discontinue further capital injections into Elite Technology (Cayman) Co., Ltd.

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## ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

- Note 6: In January and March 2024, Elite Technology (Cayman) Co., Ltd. injected THB 360,940 thousand and THB 127,295 thousand respectively into Elite Circuit Technology (Thailand) Co., Ltd., bringing the cumulative investment amount to THB 652,295 thousand (\$617,462 thousand). On February 21, 2025, the Board of Directors resolved to discontinue further capital injections into Elite Circuit Technology (Thailand) Co., Ltd.
- Note 7: On February 23, 2024, ECS Holding (HK) Co., Ltd. sold its entire shares in its subsidiary, ECS Digital Technology, to Elite Technology (Cayman) Co., Ltd., which is the subsidiary of the Company, at the amount of \$14,995 thousand, which had been fully paid according to the net value of ECS Digital Technology at the time of transaction, based on a resolution decided during the Company's board meeting held on December 24, 2023, with the approval of the Department of Investment Review, MOEA, with Letter No.11320055350. ECS Holding (HK) Co., Ltd. reduced its capital by USD15,000 thousand, which was remitted back to the Company in August and September 2024, based on a resolution approved during its shareholders' meeting held on May 20, 2024.
- Note 8: In March and December of 2024, and in March, April, May, and August of 2025, Elitegroup Technology Thailand Co., Ltd. conducted a cash capital increase, wherein the company participated with amounts of THB 32,500 thousand, THB 40,000 thousand, USD 400 thousand, THB 6,476 thousand, THB 50,000 thousand, and THB 50,000 thousand, respectively, resulting in the Company's accumulated investment increasing to THB 560,000 thousand (\$544,343 thousand). In August 2025, the Board of Directors of the Company approved a resolution for Elite Technology (Thailand) Co., Ltd. to undertake a capital reduction to offset accumulated losses, with a proposed reduction amount of THB 277,917 thousand. As of October 2025, the subsidiary has completed a capital reduction of THB 159,000 thousand.
- Note 9: ECS Trading (Shenzhen) Co., Ltd. acquired a 30% equity interest in Tronco-Tech (Shenzhen) Ltd. from minority shareholders and completed the registration of a 100% ownership in Tronco-Tech (Shenzhen) Ltd. in May 2025.
- Note 10: On May 7, 2025, the Board of Directors of the Company approved a resolution for Elitegroup Computer Systems Inc. (USA) to reduce its capital by USD 15,000 thousand and repatriate the funds to ECS Holding (America) Co.(USA) Subsequently, in July 2025, the Board of Directors of Elitegroup Computer Systems Inc. (USA) resolved to proceed with the capital reduction of USD 15,000 thousand, and the funds were successfully repatriated to ECS Holding (America) Co.(USA) in October 2025.
- Note 11: Except for ECS Holding (HK) Co., Ltd. and Golden Elite Technology (Shenzhen) Ltd. (興英數位科技), the financial statements for other immaterial subsidiaries were not reviewed for the nine months ended September 30, 2024.
- Note 12: Except for ECS Holding (HK) Co., Ltd., Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) and Unipoint International Corp., the financial statements for other immaterial subsidiaries were not reviewed for the nine months ended September 30, 2025.
- (ii) There are no subsidiaries excluded from the consolidated financial statements.

(c) Employee benefits

The pension cost in the interim period was calculated and disclosed on a year-to-date basis by using the actuarially determined pension cost rate at the end of the prior fiscal year.

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(d) Income taxes

The income tax expenses have been prepared and disclosed in accordance with paragraph B 12 of International Financial Reporting Standards 34, Interim Reporting.

Income tax expenses for the period are measured by multiplying together the pre-tax income for the interim reporting period and the management's best estimate of effective annual tax rate. This should be recognized fully as tax expense for the current period (and allocated to current and deferred taxes based on its proportionate size).

Temporary differences between the carrying amounts of assets and liabilities for financial reporting purposes and their respective tax bases shall be measured based on the tax rates that have been enacted or substantively enacted at the time of the asset or liability is recovered or settled, and be recognized directly in equity or other comprehensive income as tax expense.

**(5) Significant accounting judgments, estimates and major sources of estimation uncertainty**

The preparation of the consolidated financial statements in conformity with the Regulations and IAS 34 "Interim Financial Reporting" endorsed by the FSC requires management to make judgments, and estimates about the future, including climate-related risks and opportunities, that affect the application of the accounting policies and the reported amount of assets, liabilities, income and expenses. Actual results may differ from these estimates.

The preparation of the consolidated interim financial statements, estimates and underlying assumptions are reviewed on an ongoing basis which are in conformity with the consolidated financial statements for the year ended December 31, 2024. For related information, please refer to Note 5 of the consolidated financial statements for the year ended December 31, 2024.

Measurement process

The Group's accounting policies include measuring financial and non-financial assets and liabilities at fair value. The Group has established internal control system for fair value measurement. The Group's Finance & Accounting Center periodically renews input data for valuation models and makes all other necessary fair value adjustments to assure the rationality of fair value. Investment property is periodically remeasured by the Group's Finance & Accounting Center or by appraisers using appraisal method accepted by FSC.

The Group strives to use market observable inputs when measuring assets and liabilities. Different levels of the fair value hierarchy to be used in determining the fair value of financial instruments are as follows:

- (a) Level 1: quoted prices (unadjusted) in active markets for identical assets or liabilities.
- (b) Level 2: inputs other than quoted prices included within Level 1 that are observable for the assets or liabilities, either directly (i.e., as prices) or indirectly (i.e., derived from prices).
- (c) Level 3: inputs for the assets or liabilities that are not based on observable market data.

For any transfer within the fair value hierarchy, the impact of the transfer is recognized on the reporting date.

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

For assumptions used in measuring fair value, please refer to the following notes:

(a) Note 6(z), Financial instruments.

**(6) Explanation of significant accounts**

Except for the following disclosures, there were no material differences in the disclosures of significant accounts between the interim consolidated financial statements for the current period and the 2024 consolidated financial statements. Please refer to note 6 to the 2024 annual consolidated financial statements.

(a) Cash and cash equivalents

|                                                                       | September 30,<br>2025 | December 31,<br>2024 | September 30,<br>2024 |
|-----------------------------------------------------------------------|-----------------------|----------------------|-----------------------|
| Petty cash and foreign cash on hand                                   | \$ 1,236              | 1,358                | 1,438                 |
| Checking accounts and demand deposits                                 | 1,545,147             | 2,671,415            | 2,429,766             |
| Time deposits                                                         | 1,856,371             | 1,639,050            | 1,285,957             |
| Cash and cash equivalents in the consolidated statement of cash flows | <u>\$ 3,402,754</u>   | <u>4,311,823</u>     | <u>3,717,161</u>      |

The interest rates for time deposits with original maturities of less than three months were ranging from 0.6%~3.99%, from 0.7%~4.6% and from 0.70%~4.53% as of September 30, 2025, December 31, 2024 and September 30, 2024, respectively.

(b) Financial assets at fair value through profit or loss

|                                                      | September 30,<br>2025 | December 31,<br>2024 | September 30,<br>2024 |
|------------------------------------------------------|-----------------------|----------------------|-----------------------|
| Financial assets mandatorily classified as at FVTPL: |                       |                      |                       |
| Non-derivative financial assets                      |                       |                      |                       |
| <u>Current</u>                                       |                       |                      |                       |
| Mutual funds                                         | \$ 1,175,668          | 928,115              | 816,235               |
| Financial products                                   | 673,618               | 552,458              | 681,875               |
|                                                      | <u>\$ 1,849,286</u>   | <u>1,480,573</u>     | <u>1,498,110</u>      |
| <u>Non-current</u>                                   |                       |                      |                       |
| Foreign unlisted shares                              | \$ -                  | 3                    | 5                     |
| Domestic unlisted shares                             | 42,316                | 61,471               | 61,471                |
|                                                      | <u>\$ 42,316</u>      | <u>61,474</u>        | <u>61,476</u>         |

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The Group entered into dual currency investment to manage exposures to exchange rate and interest rate fluctuations of foreign currency denominated assets and liabilities. As of September 30, 2025, December 31, 2024 and September 30, 2024, it did not hold any outstanding derivative financial products. The investment income from derivative financial products for the three months and nine months ended September 30, 2025 and 2024, were zero, \$4,816 thousand, zero and \$9,376 thousand, respectively. However, those derivative financial products did not meet the criteria of hedge effectiveness and, therefore, were not accounted for using hedge accounting.

For amounts recognized in profit or loss for fair value remeasurement, please refer to Note 6(y).

(c) Financial assets at fair value through other comprehensive income

|                                                                      | <u>September 30,</u><br><u>2025</u> | <u>December 31,</u><br><u>2024</u> | <u>September 30,</u><br><u>2024</u> |
|----------------------------------------------------------------------|-------------------------------------|------------------------------------|-------------------------------------|
| Equity investments at fair value through other comprehensive income: |                                     |                                    |                                     |
| Domestic listed shares—Tatung Co.                                    | \$ <u>3,232,998</u>                 | <u>4,206,739</u>                   | <u>4,316,519</u>                    |

(i) Equity investments at fair value through other comprehensive income

The Group designated the investments shown above as equity securities at fair value through other comprehensive income because these equity securities represent those investments that the Group intends to hold for the long-term strategic purposes and rather for trading.

During the three months ended September 30, 2025 and 2024 and the nine months ended September 30, 2025 and 2024, the dividends of \$259,079 thousand, zero, \$259,079 thousand, and zero, related to equity investments at fair value through other comprehensive income held on September 30, 2025 and 2024, respectively, were recognized.

There were no disposals of strategic investments and reclassifications of any cumulative gain or loss within equity relating to these investments for the nine months ended September 30, 2025 and 2024.

- (ii) For credit risk (including the impairment of debt investments) and market risk, please refer to Note 6(z).
- (iii) As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group's financial assets at fair value through other comprehensive income were not pledged as collateral.

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(d) Financial assets at amortized cost

|                                                             | <b>September 30,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>September 30,<br/>2024</b> |
|-------------------------------------------------------------|-------------------------------|------------------------------|-------------------------------|
| <u>Current</u>                                              |                               |                              |                               |
| Time deposits with original maturity of more than 3 months  | \$ 2,827,002                  | 1,994,814                    | 2,030,401                     |
| Time deposits with original maturity of less than one year  | 599,859                       | 45,608                       | -                             |
| Pledged time deposits                                       | <u>605,755</u>                | <u>288,814</u>               | <u>296,003</u>                |
|                                                             | <u><b>\$ 4,032,616</b></u>    | <u><b>2,329,236</b></u>      | <u><b>2,326,404</b></u>       |
| <u>Non-current</u>                                          |                               |                              |                               |
| Time deposits with original maturity of more than 12 months | <u>\$ -</u>                   | <u><b>592,907</b></u>        | <u><b>632,332</b></u>         |

The Group has assessed that these financial assets are held-to-maturity to collect contractual cash flows, which consist solely of payments of principal and interest on principal amount outstanding. Therefore, these investments were classified as financial assets measured at amortized cost.

- (i) The interest rates for time deposits with original maturities of more than 3 months were ranging from 0.8%~4.34%, from 1.29%~5% and from 1.25%~5.47% as of September 30, 2025, December 31, 2024 and September 30, 2024, respectively.
- (ii) The interest rates for time deposits with original maturities of more than 12 months were both ranging from 2.9%~3.1% as of December 31, 2024 and September 30, 2024.
- (iii) For information relating to credit risk, please refer to Note 6(z).
- (iv) For information relating to the above financial assets pledged as collateral for tariff guarantee and acceptance bill limit, please refer to Note 8.

(e) Notes receivable and accounts receivable

|                                       | <b>September 30,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>September 30,<br/>2024</b> |
|---------------------------------------|-------------------------------|------------------------------|-------------------------------|
| <u>At amortized cost</u>              |                               |                              |                               |
| Accounts receivable                   | \$ 2,965,518                  | 2,634,591                    | 2,830,135                     |
| Accounts receivable — related parties | 7,253                         | 24,132                       | 26,861                        |
| Less: allowance for impairment loss   | <u>(17,236)</u>               | <u>(18,482)</u>              | <u>(60,505)</u>               |
|                                       | <u><b>\$ 2,955,535</b></u>    | <u><b>2,640,241</b></u>      | <u><b>2,796,491</b></u>       |

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The Group applies the simplified approach to provide for its expected credit losses, i.e., the use of lifetime expected loss provision for all receivables. To measure the expected credit losses, trade receivables have been grouped based on shared credit risk characteristics, as well as the incorporated forward-looking information. The loss allowance provisions were determined as follows:

|                         | <b>September 30, 2025</b>        |                                            |                                     |
|-------------------------|----------------------------------|--------------------------------------------|-------------------------------------|
|                         | <b>Gross carrying<br/>amount</b> | <b>Weighted-<br/>average loss<br/>rate</b> | <b>Loss allowance<br/>provision</b> |
| Not Past Due            | \$ 2,889,823                     | -%                                         | -                                   |
| Past Due within 60 days | 66,230                           | 0.78%                                      | (520)                               |
| Past Due 61~90 days     | 2                                | 2%                                         | -                                   |
| Past Due Over 180 days  | 16,716                           | 100%                                       | (16,716)                            |
|                         | <u><b>\$ 2,972,771</b></u>       |                                            | <u><b>(17,236)</b></u>              |
|                         | <b>December 31, 2024</b>         |                                            |                                     |
|                         | <b>Gross carrying<br/>amount</b> | <b>Weighted-<br/>average loss<br/>rate</b> | <b>Loss allowance<br/>provision</b> |
| Not Past Due            | \$ 2,595,584                     | -%                                         | -                                   |
| Past Due within 60 days | 44,176                           | 0.4%                                       | (178)                               |
| Past Due 61~90 days     | 830                              | 21%                                        | (171)                               |
| Past Due Over 180 days  | 18,133                           | 100%                                       | (18,133)                            |
|                         | <u><b>\$ 2,658,723</b></u>       |                                            | <u><b>(18,482)</b></u>              |
|                         | <b>September 30, 2024</b>        |                                            |                                     |
|                         | <b>Gross carrying<br/>amount</b> | <b>Weighted-<br/>average loss<br/>rate</b> | <b>Loss allowance<br/>provision</b> |
| Not Past Due            | \$ 2,787,492                     | -%                                         | -                                   |
| Past Due within 60 days | 9,021                            | 0.58%                                      | (52)                                |
| Past Due 91~180 days    | 31                               | 3.23%                                      | (1)                                 |
| Past Due Over 180 days  | 60,452                           | 100%                                       | (60,452)                            |
|                         | <u><b>\$ 2,856,996</b></u>       |                                            | <u><b>(60,505)</b></u>              |

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The movements in the allowance for trade receivables and notes receivable were as follows:

|                                   | <b>For the nine months ended<br/>September 30</b> |                      |
|-----------------------------------|---------------------------------------------------|----------------------|
|                                   | <b>2025</b>                                       | <b>2024</b>          |
| Balance at January 1              | \$ 18,482                                         | 14,034               |
| Impairment losses recognized      | -                                                 | 46,466               |
| Impairment losses reversed        | (1,233)                                           | -                    |
| Foreign exchange gains and losses | (13)                                              | 5                    |
| Balance at September 30           | <u><u>\$ 17,236</u></u>                           | <u><u>60,505</u></u> |

For information relating to credit risk, please refer to Note 6(z).

(f) Other receivables and overdue receivables

For other receivables and overdue receivables that have the indications of impairment, the Group recognizes loss allowance at full amount after deducting the value of related collateral.

|                                                   | <b>September 30,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>September 30,<br/>2024</b> |
|---------------------------------------------------|-------------------------------|------------------------------|-------------------------------|
| <u>Other receivables</u>                          |                               |                              |                               |
| Tax refund receivable                             | \$ 33,909                     | 31,723                       | 22,532                        |
| Receivable from resale of scrap                   | 14,591                        | 19,296                       | 14,085                        |
| Receivable from disposal of subsidiary(Note 6(i)) | 263,442                       | -                            | -                             |
| Others                                            | 79,960                        | 75,756                       | 68,799                        |
| Less: allowance for impairment loss               | (21,211)                      | (22,507)                     | (26,397)                      |
|                                                   | <u><u>\$ 370,691</u></u>      | <u><u>104,268</u></u>        | <u><u>79,019</u></u>          |

The movements in the allowance for other receivables were as follows:

|                                   | <b>For the nine months ended<br/>September 30</b> |                      |
|-----------------------------------|---------------------------------------------------|----------------------|
|                                   | <b>2025</b>                                       | <b>2024</b>          |
| Balance at January 1              | \$ 22,507                                         | 21,355               |
| Impairment losses recognized      | -                                                 | 4,518                |
| Foreign exchange gains and losses | (1,296)                                           | 524                  |
| Balance at September 30           | <u><u>\$ 21,211</u></u>                           | <u><u>26,397</u></u> |

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

|                                     | <b>September 30,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>September 30,<br/>2024</b> |
|-------------------------------------|-------------------------------|------------------------------|-------------------------------|
| <u>Overdue receivables</u>          |                               |                              |                               |
| Overdue receivables                 | \$ 3,076,514                  | 3,300,734                    | 3,191,978                     |
| Less: allowance for impairment loss | <u>(3,046,069)</u>            | <u>(3,267,949)</u>           | <u>(3,160,328)</u>            |
|                                     | <b><u>\$ 30,445</u></b>       | <b><u>32,785</u></b>         | <b><u>31,650</u></b>          |

The movements in the allowance for overdue receivables were as follows:

|                                   | <b>For the nine months ended<br/>September 30</b> |                         |
|-----------------------------------|---------------------------------------------------|-------------------------|
|                                   | <b>2025</b>                                       | <b>2024</b>             |
| Balance at January 1              | \$ 3,267,949                                      | 3,070,722               |
| Foreign exchange gains and losses | <u>(221,880)</u>                                  | <u>89,606</u>           |
| Balance at September 30           | <b><u>\$ 3,046,069</u></b>                        | <b><u>3,160,328</u></b> |

For information relating to credit risk, please refer to Note 6(z).

(g) Inventories

|                  | <b>September 30,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>September 30,<br/>2024</b> |
|------------------|-------------------------------|------------------------------|-------------------------------|
| Finished goods   | \$ 1,000,414                  | 1,088,966                    | 980,955                       |
| Work in progress | 345,019                       | 218,683                      | 279,410                       |
| Raw materials    | <u>796,673</u>                | <u>681,217</u>               | <u>784,165</u>                |
|                  | <b><u>\$ 2,142,106</u></b>    | <b><u>1,988,866</u></b>      | <b><u>2,044,530</u></b>       |

The cost of inventories recognized as cost of goods sold for the three months and nine months ended September 30, 2025 and 2024, amounted to \$5,081,514 thousand, \$4,191,703 thousand, \$13,070,735 thousand and \$11,519,741 thousand, respectively.

During the three months and nine months ended September 30, 2025 and 2024, the recognition and (reversal) of write-downs, amounted to \$10,270 thousand, \$9,520 thousand, \$(123,011) thousand and \$22,784 thousand, respectively was due from the changes in net realizable value and inventory liquidation, and was included in cost of goods sold.

As of September 30, 2025, December 31 and September 30, 2024, the inventories of the Group had not been pledged as collateral.

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(h) Loss of control over a subsidiary

The board of directors of the Company approved the Plan of Activating the Assets Located in People's Republic of China ("Mainland Assets Activation Plan") on April 7, 2017. And the Company entered into a contract with Ever Unicorn Estate Limited (the "Ever Unicorn") in April 2017, which was executed in two sections.

A. Transfer of interests in Dragon Asia

After finishing the transfer of the operations and related assets and liabilities from Golden Elite Technology (興英科技) to ECS Digital Technology, Ever Unicorn will make an estimated payment between RMB1,150,000 thousand to RMB1,375,000 thousand for a 100% equity interest in Dragon Asia.

B. Relocation compensation for ECS Digital Technology's operations

The operation of ECS Digital Technology will be relocated after contract conditions are fulfilled. Ever Unicorn shall pay the compensation amount of RMB2,500,000 thousand in accordance with the progress of the relocation.

The relocation income, after deducting the related relocation costs and expenses, will be used for landscaping, plant constructing, and equipment installing as well as for the funds required to operate for ECS Digital Technology.

Due to the modifications on transaction terms and payment arrangements, the board of directors of the Company approved and entered into a supplementary contract with Ever Unicorn on January 23, 2018.

In accordance with the supplementary contract, the transfer of interests in Dragon Asia was divided into two phases. In phase 1, the Company will complete the transfer of 52% interest in Dragon Asia to Ever Unicorn for RMB600,000 thousand. After the Company completed the stripping of other non-target assets and liabilities from Golden Elite Technology (興英科技), with both parties reaching a consensus on the prerequisites including the change in procedure to the land category by Golden Elite Technology (興英科技), phase 2 of the transaction will then commence. The Company will complete the transfer of remaining 48% interest in Dragon Asia to Ever Unicorn for RMB550,000 thousand. The Company will engage in further negotiation regarding the contract with Ever Unicorn if the land is not subject to urban planning as outlined by authorities.

In order to cooperate with Mainland Assets Activation Plan, the board of directors of the Company approved to reduce the capital of Dragon Asia and Million Up on January 23, 2018, the total amount of capital reduction was US\$69,327 thousand for both subsidiaries.

The Company obtained the share price for RMB600,000 thousand on March 27, 2018, and completed the transfer of 52% equity of Dragon Asia in the phase 1 of the contract. The Company recognized the amount as other advance receipts because the transfer of significant risks and rewards of related assets had not been completed. The foregoing transaction of 52% equity of Dragon Asia has been approved by the Investment Commission, Ministry of Economic Affairs on May 1, 2018.

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## ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

According to the contract signed with Ever Unicorn, the Company should strip non-target assets and liabilities from Golden Elite Technology (興英科技). The board of directors of Golden Elite Technology (興英科技) approved on April 26, 2018, to proceed with the splitting process, by means of transferring non-target assets and liabilities into Golden Elite Technology (興英數位科技), which was newly registered on May 17, 2018. Golden Elite Technology (興英科技) and Golden Elite Technology (興英數位科技) will be 100% owned subsidiaries of Million Up, and the original shareholders' rights and interests shall not be affected.

In order to facilitate the splitting process, the board of directors of the Company approved the employees' economic compensation of RMB113,963 thousand of Golden Elite Technology (興英科技) on June 24, 2019, which was issued in 2020. Golden Elite Technology (興英科技) completed the splitting process on July 1, 2019, and transferred non-target net assets of RMB454,051 thousand to Golden Elite Technology (興英數位科技) as capital.

Due to the adjustment to the investment structure, the board of directors of the Company approved the sales of 100% of Golden Elite Technology's (興英數位科技) shares owned by Million Up to ECS Holding (HK) on August 12, 2019. The transaction price will be determined according to Golden Elite Technology's (興英數位科技) net value at the time of execution. The application for transferring the equity was approved by the Investment Commission, Ministry of Economic Affairs, Rule No. 10800244950, on May 4, 2020. On May 29, 2020, four parties (Dragon Asia, Million Up, ECS Holding (HK) and the Company) agreed to offset the creditor's rights and liabilities. The amounts used by the four parties to offset the creditor's rights and liabilities are based on (1) the amount of capital reduction received (paid) by the Company, Dragon Asia and Million Up; (2) the amount of capital increase that the Company owed to its subsidiary, ECS Holding (HK), which amounted to US\$69,327 thousand; and (3) the amount received from selling 100% equity of Golden Elite Technology (興英數位科技) to ECS Holding (HK) and completion of the transfer of shares of Golden Elite Technology (興英數位科技) to ECS Holding (HK).

Ever Unicorn requested the Company to transfer the remaining 48% shares of Dragon Asia according to the supplementary contract, the Company obtained the second-phased share price for RMB550,000 thousand on August 25, 2020, which was recognized as other advanced receipts, and finished the 48% shares transfer process of Dragon Asia at the same day. The foregoing transaction of 48% equity of Dragon Asia had received a letter of approval from the Investment Commission, Ministry of Economic Affairs on September 29, 2020. After transferring all of the shares of Dragon Asia, the Company lost control of Dragon Asia, Million Up and Golden Elite Technology (興英科技), and derecognized the related subsidiaries. The Company accounted for the residual equity in ECS Holding (HK) and Golden Elite Technology (興英數位科技), respectively.

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
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The Company had partially completed the transfer of significant risks and rewards of related assets after evaluating the agreement and the status of implementation, therefore, the Company derecognized the right-of-use assets, deferred income tax assets, and other current assets, which amounting to \$190,759 thousand, \$627,104 thousand and \$184,682 thousand, respectively, and transferred the related advance receipts, which amounting to \$1,346,036 thousand (RMB315,453 thousand) as the disposal price in 2020. The Company recognized a gain of \$343,491 thousand on disposal of assets and recognized income tax expense of \$288,248 thousand on disposal of assets.

In November 2022, the Company was notified by Ever Unicorn that the underlying land, defined in phase 2, was not included in urban planning as outlined by authorities. To safeguard the interests of the shareholders of the Company, the parties will proceed on further negotiations in accordance with Article 2.4 of the Addendum Agreement. As of the publish date of the consolidated financial statements, the negotiations have not been completed. The Group received a notice of arbitration in April 2025. For further details regarding the related arbitration proceedings, please refer to Note 9 (b).

As of September 30, 2025, the Company had not fully completed the transfer of significant risks and rewards of related assets, thus the remaining advance receipts amounting to \$3,677,260 thousand (RMB834,547 thousand) from Ever Unicorn were recognized as other advance receipts.

The terms of the abovementioned trading contract stipulate that if the buyer or seller are involved in breach of contract, the non-defaulting party shall have the right to decide whether to terminate the contract, in addition to the actual damages and related expenses that the defaulting party should pay to the non-defaulting party.

(i) Disposal groups held for sale

- (i) In order to activate its assets, a resolution had been approved during the board meeting of the Company held on June 21, 2023, for the disposal of both Elitegroup Computer Systems (SIP) Co. Ltd. and its upper-tier investment company, Unitop International Corp, with the chairman of the board, or an individual assigned by him, being granted the authority to actively seek for buyers. On June 6, 2024, the Group agreed with the buyer, Jiangsu Wuzhong High-Tech Venture Capital Co., Ltd., confirming to sell Elitegroup Computer Systems (SIP) Co. Ltd. On the other hand, the Group reclassified the assets, liabilities and other equity belonging to Unitop International Corp. back to its original accounts.

The details of the assets, liabilities, and other equity of the disposal group as of December 31, 2024 and September 30, 2024, were as follows:

|                               | <b>December 31,<br/>2024</b> | <b>September 30,<br/>2024</b> |
|-------------------------------|------------------------------|-------------------------------|
| Cash and cash equivalents     | \$ 95,654                    | 98,454                        |
| Other receivables             | 19                           | 38                            |
| Property, plant and equipment | 599                          | 593                           |
| Investment property, net      | 214,956                      | 212,874                       |
| Deferred tax assets           | 2,919                        | 2,891                         |
| Assets of the disposal group  | <u><u>\$ 314,147</u></u>     | <u><u>314,850</u></u>         |

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
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|                                                                                                    | December 31,<br>2024 | September 30,<br>2024 |
|----------------------------------------------------------------------------------------------------|----------------------|-----------------------|
| Other current liabilities                                                                          | \$ 442               | 3,432                 |
| Liabilities of the disposal group                                                                  | <u>\$ 442</u>        | <u>3,432</u>          |
| Equity of the disposal group - Exchange differences on translation of foreign financial statements | <u>\$ 59,089</u>     | <u>65,465</u>         |

There are no impairment indicators from measuring against the lower of carrying amount and fair value less costs to sell.

- (ii) The transaction was completed on March 4, 2025, with the final consideration amounting to RMB 224,955 thousand. Proceeds of RMB 102,500 thousand and RMB 60,955 thousand were received on September 12, 2024 and May 15, 2025, respectively. For details regarding the gain or loss on disposal, please refer to Note 6 (y). As of September 30, 2025, the full consideration has not yet been received, which is recorded under other receivables. Please refer to Notes 6(f).

|                                                                                      | <u>USD(thousand)</u> |
|--------------------------------------------------------------------------------------|----------------------|
| Consideration to be received                                                         | \$ 31,306            |
| Net assets disposed of (including cash and cash equivalents of USD 3,482 thousand)   | 9,446                |
| Gain on realized exchange differences on translation of foreign financial statements | (1,808)              |
| Gain on disposal                                                                     | <u>\$ 23,668</u>     |
| Net cash inflow from disposal of subsidiary                                          | <u>\$ 27,824</u>     |

(j) Property, plant and equipment

The movements in the cost, depreciation and impairment of the property, plant and equipment of the Group were as follows:

|                                                    | Land              | Buildings and<br>Improvements | Equipment        | Transportation<br>Equipment | Other<br>Equipment | Construction in<br>Progress and<br>Equipment under<br>Acceptance | Total            |
|----------------------------------------------------|-------------------|-------------------------------|------------------|-----------------------------|--------------------|------------------------------------------------------------------|------------------|
| Cost or deemed cost:                               |                   |                               |                  |                             |                    |                                                                  |                  |
| Balance on January 1, 2025                         | \$ 511,669        | 2,352,854                     | 4,285,986        | 15,416                      | 994,467            | -                                                                | 8,160,392        |
| Additions                                          | -                 | -                             | 32,535           | 1,181                       | 22,957             | 398                                                              | 57,071           |
| Disposals                                          | -                 | -                             | (74,668)         | (1,055)                     | (43,934)           | -                                                                | (119,657)        |
| Effect of foreign currency<br>exchange differences | (11,495)          | (145,367)                     | (123,952)        | (632)                       | (14,447)           | (3)                                                              | (295,896)        |
| Balance on September 30, 2025                      | <u>\$ 500,174</u> | <u>2,207,487</u>              | <u>4,119,901</u> | <u>14,910</u>               | <u>959,043</u>     | <u>395</u>                                                       | <u>7,801,910</u> |
| Balance on January 1, 2024                         | \$ 21,451         | 2,232,708                     | 4,210,124        | 16,419                      | 753,875            | 72,314                                                           | 7,306,891        |
| Additions                                          | 406,155           | -                             | 46,529           | 106                         | 177,817            | 42,596                                                           | 673,203          |
| Disposals                                          | -                 | -                             | (57,381)         | (1,719)                     | (8,254)            | -                                                                | (67,354)         |
| Transfers                                          | -                 | -                             | -                | -                           | 74,150             | (74,150)                                                         | -                |
| Effect of foreign currency<br>exchange differences | 44,372            | 90,615                        | 133,934          | 473                         | 12,066             | 4,253                                                            | 285,713          |
| Balance on September 30, 2024                      | <u>\$ 471,978</u> | <u>2,323,323</u>              | <u>4,333,206</u> | <u>15,279</u>               | <u>1,009,654</u>   | <u>45,013</u>                                                    | <u>8,198,453</u> |

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
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|                                                 | <u>Land</u>       | <u>Buildings and<br/>Improvements</u> | <u>Equipment</u> | <u>Transportation<br/>Equipment</u> | <u>Other<br/>Equipment</u> | <u>Construction in<br/>Progress and<br/>Equipment under<br/>Acceptance</u> | <u>Total</u>     |
|-------------------------------------------------|-------------------|---------------------------------------|------------------|-------------------------------------|----------------------------|----------------------------------------------------------------------------|------------------|
| Accumulated depreciation and impairment losses: |                   |                                       |                  |                                     |                            |                                                                            |                  |
| Balance on January 1, 2025                      | \$ -              | 1,977,063                             | 3,190,826        | 12,772                              | 602,157                    | -                                                                          | 5,782,818        |
| Depreciation expenses                           | -                 | 63,751                                | 135,391          | 529                                 | 57,257                     | -                                                                          | 256,928          |
| Disposals                                       | -                 | -                                     | (58,577)         | (823)                               | (17,260)                   | -                                                                          | (76,660)         |
| Effect of foreign currency exchange differences | -                 | (123,001)                             | (60,704)         | (485)                               | (9,720)                    | -                                                                          | (193,910)        |
| Balance on September 30, 2025                   | <u>\$ -</u>       | <u>1,917,813</u>                      | <u>3,206,936</u> | <u>11,993</u>                       | <u>632,434</u>             | <u>-</u>                                                                   | <u>5,769,176</u> |
| Balance on January 1, 2024                      | \$ -              | 1,790,894                             | 2,963,666        | 12,975                              | 537,318                    | -                                                                          | 5,304,853        |
| Depreciation expenses                           | -                 | 65,518                                | 156,515          | 717                                 | 59,570                     | -                                                                          | 282,320          |
| Disposals                                       | -                 | -                                     | (15,970)         | (1,576)                             | (7,086)                    | -                                                                          | (24,632)         |
| Effect of foreign currency exchange differences | -                 | 73,376                                | 56,163           | 346                                 | 8,341                      | -                                                                          | 138,226          |
| Balance on September 30, 2024                   | <u>\$ -</u>       | <u>1,929,788</u>                      | <u>3,160,374</u> | <u>12,462</u>                       | <u>598,143</u>             | <u>-</u>                                                                   | <u>5,700,767</u> |
| Book value:                                     |                   |                                       |                  |                                     |                            |                                                                            |                  |
| Balance on January 1, 2025                      | <u>\$ 511,669</u> | <u>375,791</u>                        | <u>1,095,160</u> | <u>2,644</u>                        | <u>392,310</u>             | <u>-</u>                                                                   | <u>2,377,574</u> |
| Balance on September 30, 2025                   | <u>\$ 500,174</u> | <u>289,674</u>                        | <u>912,965</u>   | <u>2,917</u>                        | <u>326,609</u>             | <u>395</u>                                                                 | <u>2,032,734</u> |
| Balance on January 1, 2024                      | <u>\$ 21,451</u>  | <u>441,814</u>                        | <u>1,246,458</u> | <u>3,444</u>                        | <u>216,557</u>             | <u>72,314</u>                                                              | <u>2,002,038</u> |
| Balance on September 30, 2024                   | <u>\$ 471,978</u> | <u>393,535</u>                        | <u>1,172,832</u> | <u>2,817</u>                        | <u>411,511</u>             | <u>45,013</u>                                                              | <u>2,497,686</u> |

For information of gain or loss on disposal of property, plant and equipment, please refer to Note 6(y).

As of September 30, 2025, December 31, 2024 and September 30, 2024, the property, plant and equipment had not been pledged as collateral.

(k) Right-of-use assets

The movements in the cost and depreciation of the right-of-use assets of the Group were as follows:

|                                                 | <u>Land</u>       | <u>Buildings</u> | <u>Office<br/>Equipment</u> | <u>Transportation<br/>Equipment</u> | <u>Machinery</u> | <u>Total</u>     |
|-------------------------------------------------|-------------------|------------------|-----------------------------|-------------------------------------|------------------|------------------|
| Cost:                                           |                   |                  |                             |                                     |                  |                  |
| Balance on January 1, 2025                      | \$ 828,822        | 815,506          | 1,003                       | 13,114                              | 5,155            | 1,663,600        |
| Additions                                       | -                 | 52,343           | -                           | -                                   | 66,911           | 119,254          |
| Disposals                                       | -                 | (141,065)        | (91)                        | (13,076)                            | -                | (154,232)        |
| Transfers                                       | -                 | (1,995)          | -                           | 1,995                               | -                | -                |
| Effect of foreign currency exchange differences | (56,316)          | (5,533)          | -                           | (195)                               | (846)            | (62,890)         |
| Balance on September 30, 2025                   | <u>\$ 772,506</u> | <u>719,256</u>   | <u>912</u>                  | <u>1,838</u>                        | <u>71,220</u>    | <u>1,565,732</u> |
| Balance on January 1, 2024                      | \$ 779,825        | 810,920          | 1,019                       | 14,737                              | 4,916            | 1,611,417        |
| Additions                                       | -                 | 6,134            | 1,003                       | -                                   | -                | 7,137            |
| Disposals                                       | -                 | (6,874)          | (1,019)                     | (1,653)                             | -                | (9,546)          |
| Effect of foreign currency exchange differences | 26,757            | 6,419            | -                           | 171                                 | 203              | 33,550           |
| Balance on September 30, 2024                   | <u>\$ 806,582</u> | <u>816,599</u>   | <u>1,003</u>                | <u>13,255</u>                       | <u>5,119</u>     | <u>1,642,558</u> |

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
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|                                                 | <u>Land</u>       | <u>Buildings</u> | <u>Office<br/>Equipment</u> | <u>Transportation<br/>Equipment</u> | <u>Machinery</u> | <u>Total</u>     |
|-------------------------------------------------|-------------------|------------------|-----------------------------|-------------------------------------|------------------|------------------|
| Accumulated depreciation:                       |                   |                  |                             |                                     |                  |                  |
| Balance on January 1, 2025                      | \$ 519,130        | 204,361          | 112                         | 11,197                              | 5,021            | 739,821          |
| Depreciation expenses                           | 7,625             | 65,769           | 233                         | 1,557                               | 8,392            | 83,576           |
| Disposals                                       | -                 | (56,856)         | (16)                        | (11,902)                            | -                | (68,774)         |
| Effect of foreign currency exchange differences | (35,654)          | (4,259)          | -                           | (331)                               | (370)            | (40,614)         |
| Balance on September 30, 2025                   | <u>\$ 491,101</u> | <u>209,015</u>   | <u>329</u>                  | <u>521</u>                          | <u>13,043</u>    | <u>714,009</u>   |
| Balance on January 1, 2024                      | \$ 478,024        | 112,088          | 793                         | 8,176                               | 4,738            | 603,819          |
| Depreciation expenses                           | 7,827             | 71,326           | 254                         | 3,012                               | 28               | 82,447           |
| Disposals                                       | -                 | (6,657)          | (1,019)                     | (1,010)                             | -                | (8,686)          |
| Effect of foreign currency exchange differences | 16,156            | 5,144            | -                           | 191                                 | 200              | 21,691           |
| Balance on September 30, 2024                   | <u>\$ 502,007</u> | <u>181,901</u>   | <u>28</u>                   | <u>10,369</u>                       | <u>4,966</u>     | <u>699,271</u>   |
| Book value:                                     |                   |                  |                             |                                     |                  |                  |
| Balance on January 1, 2025                      | <u>\$ 309,692</u> | <u>611,145</u>   | <u>891</u>                  | <u>1,917</u>                        | <u>134</u>       | <u>923,779</u>   |
| Balance on September 30, 2025                   | <u>\$ 281,405</u> | <u>510,241</u>   | <u>583</u>                  | <u>1,317</u>                        | <u>58,177</u>    | <u>851,723</u>   |
| Balance on January 1, 2024                      | <u>\$ 301,801</u> | <u>698,832</u>   | <u>226</u>                  | <u>6,561</u>                        | <u>178</u>       | <u>1,007,598</u> |
| Balance on September 30, 2024                   | <u>\$ 304,575</u> | <u>634,698</u>   | <u>975</u>                  | <u>2,886</u>                        | <u>153</u>       | <u>943,287</u>   |

On December 20, 2024 and February 21, 2025, the Board of Directors of the Company approved resolutions to lease a factory located in Thailand from a related party, Tatung (Thailand) Co., Ltd. The lease term is from January 1, 2025 to February 15, 2028. The total lease payments (excluding VAT) amount to THB \$50,002 thousand, and the recognized right-of-use asset amounts to THB \$47,067 thousand. Please refer to Note 7.

For details regarding the reduction in office building leases from related parties by the Group, please refer to Note 7.

(l) Investment property

The movements of the investment property of the Group were as follows:

|                                                 | <u>Owned property</u>    |                     |                |
|-------------------------------------------------|--------------------------|---------------------|----------------|
|                                                 | <u>Buildings<br/>and</u> |                     |                |
|                                                 | <u>Land</u>              | <u>Improvements</u> | <u>Total</u>   |
| Cost:                                           |                          |                     |                |
| Balance on January 1, 2025                      | \$ 168,732               | 69,567              | 238,299        |
| Balance on September 30, 2025                   | <u>\$ 168,732</u>        | <u>69,567</u>       | <u>238,299</u> |
| Balance on January 1, 2024                      | \$ 168,732               | 69,567              | 238,299        |
| Balance on September 30, 2024                   | <u>\$ 168,732</u>        | <u>69,567</u>       | <u>238,299</u> |
| Accumulated depreciation and impairment losses: |                          |                     |                |
| Balance on January 1, 2025                      | \$ 14,673                | 57,950              | 72,623         |
| Depreciation expenses                           | -                        | 1,376               | 1,376          |
| Balance on September 30, 2025                   | <u>\$ 14,673</u>         | <u>59,326</u>       | <u>73,999</u>  |

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|                               | <b>Owned property</b> |                                   | <b>Total</b>   |
|-------------------------------|-----------------------|-----------------------------------|----------------|
|                               | <b>Land</b>           | <b>Buildings and Improvements</b> |                |
| Balance on January 1, 2024    | \$ 14,673             | 56,117                            | 70,790         |
| Depreciation expenses         | -                     | 1,375                             | 1,375          |
| Balance on September 30, 2024 | <u>\$ 14,673</u>      | <u>57,492</u>                     | <u>72,165</u>  |
| Book value:                   |                       |                                   |                |
| Balance on January 1, 2025    | <u>\$ 154,059</u>     | <u>11,617</u>                     | <u>165,676</u> |
| Balance on September 30, 2025 | <u>\$ 154,059</u>     | <u>10,241</u>                     | <u>164,300</u> |
| Balance on January 1, 2024    | <u>\$ 154,059</u>     | <u>13,450</u>                     | <u>167,509</u> |
| Balance on September 30, 2024 | <u>\$ 154,059</u>     | <u>12,075</u>                     | <u>166,134</u> |

The fair value of investment property was not significantly different from those disclosed in Note 6(l) to the annual consolidated financial statements for the year ended December 31, 2024.

The Group leases out its investment property. The Group has classified these leases as operating leases, because it does not transfer substantially all of the risks and rewards incidental to the ownership of the assets.

A maturity analysis of lease payments, showing the undiscounted lease payments to be received after the reporting date, is as follows:

|                                   | <b>September 30,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>September 30,<br/>2024</b> |
|-----------------------------------|-------------------------------|------------------------------|-------------------------------|
| Less than one year                | \$ -                          | 7,790                        | 9,840                         |
| One to two years                  | -                             | -                            | 410                           |
| Total undiscounted lease payments | <u>\$ -</u>                   | <u>7,790</u>                 | <u>10,250</u>                 |

Investment properties located in Guandu were leased out for 2 years. The lessees do not have bargain purchase options to acquire the investment properties at the expiry of the lease periods. The Group and the lessee reached an agreement to terminate the lease early in August 2025.

The maintenance and depreciation expenses for investment property for the three months and nine months ended September 30, 2025 and 2024, were \$603 thousand, \$10,625 thousand, \$4,428 thousand and \$33,756 thousand, respectively.

As of September 30, 2025, December 31, 2024 and September 30, 2024, the investment property of the Group had not been pledged as collateral.

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(m) Goodwill and other intangible assets

The movements of the goodwill and other intangible assets of the Group were as follows:

|                                                 | <b>Goodwill</b>            | <b>Computer<br/>Software</b> | <b>Total</b>            |
|-------------------------------------------------|----------------------------|------------------------------|-------------------------|
| Cost or deemed cost:                            |                            |                              |                         |
| Balance on January 1, 2025                      | \$ 1,026,688               | 32,900                       | 1,059,588               |
| Additions                                       | -                          | 25,638                       | 25,638                  |
| Disposals                                       | -                          | (1,111)                      | (1,111)                 |
| Effect of foreign currency exchange differences | (16,327)                   | (518)                        | (16,845)                |
| Balance on September 30, 2025                   | <u><u>\$ 1,010,361</u></u> | <u><u>56,909</u></u>         | <u><u>1,067,270</u></u> |
| Balance on January 1, 2024                      | \$ 1,012,175               | 34,452                       | 1,046,627               |
| Additions                                       | -                          | 360                          | 360                     |
| Disposals                                       | -                          | (3,740)                      | (3,740)                 |
| Effect of foreign currency exchange differences | 6,594                      | 391                          | 6,985                   |
| Balance on September 30, 2024                   | <u><u>\$ 1,018,769</u></u> | <u><u>31,463</u></u>         | <u><u>1,050,232</u></u> |
| Amortization and impairment losses:             |                            |                              |                         |
| Balance on January 1, 2025                      | \$ 403,497                 | 24,270                       | 427,767                 |
| Amortization expenses                           | -                          | 20,540                       | 20,540                  |
| Disposals                                       | -                          | (1,111)                      | (1,111)                 |
| Effect of foreign currency exchange differences | -                          | (469)                        | (469)                   |
| Balance on September 30, 2025                   | <u><u>\$ 403,497</u></u>   | <u><u>43,230</u></u>         | <u><u>446,727</u></u>   |
| Balance on January 1, 2024                      | \$ 403,497                 | 20,074                       | 423,571                 |
| Amortization expenses                           | -                          | 5,545                        | 5,545                   |
| Disposals                                       | -                          | (3,740)                      | (3,740)                 |
| Effect of foreign currency exchange differences | -                          | 349                          | 349                     |
| Balance on September 30, 2024                   | <u><u>\$ 403,497</u></u>   | <u><u>22,228</u></u>         | <u><u>425,725</u></u>   |
| Book value:                                     |                            |                              |                         |
| Balance on January 1, 2025                      | <u><u>\$ 623,191</u></u>   | <u><u>8,630</u></u>          | <u><u>631,821</u></u>   |
| Balance on September 30, 2025                   | <u><u>\$ 606,864</u></u>   | <u><u>13,679</u></u>         | <u><u>620,543</u></u>   |
| Balance on January 1, 2024                      | <u><u>\$ 608,678</u></u>   | <u><u>14,378</u></u>         | <u><u>623,056</u></u>   |
| Balance on September 30, 2024                   | <u><u>\$ 615,272</u></u>   | <u><u>9,235</u></u>          | <u><u>624,507</u></u>   |

Goodwill is the premium generated from business combination or business acquisition of mobile products, motherboard and barebone system businesses.

The Group conducts impairment tests annually. In 2024, the Group, as a cash-generating unit that can generate independent cash flows, assessed whether the net assets used in its operations were subject to impairment.

The calculation of the recoverable amount of the goodwill of the Group was based on their value in use. In this calculation, the Group used cash flow projections for a budget period based on the key asset's remaining durable years, which is determined as 7 years. The cash flows beyond the five-year period have been extrapolated using a steady 2% to 3% per annum growth rate. The discount rates used in impairment tests conducted on December 31, 2024 and 2023 were 9.92% and ranged from 11.54% to 13.05% per annum, respectively.

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(n) Short-term borrowings

|                         | September 30,<br>2025 | December 31,<br>2024 | September 30,<br>2024 |
|-------------------------|-----------------------|----------------------|-----------------------|
| Unsecured bank loans    | \$ <u>949,652</u>     | <u>1,006,736</u>     | <u>1,240,365</u>      |
| Range of interest rates | <u>2.65%~5.18%</u>    | <u>1.98%~5.45%</u>   | <u>1.98%~6.00%</u>    |

The Group didn't pledge assets as collateral for bank loans.

(o) Accounts payable

|                           | September 30,<br>2025 | December 31,<br>2024 | September 30,<br>2024 |
|---------------------------|-----------------------|----------------------|-----------------------|
| Third parties - operating | \$ <u>2,949,691</u>   | <u>2,566,573</u>     | <u>2,422,266</u>      |

Accounts payable resulted mainly from the purchase of components, including CPUs, IC chip-sets, LCD panels, CD-ROM drives, hard disks, and memory modules.

(p) Other current and non-current liabilities

|                                             | September 30,<br>2025 | December 31,<br>2024 | September 30,<br>2024 |
|---------------------------------------------|-----------------------|----------------------|-----------------------|
| Other payables                              |                       |                      |                       |
| Payables for salaries and bonuses           | \$ 553,327            | 554,959              | 510,745               |
| Payables for consumables                    | 61,715                | 42,276               | 38,199                |
| Payables for repair expenses                | 49,312                | 37,807               | 48,631                |
| Payables for service expenses               | 92,307                | 145,039              | 119,598               |
| Payables for import and export services     | 33,634                | 21,961               | 22,761                |
| Payables for processing fees                | 58,569                | 51,816               | 27,329                |
| Others                                      | 169,555               | 208,179              | 237,862               |
|                                             | \$ <u>1,018,419</u>   | <u>1,062,037</u>     | <u>1,005,125</u>      |
| Other advance receipts (Notes 6(h) and (i)) | \$ <u>3,677,260</u>   | <u>4,144,008</u>     | <u>4,127,849</u>      |
| Other current liabilities                   |                       |                      |                       |
| Refund liabilities                          | \$ 816,236            | 826,351              | 789,911               |
| Contract liabilities                        | 295,534               | 348,688              | 290,983               |
| Temporary credits                           | 21,472                | 23,787               | 19,432                |
| Others                                      | 9,574                 | 10,899               | 15,227                |
|                                             | \$ <u>1,142,816</u>   | <u>1,209,725</u>     | <u>1,115,553</u>      |
| Deferred revenue                            |                       |                      |                       |
| Arising from government grants              | \$ <u>12,490</u>      | <u>18,217</u>        | <u>20,125</u>         |

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

- (i) Refund liabilities are determined based on historical experience, managements judgments and other known reasons for which estimated product returns and rebates will reasonably incur refund liabilities. Refund liabilities are recognized as a reduction of operating revenue in the periods in which the related goods are sold.
- (ii) Contract liabilities consists of unearned sales revenue.
- (q) Lease liabilities

The carrying amount of lease liabilities of the Group were as follows:

|             | September 30,<br>2025 | December 31,<br>2024 | September 30,<br>2024 |
|-------------|-----------------------|----------------------|-----------------------|
| Current     | \$ <u>95,944</u>      | <u>76,218</u>        | <u>81,754</u>         |
| Non-current | \$ <u>479,810</u>     | <u>543,282</u>       | <u>560,920</u>        |

For the maturity analysis, please refer to Note 6(z).

The amounts recognized in profit or loss were as follows:

|                                                                                                  | For the three months ended<br>September 30 |              | For the nine months ended<br>September 30 |               |
|--------------------------------------------------------------------------------------------------|--------------------------------------------|--------------|-------------------------------------------|---------------|
|                                                                                                  | 2025                                       | 2024         | 2025                                      | 2024          |
| Interest on lease liabilities                                                                    | \$ <u>4,218</u>                            | <u>4,415</u> | <u>13,431</u>                             | <u>13,611</u> |
| Expenses relating to short-term leases                                                           | \$ <u>357</u>                              | <u>731</u>   | <u>1,288</u>                              | <u>1,635</u>  |
| Expenses relating to leases of low-value assets, excluding short-term leases of low-value assets | \$ <u>642</u>                              | <u>870</u>   | <u>2,287</u>                              | <u>3,423</u>  |

The amounts recognized in the statement of cash flows were as follows:

|                               | For the nine months ended<br>September 30 |               |
|-------------------------------|-------------------------------------------|---------------|
|                               | 2025                                      | 2024          |
| Total cash outflow for leases | \$ <u>92,493</u>                          | <u>87,277</u> |

- (i) Real estate leases

The Group leases certain land and buildings for the use of product manufacturing and office with lease terms ranging from 3 to 50 years.

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Exemption

The Group leases certain office equipment and machinery which qualify as short-term leases or low-value asset leases. The Group has elected to apply the recognition exemption and thus, did not recognize right-of-use assets and lease liabilities for these leases.

(r) Provisions

|                                        | <b>Warranties</b> |
|----------------------------------------|-------------------|
| Balance on January 1, 2025             | \$ 186,848        |
| Provisions increased during the period | 28,268            |
| Provisions used during the period      | (25,481)          |
| Provisions reversed during the period  | <u>(11,767)</u>   |
| Balance on September 30, 2025          | <b>\$ 177,868</b> |
| Balance on January 1, 2024             | \$ 175,904        |
| Provisions increased during the period | 17,855            |
| Provisions used during the period      | (27,718)          |
| Provisions reversed during the period  | <u>(2,811)</u>    |
| Balance on September 30, 2024          | <b>\$ 163,230</b> |

The provision for warranty claims represents management's best estimate of the present value of future outflow of economic benefits that will be required under the Group's obligations for warranties under the legislation with respect to the sale of goods. Such estimate has been made on the basis of historical warranty trends, and may vary as a result of the use of new materials or changes in manufacturing processes, as well as other events affecting product quality.

(s) Employee benefits

(i) Defined benefit plans

Management believes that there was no material volatility of the market, no material reimbursement and settlement or other material one-time events since prior fiscal year. As a result, the pension cost in the accompanying interim period was measured and disclosed according to the actuarial report as of December 31, 2024 and 2023.

The gains recognized in profit or loss for the Group were as follows:

|                         | <b>For the three months ended<br/>September 30</b> |              | <b>For the nine months ended<br/>September 30</b> |                |
|-------------------------|----------------------------------------------------|--------------|---------------------------------------------------|----------------|
|                         | <b>2025</b>                                        | <b>2024</b>  | <b>2025</b>                                       | <b>2024</b>    |
| Administrative expenses | <u>\$ (693)</u>                                    | <u>(547)</u> | <u>(2,221)</u>                                    | <u>(1,640)</u> |

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Defined contribution plans

The pension expenses under the Group's defined contribution plan were as follows:

|                         | For the three months ended<br>September 30 |               | For the nine months ended<br>September 30 |               |
|-------------------------|--------------------------------------------|---------------|-------------------------------------------|---------------|
|                         | 2025                                       | 2024          | 2025                                      | 2024          |
| Administrative expenses | \$ <u>6,613</u>                            | <u>10,000</u> | <u>21,189</u>                             | <u>30,679</u> |

(t) Income taxes

(i) The components of income tax of the Group were as follows:

|                                                      | For the three months ended<br>September 30 |                | For the nine months ended<br>September 30 |               |
|------------------------------------------------------|--------------------------------------------|----------------|-------------------------------------------|---------------|
|                                                      | 2025                                       | 2024           | 2025                                      | 2024          |
| Current tax expenses                                 |                                            |                |                                           |               |
| Current period                                       | \$ (5,125)                                 | 15,983         | 227,183                                   | 58,051        |
| Adjustment for prior periods                         | 14,248                                     | 9,078          | 118,544                                   | 11,778        |
| Deferred tax expenses                                |                                            |                |                                           |               |
| Origination and reversal of<br>temporary differences | <u>42,817</u>                              | <u>(5,078)</u> | <u>47,387</u>                             | <u>15,706</u> |
| Income tax expense from<br>continuing operations     | \$ <u>51,940</u>                           | <u>19,983</u>  | <u>393,114</u>                            | <u>85,535</u> |

The amounts of income tax recognized in other comprehensive income of the Group were as follows:

|                                                                      | For the three months ended<br>September 30 |            | For the nine months ended<br>September 30 |               |
|----------------------------------------------------------------------|--------------------------------------------|------------|-------------------------------------------|---------------|
|                                                                      | 2025                                       | 2024       | 2025                                      | 2024          |
| Items that may be reclassified<br>subsequently to profit or<br>loss: |                                            |            |                                           |               |
| Exchange differences on<br>translation                               | \$ <u>54,118</u>                           | <u>644</u> | <u>(82,368)</u>                           | <u>55,007</u> |

The applicable corporate income tax rate of used by the Group in the ROC is 20%, and the corporate surtax applicable to the unappropriated earnings is 5%. While the applicable tax rate used by subsidiaries in China is 15%~25%, tax rate used by other entity in the Group operating in other jurisdictions are based on the tax laws in those jurisdictions.

The Company's income tax return for the years through 2022 were examined and approved by the tax authority, excepts for the year 2020, which has not yet been approved.

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(u) Capital and other equity

(i) Ordinary shares

|                                                       | Ordinary shares       |                      |                       |
|-------------------------------------------------------|-----------------------|----------------------|-----------------------|
|                                                       | September 30,<br>2025 | December 31,<br>2024 | September 30,<br>2024 |
| Number of shares authorized (in thousands)            | <u>1,750,000</u>      | <u>1,750,000</u>     | <u>1,750,000</u>      |
| Value of shares authorized                            | <u>\$ 17,500,000</u>  | <u>17,500,000</u>    | <u>17,500,000</u>     |
| Number of shares issued and fully paid (in thousands) | <u>557,403</u>        | <u>557,403</u>       | <u>557,403</u>        |
| Value of shares issued                                | <u>\$ 5,574,030</u>   | <u>5,574,030</u>     | <u>5,574,030</u>      |

Fully paid ordinary shares, with a par value of \$10, carry one vote per share and a right to receive dividends.

(ii) Capital surplus

The balances of capital surplus of the Company were as follows:

|                                                                                                      | September 30,<br>2025 | December 31,<br>2024 | September 30,<br>2024 |
|------------------------------------------------------------------------------------------------------|-----------------------|----------------------|-----------------------|
| <u>May be used to offset deficit, distributed as cash dividends, or transferred to share capital</u> |                       |                      |                       |
| Share premium                                                                                        | \$ 5,112,831          | 5,112,831            | 5,112,831             |
| Treasury share transactions                                                                          | 216,663               | 216,663              | 216,663               |
| Employee share options — expired                                                                     | 38,735                | 38,735               | 38,735                |
| <u>May only be used to offset a deficit</u>                                                          |                       |                      |                       |
| Dividends unclaimed by shareholders                                                                  | 13,207                | 13,207               | 13,207                |
| Changes in percentage of ownership interest in associates                                            | 55,887                | 55,887               | 55,887                |
|                                                                                                      | <u>\$ 5,437,323</u>   | <u>5,437,323</u>     | <u>5,437,323</u>      |

(iii) Retained earnings

According to the Company's Articles of Incorporation (the "Articles") as amended by the resolution of the shareholders' meeting held on May 29, 2025, profits of the fiscal year shall first be utilized for paying taxes, compensating accumulated deficits, and setting aside 10% of the remaining profits as legal reserve, unless the amount of legal reserve is equal to that of contributed capitals. After the provision or reversal of special reserve has been made in compliance with laws and regulations, the remaining profits and retained earnings can be proposed to the Company's board of directors for distribution. An approval of the Board of Directors shall be required for cash distribution, and a resolution of the shareholders' meeting shall be required for the distribution of new shares.

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

However, if the earnings are to be appropriated in cash, the Company has to comply with Article 240-5 of the Company Act, which it requires two-thirds or more of all its directors attending the meeting, and over half of its directors present, to decide on a resolution where the Company can authorize its board to appropriate the accrued dividends or bonuses, a part or the entire legal reserve and paid-in capital as stated in the Article 241-1 of the Company Act; thereafter, to be reported at the shareholders' meeting. Please refer to Note 6(x) "Remunerations to employees and directors" for the distribution policy on remunerations to employees and directors under the revised Articles of Incorporation.

1) Legal reserve

Appropriation of earnings to a legal reserve shall be made until the legal reserve equals the Company's paid-in capital. Legal reserve may be used to offset deficit. If the Company has no deficit and the legal reserve has exceeded 25% of the Company's paid-in capital, the excess may be transferred to capital or distributed in cash.

2) Special reserve

In accordance with the requirements issued by the FSC, a portion of earnings shall be allocated as special reserve during earnings distribution. If the Company has already reclassified a portion of earnings to special reserve under the preceding subparagraph, it shall make supplemental allocation of special reserve for any difference between the amount it has already allocated and the amount of the current-period total net reduction of other shareholders' equity. An equivalent amount of special reserve shall be allocated from the after-tax net profit in the period, plus items other than after-tax net profit in the period, that are included in the undistributed current-period earnings and the undistributed prior-period earnings. A portion of undistributed prior-period earnings shall be reclassified to special earnings reserve (and does not qualify for earnings distribution) to account for cumulative changes to the net reduction of other shareholders' equity pertaining to prior periods. Amounts of subsequent reversals pertaining to the net reduction of other shareholders' equity shall qualify for additional distributions.

3) Earnings distribution

The Company's dividend policy takes into account the results of the Company's current and future development plans, investment environment, demand for funds, domestic and international competition, and shareholders' benefits, etc. The annual distribution should be at least 50% of distributable earnings although the Company is allowed to make no distribution when the accumulated distributable earnings are less than 10% of the paid in capital. The Articles also stipulate that the dividends can be distributed in cash or shares, whereby the distributed cash dividends are no less than 20% of the total dividends distributed.

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

The appropriations of earnings for 2024 and 2023 were as follows:

|                                                    | For the year ended December 31      |                   |                                     |                 |
|----------------------------------------------------|-------------------------------------|-------------------|-------------------------------------|-----------------|
|                                                    | 2024                                |                   | 2023                                |                 |
|                                                    | Amount per<br>share<br>(in dollars) | Total<br>amount   | Amount<br>per share<br>(in dollars) | Total<br>amount |
| Dividends distributed to<br>ordinary shareholders: |                                     |                   |                                     |                 |
| Cash                                               | \$ 0.2104660                        | \$ <u>117,314</u> | 1.00                                | <u>557,403</u>  |

The appropriation of earnings for cash dividends for 2024 were resolved by the Company's board of directors on February 21, 2025. The other proposed appropriations of 2024 were resolved by the shareholders' meeting held on May 29, 2025. The appropriation of earnings for cash dividends for 2023 were resolved by the Company's board of directors on February 22, 2024. The other proposed appropriations of 2023 were resolved by the shareholders' meeting held on May 30, 2024.

The non-distribution of earnings for the first half year of 2024 were resolved by the Company's board of directors on August 8, 2024.

(iv) Other comprehensive income accumulated in reserves, net of tax

|                                                                                                                                                | Exchange<br>differences<br>on<br>translation of<br>foreign<br>financial<br>statements | Unrealized<br>gains (losses)<br>from financial<br>assets measured<br>at fair value<br>through other<br>comprehensive<br>income | Equity<br>directly<br>associated<br>with<br>disposal<br>groups<br>held-for-<br>sale | Non-<br>controlling<br>Interests | Total              |
|------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------|----------------------------------|--------------------|
| Balance on January 1, 2025                                                                                                                     | \$ (579,677)                                                                          | 26,826                                                                                                                         | 59,089                                                                              | 10,425                           | (483,337)          |
| Share of loss for the period                                                                                                                   | -                                                                                     | -                                                                                                                              | -                                                                                   | (287)                            | (287)              |
| Exchange differences on translating<br>the financial statements of foreign<br>entities                                                         | (330,411)                                                                             | -                                                                                                                              | 940                                                                                 | (742)                            | (330,213)          |
| Unrealized gains (losses) from<br>financial assets measured at fair<br>value through other<br>comprehensive income                             | -                                                                                     | (929,830)                                                                                                                      | -                                                                                   | -                                | (929,830)          |
| Equity directly associated with<br>disposal groups held-for-sale                                                                               | 60,029                                                                                | -                                                                                                                              | (60,029)                                                                            | -                                | -                  |
| Difference between the<br>consideration received or paid for<br>the acquisition or disposal of<br>subsidiary equity and the carrying<br>amount | -                                                                                     | -                                                                                                                              | -                                                                                   | 131                              | 131                |
| Changes in non-controlling interests                                                                                                           | -                                                                                     | -                                                                                                                              | -                                                                                   | (375)                            | (375)              |
| Balance on September 30, 2025                                                                                                                  | \$ <u>(850,059)</u>                                                                   | <u>(903,004)</u>                                                                                                               | <u>-</u>                                                                            | <u>9,152</u>                     | <u>(1,743,911)</u> |

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
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|                                                                                                                    | Exchange<br>differences<br>on<br>translation of<br>foreign<br>financial<br>statements | Unrealized<br>gains (losses)<br>from financial<br>assets measured<br>at fair value<br>through other<br>comprehensive<br>income | Equity<br>directly<br>associated<br>with<br>disposal<br>groups<br>held-for-<br>sale | Non-<br>controlling<br>Interest | Total            |
|--------------------------------------------------------------------------------------------------------------------|---------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------|---------------------------------|------------------|
| Balance on January 1, 2024                                                                                         | \$ (741,480)                                                                          | (7,490)                                                                                                                        | (62,575)                                                                            | 9,798                           | (801,747)        |
| Share of loss of the period                                                                                        | -                                                                                     | -                                                                                                                              | -                                                                                   | (133)                           | (133)            |
| Exchange differences on translating<br>the financial statements of foreign<br>entities                             | 220,029                                                                               | -                                                                                                                              | 5,029                                                                               | 305                             | 225,363          |
| Unrealized gains (losses) from<br>financial assets measured at fair<br>value through other<br>comprehensive income | -                                                                                     | 144,096                                                                                                                        | -                                                                                   | -                               | 144,096          |
| Equity directly associated with<br>disposal groups held-for-sale                                                   | (123,011)                                                                             | -                                                                                                                              | 123,011                                                                             | -                               | -                |
| Balance on September 30, 2024                                                                                      | <u>\$ (644,462)</u>                                                                   | <u>136,606</u>                                                                                                                 | <u>65,465</u>                                                                       | <u>9,970</u>                    | <u>(432,421)</u> |

(v) Earnings (loss) per share

The calculation of basic and diluted earnings (loss) per share of the Company were as follows:

(i) Basic earnings (loss) per share

|                                                                          | For the three months ended<br>September 30 |                 | For the nine months ended<br>September 30 |                |
|--------------------------------------------------------------------------|--------------------------------------------|-----------------|-------------------------------------------|----------------|
|                                                                          | 2025                                       | 2024            | 2025                                      | 2024           |
| Profit (loss) attributable to<br>ordinary shareholders of<br>the Company | <u>\$ 286,427</u>                          | <u>(27,255)</u> | <u>802,677</u>                            | <u>43,956</u>  |
| Weighted-average number<br>of ordinary shares (in<br>thousands shares)   | <u>557,403</u>                             | <u>557,403</u>  | <u>557,403</u>                            | <u>557,403</u> |
| Basic earnings (loss) per<br>share (expressed in<br>dollars)             | <u>\$ 0.51</u>                             | <u>(0.05)</u>   | <u>1.44</u>                               | <u>0.08</u>    |

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Diluted earnings (loss) per share

|                                                                            | For the three months ended<br>September 30 |                 | For the nine months ended<br>September 30 |                |
|----------------------------------------------------------------------------|--------------------------------------------|-----------------|-------------------------------------------|----------------|
|                                                                            | 2025                                       | 2024            | 2025                                      | 2024           |
| Profit (loss) attributable to ordinary shareholders of the Company (basic) | \$ <u>286,427</u>                          | <u>(27,255)</u> | <u>802,677</u>                            | <u>43,956</u>  |
| Weighted-average number of ordinary shares (basic) (in thousands shares)   | 557,403                                    | 557,403         | 557,403                                   | 557,403        |
| Effect of dilutive potential ordinary shares                               |                                            |                 |                                           |                |
| Employee's compensation                                                    | <u>5,104</u>                               | <u>-</u>        | <u>5,104</u>                              | <u>1,163</u>   |
| Weighted-average number of ordinary shares (diluted) (in thousands shares) | <u>562,507</u>                             | <u>557,403</u>  | <u>562,507</u>                            | <u>558,566</u> |
| Diluted earnings (loss) per share (expressed in dollars)                   | \$ <u>0.51</u>                             | <u>(0.05)</u>   | <u>1.43</u>                               | <u>0.08</u>    |

If the Company offered to settle the compensation paid to employees in cash or shares, the Company assumed the entire amount of the compensation will be settled in shares and the resulting potential shares were included in the weighted average number of shares outstanding used in the computation of diluted earnings per share, as the effect is dilutive. Such dilutive effect of the potential shares is included in the computation of diluted earnings per share until the number of shares to be distributed to employees is resolved in the following year.

(w) Revenue from contracts with customers

(i) Disaggregation of revenue

|                                    | For the three months ended<br>September 30 |                  | For the nine months ended<br>September 30 |                   |
|------------------------------------|--------------------------------------------|------------------|-------------------------------------------|-------------------|
|                                    | 2025                                       | 2024             | 2025                                      | 2024              |
| Revenue from sale of goods         | \$ 5,612,225                               | 4,686,337        | 14,411,800                                | 13,065,616        |
| Revenue from rendering of services | 19,281                                     | 50,983           | 149,053                                   | 121,579           |
|                                    | <u>\$ 5,631,506</u>                        | <u>4,737,320</u> | <u>14,560,853</u>                         | <u>13,187,195</u> |

The Group recognizes revenue at the time of satisfying performance obligations, which consist of contracts entered into with customers for the goods or services delivered or provided.

The Group mainly produces and sells computer equipment. As the market for computer equipment is constantly evolving and the related cost for supplies is highly volatile, the amount of expected discount is estimated using the most likely amount, by taking into consideration the situation of sales and the range of discount previously given.

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Contract balances

|                                              | September 30,<br>2025 | December 31,<br>2024 | September 30,<br>2024 |
|----------------------------------------------|-----------------------|----------------------|-----------------------|
| Trade receivables, including related parties | \$ 2,972,771          | 2,658,723            | 2,856,996             |
| Less: allowance for impairment               | (17,236)              | (18,482)             | (60,505)              |
| Total                                        | <u>\$ 2,955,535</u>   | <u>2,640,241</u>     | <u>2,796,491</u>      |
| Contract liabilities                         | <u>\$ 295,534</u>     | <u>348,688</u>       | <u>290,983</u>        |

For details on notes receivables, trade receivables and allowance for impairment, please refer to Note 6(e).

(x) Remunerations to employees and directors

According to the Company's Articles of Incorporation prior to amendment, for the year 2024, the Company shall appropriate no less than 10% for employees' compensation and no more than 1% for directors' remuneration, based on the Company's net profits before income tax before deducting distributions of employee compensation and director remuneration, respectively for the nine months ended June 30, 2024. Furthermore, pursuant to the amended Articles of Incorporation approved at the stockholders' meeting held on May 29, 2025, for the year 2025, the Company continued to appropriate employee compensation and director remuneration at rates of no less than 10% and no more than 1%, respectively, of the net profits before income tax, compensation of employees, and remuneration of directors, for the nine months ended September 30, 2025. In addition, no less than 20% of the appropriated employee compensation shall be allocated to entry-level employees. However, if the Company has accumulated losses, the Company should reserve an amount to cover such losses in advance. The targets of the aforementioned employees' compensation in the form of shares or cash include employees of the Company's subsidiaries who meet certain criteria.

If there is a change in the amounts after the annual consolidated financial statements are authorized for issue, the differences are recorded as a change in the accounting estimate and adjusted in the following year.

|                              | For the three months ended<br>September 30 |                | For the nine months ended<br>September 30 |              |
|------------------------------|--------------------------------------------|----------------|-------------------------------------------|--------------|
|                              | 2025                                       | 2024           | 2025                                      | 2024         |
| Employees' compensation \$   | <u>36,433</u>                              | <u>(2,340)</u> | <u>110,767</u>                            | <u>7,484</u> |
| Remuneration of directors \$ | <u>3,644</u>                               | <u>(234)</u>   | <u>11,077</u>                             | <u>748</u>   |

The remuneration to employees and directors approved in the board of directors' meeting differed from those recognized in the consolidated financial statements for the years ended December 31, 2024 and 2023. The differences were recorded as an adjustment to profit and loss in 2025 and 2024, respectively.

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

|                                                       | For the year ended December 31 |                           |                         |                           |
|-------------------------------------------------------|--------------------------------|---------------------------|-------------------------|---------------------------|
|                                                       | 2024                           |                           | 2023                    |                           |
|                                                       | Employees' Compensation        | Remuneration of Directors | Employees' Compensation | Remuneration of Directors |
| Amounts approved in the board of directors' meeting   | \$ -                           | -                         | 135,395                 | -                         |
| Amounts recognized in the annual financial statements | \$ -                           | -                         | 135,395                 | 13,539                    |

Information on the employees' compensation and remuneration of directors resolved by the Company's board of directors is available at the Market Observation Post System website.

(y) Net other income (expenses)

(i) Interest income

The details of interest income of the Group were as follows:

|                                    | For the three months ended September 30 |        | For the nine months ended September 30 |         |
|------------------------------------|-----------------------------------------|--------|----------------------------------------|---------|
|                                    | 2025                                    | 2024   | 2025                                   | 2024    |
| Bank deposits                      | \$ 28,306                               | 39,337 | 95,477                                 | 118,278 |
| Financial assets at amortized cost | 11,174                                  | 9,468  | 30,908                                 | 44,730  |
| Other interest income              | 1,496                                   | 515    | 1,784                                  | 928     |
| Total interest income              | \$ 40,976                               | 49,320 | 128,169                                | 163,936 |

(ii) Other income

The details of other income of the Group were as follows:

|                    | For the three months ended September 30 |        | For the nine months ended September 30 |        |
|--------------------|-----------------------------------------|--------|----------------------------------------|--------|
|                    | 2025                                    | 2024   | 2025                                   | 2024   |
| Rental income      | \$ 4,990                                | 4,380  | 13,449                                 | 13,582 |
| Dividend           | 259,079                                 | -      | 259,079                                | -      |
| Government subsidy | 23,015                                  | 9,779  | 36,205                                 | 34,850 |
| Others             | 7,466                                   | 15,252 | 41,994                                 | 39,929 |
| Total other income | \$ 294,550                              | 29,411 | 350,727                                | 88,361 |

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iii) Other gains and losses

The details of other gains and losses of the Group were as follows:

|                                                             | For the three months ended<br>September 30 |                 | For the nine months ended<br>September 30 |                |
|-------------------------------------------------------------|--------------------------------------------|-----------------|-------------------------------------------|----------------|
|                                                             | 2025                                       | 2024            | 2025                                      | 2024           |
| (Loss) gain on disposals of property, plant and equipment   | \$ (2,849)                                 | 983             | (23,806)                                  | 1,015          |
| Gain (loss) on lease modification                           | -                                          | -               | 370                                       | (245)          |
| Gain on disposal of non-current assets held for sale (Note) | (15,064)                                   | -               | 738,971                                   | -              |
| Net foreign exchange (loss) gain                            | 10,833                                     | (27,019)        | (17,964)                                  | 103,539        |
| Net gain arising on financial assets designated as at FVTPL | (1,021)                                    | 10,277          | 3,496                                     | 45,986         |
| Miscellaneous disbursements                                 | (509)                                      | (7,059)         | (24,621)                                  | (8,664)        |
| Other gains and losses, net                                 | <u>\$ (8,610)</u>                          | <u>(22,818)</u> | <u>676,446</u>                            | <u>141,631</u> |

Note: The amount of gain on disposal of non-current assets held for sale recognized was calculated based on the average exchange rate for the period from January 1 to September 30, 2025.

(iv) Finance costs

The details of finance costs of the Group were as follows:

|                               | For the three months ended<br>September 30 |               | For the nine months ended<br>September 30 |               |
|-------------------------------|--------------------------------------------|---------------|-------------------------------------------|---------------|
|                               | 2025                                       | 2024          | 2025                                      | 2024          |
| Interest on bank loans        | \$ 11,456                                  | 8,101         | 27,173                                    | 13,913        |
| Interest on lease liabilities | 4,218                                      | 4,415         | 13,431                                    | 13,611        |
| Other finance costs           | 4                                          | 2,103         | (276)                                     | 2,860         |
| Finance costs, net            | <u>\$ 15,678</u>                           | <u>14,619</u> | <u>40,328</u>                             | <u>30,384</u> |

(z) Financial instruments

(i) Credit risk

Credit risk refers to the risk that a counterparty will default on its contractual obligations resulting in financial loss to the Group. As at the end of the reporting period, the Group's maximum exposure to credit risk which will cause a financial loss to the Group due to the failure of counterparties to discharge an obligation and financial guarantees provided by the Group could arise from:

- 1) The carrying amount of the respective recognized financial assets as stated in the consolidated balance sheets; and

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
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- 2) The maximum amount that the entity would have to pay if the financial guarantee is called upon, irrespective of the likelihood of the guarantee being exercised.

The evaluation results generated by the internal system and the evaluation report provided by the external hedging institution are both taken into consideration before granting the appropriate credit line to counterparties. The counterparties' transaction type, financial position and collaterals are also taken into consideration. All credit lines have expiration dates and are subject to reexamination before the granting of any extensions.

- 3) Concentration of credit risk

As of September 30, 2025, December 31, 2024 and September 30, 2024, the Group's five largest customers accounted for 72%, 74% and 78% of total accounts receivable, respectively, and the concentration of credit risk was relatively insignificant for the remaining accounts receivable. After considering specific factors and conducting risk evaluation, the credit risks of the Group's five largest customers would not have had any material impact on the Group.

- 4) Receivables

Before accepting a new customer, the Group takes both the client evaluation results generated by the internal system and the evaluation report provided by the external hedging institution into consideration to measure the potential customer's credit quality and define the customer's credit limit. Customer credit limits and ratings are reviewed twice a year. For fair presentation of the accounts receivable, the Group reviews the aging and recovery of accounts receivable every week.

The average credit period of sales of goods is 30 days to 120 days. No interest is charged on accounts receivable since the credit period is short.

In order to minimize credit risk, the management of the Group has delegated a team responsible for determining credit limits, credit approvals and other monitoring procedures to ensure that follow-up action is taken to recover overdue debts. In addition, the Group reviews the recoverable amount of each individual trade debt at the end of the reporting period to ensure that adequate allowance is made for possible irrecoverable amounts. In this regard, the management believes that the Group's credit risk was significantly reduced.

The Group measures the loss allowance for accounts receivable at an amount equal to lifetime ECLs. The expected credit losses on accounts receivable are estimated using a provision matrix prepared by reference to the past default experience of the customer, the customer's current financial position, economic condition of the industry in which the customer operates, as well as the GDP forecasts and industry outlook. As the Group's historical credit loss experience does not show significantly different loss patterns for different customer segments, the provision matrix for loss allowance based on past due status is not further distinguished by the Group's different customer base.

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
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The Group writes off accounts receivable when there is evidence indicating that the debtor is in severe financial difficulty and there is no realistic prospect of recovery, e.g., when the debtor has been placed under liquidation, or when the accounts receivable are not recoverable. For the uncollectible accounts receivables, the Group continues to engage in enforcement activity to attempt to recover the receivables due. Where recoveries are made, these are recognized in profit or loss.

For information of credit risk from notes receivable and accounts receivable, please refer to Note 6(e).

Other financial assets at amortized cost includes other receivables and time deposits.

All these financial assets are considered to have low risk, and thus, the impairment provision recognized during the period was limited to 12-month expected credit losses.

(ii) Liquidity risk

The Group manages liquidity risk by monitoring and maintaining a level of cash and cash equivalents deemed adequate to finance the Group's operations and mitigate the effects of fluctuations in cash flows. Since the Group has sufficient equity and working capital, which ensure compliance with loan covenants, the Group has no liquidity risk.

The following tables show the Group's remaining contractual maturities for its financial liabilities with agreed-upon repayment periods.

|                                             | <u>Carrying<br/>amount</u> | <u>Contractual<br/>cash flows</u> | <u>Within 1<br/>year</u> | <u>2-3 years</u>      | <u>3-5 years</u>      | <u>Over 5<br/>years</u> |
|---------------------------------------------|----------------------------|-----------------------------------|--------------------------|-----------------------|-----------------------|-------------------------|
| <b>September 30, 2025</b>                   |                            |                                   |                          |                       |                       |                         |
| <u>Non-derivative financial liabilities</u> |                            |                                   |                          |                       |                       |                         |
| Short-term borrowings                       | \$ 949,652                 | 960,035                           | 960,035                  | -                     | -                     | -                       |
| Notes payable                               | 612,820                    | 612,820                           | 612,820                  | -                     | -                     | -                       |
| Accounts payable                            | 2,949,691                  | 2,949,691                         | 2,949,691                | -                     | -                     | -                       |
| Other payables                              | 1,018,419                  | 1,018,419                         | 1,018,419                | -                     | -                     | -                       |
| Lease liabilities                           | 575,754                    | 636,022                           | 111,245                  | 178,201               | 140,536               | 206,040                 |
| Guarantee deposits received                 | 26,196                     | 26,196                            | 14,268                   | 8,193                 | 224                   | 3,511                   |
|                                             | <u><b>\$ 6,132,532</b></u> | <u><b>6,203,183</b></u>           | <u><b>5,666,478</b></u>  | <u><b>186,394</b></u> | <u><b>140,760</b></u> | <u><b>209,551</b></u>   |
| <b>December 31, 2024</b>                    |                            |                                   |                          |                       |                       |                         |
| <u>Non-derivative financial liabilities</u> |                            |                                   |                          |                       |                       |                         |
| Short-term borrowings                       | \$ 1,006,736               | 1,018,549                         | 1,018,549                | -                     | -                     | -                       |
| Notes payable                               | 457,752                    | 457,752                           | 457,752                  | -                     | -                     | -                       |
| Accounts payable                            | 2,566,573                  | 2,566,573                         | 2,566,573                | -                     | -                     | -                       |
| Other payables                              | 1,062,037                  | 1,062,037                         | 1,062,037                | -                     | -                     | -                       |
| Lease liabilities                           | 619,500                    | 694,988                           | 91,995                   | 157,294               | 148,963               | 296,736                 |
| Guarantee deposits received                 | 33,531                     | 33,531                            | 19,463                   | 10,296                | 3,772                 | -                       |
|                                             | <u><b>\$ 5,746,129</b></u> | <u><b>5,833,430</b></u>           | <u><b>5,216,369</b></u>  | <u><b>167,590</b></u> | <u><b>152,735</b></u> | <u><b>296,736</b></u>   |

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
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|                                             | <u>Carrying<br/>amount</u> | <u>Contractual<br/>cash flows</u> | <u>Within 1<br/>year</u> | <u>2-3 years</u> | <u>3-5 years</u> | <u>Over 5<br/>years</u> |
|---------------------------------------------|----------------------------|-----------------------------------|--------------------------|------------------|------------------|-------------------------|
| <b>September 30, 2024</b>                   |                            |                                   |                          |                  |                  |                         |
| <u>Non-derivative financial liabilities</u> |                            |                                   |                          |                  |                  |                         |
| Short-term borrowings                       | \$ 1,240,365               | 1,253,447                         | 1,253,447                | -                | -                | -                       |
| Notes payable                               | 454,051                    | 454,051                           | 454,051                  | -                | -                | -                       |
| Accounts payable                            | 2,422,266                  | 2,422,266                         | 2,422,266                | -                | -                | -                       |
| Other payables                              | 1,005,125                  | 1,005,125                         | 1,005,125                | -                | -                | -                       |
| Lease liabilities                           | 642,674                    | 722,381                           | 98,014                   | 159,948          | 149,137          | 315,282                 |
| Guarantee deposits received                 | 33,846                     | 33,846                            | 13,363                   | 16,721           | 3,762            | -                       |
|                                             | <u>\$ 5,798,327</u>        | <u>5,891,116</u>                  | <u>5,246,266</u>         | <u>176,669</u>   | <u>152,899</u>   | <u>315,282</u>          |

The Group does not expect the cash flows included in the maturity analysis to occur significantly earlier or at significantly different amounts.

(iii) Market risk

1) Foreign currency risk

The Group was exposed to foreign currency risk because it owned assets and liabilities which were denominated in foreign currencies. Exchange rate exposures are managed within approved policy parameters by using financial instruments such as foreign exchange spot transactions, forward exchange contracts, etc.

For the Group, the main purpose of using dual-currency investment is to eliminate the financial risks of currency exchange rates.

The Group's significant financial assets and liabilities denominated in foreign currencies aggregated by the foreign currencies other than functional currencies of the entities in the Group and the related exchange rates between the foreign currencies and the respective functional currencies were as follows:

|                              | <u>September 30, 2025</u>   |                          |            | <u>December 31, 2024</u>    |                          |            | <u>September 30, 2024</u>   |                          |            |
|------------------------------|-----------------------------|--------------------------|------------|-----------------------------|--------------------------|------------|-----------------------------|--------------------------|------------|
|                              | <u>Foreign<br/>currency</u> | <u>Exchange<br/>rate</u> | <u>TWD</u> | <u>Foreign<br/>currency</u> | <u>Exchange<br/>rate</u> | <u>TWD</u> | <u>Foreign<br/>currency</u> | <u>Exchange<br/>rate</u> | <u>TWD</u> |
| <u>Financial assets</u>      |                             |                          |            |                             |                          |            |                             |                          |            |
| <u>Monetary items</u>        |                             |                          |            |                             |                          |            |                             |                          |            |
| USD                          | \$ 158,938                  | 30.445                   | 4,838,875  | 168,239                     | 32.785                   | 5,515,710  | 189,984                     | 31.650                   | 6,012,989  |
| RMB                          | 65,827                      | 4.285                    | 282,069    | 9,565                       | 4.561                    | 43,626     | 19,215                      | 4.517                    | 86,792     |
| HKD                          | 648                         | 3.913                    | 2,534      | 1,361                       | 4.222                    | 5,748      | 1,179                       | 4.075                    | 4,803      |
| JPY                          | 6,105                       | 0.2058                   | 1,256      | 8,783                       | 0.210                    | 1,843      | 15,108                      | 0.2223                   | 3,359      |
| <u>Non-monetary items</u>    |                             |                          |            |                             |                          |            |                             |                          |            |
| USD                          | 2,102                       | 30.445                   | 64,005     | 2,136                       | 32.785                   | 70,015     | 2,110                       | 31.650                   | 66,782     |
| <u>Financial liabilities</u> |                             |                          |            |                             |                          |            |                             |                          |            |
| <u>Monetary items</u>        |                             |                          |            |                             |                          |            |                             |                          |            |
| USD                          | 180,606                     | 30.445                   | 5,498,536  | 137,799                     | 32.785                   | 4,517,753  | 133,331                     | 31.650                   | 4,219,934  |
| HKD                          | 2,218                       | 3.913                    | 8,681      | 1,628                       | 4.222                    | 6,873      | 1,057                       | 4.075                    | 4,309      |
| RMB                          | 731                         | 4.285                    | 3,132      | 758                         | 4.561                    | 3,458      | 765                         | 4.517                    | 3,454      |
| JPY                          | 4,950                       | 0.2058                   | 1,019      | 4,950                       | 0.210                    | 1,039      | 5,950                       | 0.2223                   | 1,323      |

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
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For the three months and nine months ended September 30, 2025 and 2024, the Group's realized and unrealized net foreign exchange gains (losses) were \$10,833 thousand, \$(27,019) thousand, \$(17,964) thousand and \$103,539 thousand, respectively. It is impractical to disclose net foreign exchange gains (losses) by each significant foreign currency due to the variety of the foreign currency transactions and functional currencies of the group entities.

The Group was mainly exposed to the U.S. dollar. The following table shows the Group's sensitivity to a 5% increase and in the New Taiwan dollar (the functional currency) against the U.S. dollar. The 5% sensitivity rate is used in reporting foreign currency risk internally to key management personnel and represents management's assessment of the reasonably possible change in foreign exchange rates. The sensitivity analysis included only outstanding foreign currency-denominated monetary items, for which their translation at the end of the reporting period is adjusted for a 5% change in foreign currency rates.

|                                                           | <u>September 30,<br/>2025</u> | <u>December 31,<br/>2024</u> | <u>September 30,<br/>2024</u> |
|-----------------------------------------------------------|-------------------------------|------------------------------|-------------------------------|
| Gain or loss from 5% increase<br>in foreign currency rate |                               |                              |                               |
| USD                                                       | \$ <u>32,983</u>              | <u>(49,898)</u>              | <u>(89,653)</u>               |

2) Interest rate risk

The Group was exposed to fair value interest risk, because entities in the Group hold financial assets and liabilities with fixed rate, and the Group was exposed to cash flow interest rate risk because entities in the Group hold financial asset and liabilities with floating rate.

The carrying amounts of the Group's financial assets and financial liabilities with exposure to interest rates at the end of the reporting period are as follows:

|                               | <u>September 30,<br/>2025</u> | <u>December 31,<br/>2024</u> | <u>September 30,<br/>2024</u> |
|-------------------------------|-------------------------------|------------------------------|-------------------------------|
| Fair value interest rate risk |                               |                              |                               |
| — Financial assets            | \$ 5,185,287                  | 4,271,959                    | 3,718,582                     |
| — Financial liabilities       | 1,251,401                     | 1,522,624                    | 1,786,575                     |
| Cash flow interest rate risk  |                               |                              |                               |
| — Financial assets            | 2,217,532                     | 3,088,916                    | 3,276,398                     |
| — Financial liabilities       | 274,005                       | 163,925                      | 158,250                       |

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
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The sensitivity analysis below was determined based on the Group's exposure to interest rates for both derivative and non-derivative instruments at the end of the reporting period. For floating rate liabilities, the analysis was prepared assuming the amount of each liability outstanding at the end of the reporting period was outstanding for the whole year. A 1% increase or decrease is used when reporting interest rate risk internally to key management personnel and represents management's assessment of the reasonably possible change in interest rates.

If interest rates had been 1% higher and all other variables were held constant, the Group's pre-tax profit for the nine months ended September 30, 2025 and 2024, would have increased by \$14,576 thousand and \$23,386 thousand, respectively. Had market interest rates been 1% lower, the impact would have been negative but at the same amounts.

3) Other price risk

The Group was exposed to equity price risks through its investments in equity securities and mutual funds.

Sensitivity analysis was used to measure equity price risks at the end of the reporting period.

Had the position of domestic and foreign equity investments been 5% higher/lower, the Group's pre-tax profit for the nine months ended September 30, 2025 and 2024, would increase/decrease by \$94,580 thousand and \$43,886 thousand, respectively, as a result of the changes in fair value of financial assets at FVTPL; the Group's other comprehensive income for the nine months ended September 30, 2025 and 2024, would increase/decrease by \$161,650 thousand and \$215,826 thousand, respectively, as a result of the changes in fair value of financial assets at FVOCI.

(iv) Fair value of financial instruments

1) Fair value hierarchy

Fair value of financial instruments measured at fair value on a recurring basis were as follows; management believes the carrying amounts of financial assets and financial liabilities recognized in the consolidated financial statements approximate their fair values.

|                                  | September 30, 2025 |            |         |         |           |
|----------------------------------|--------------------|------------|---------|---------|-----------|
|                                  |                    | Fair Value |         |         |           |
|                                  | Book value         | Level 1    | Level 2 | Level 3 | Total     |
| <u>Financial assets</u>          |                    |            |         |         |           |
| <u>Financial assets at FVTPL</u> |                    |            |         |         |           |
| Mutual funds                     | \$ 1,175,668       | 1,175,668  | -       | -       | 1,175,668 |
| Financial products               | 673,618            | 673,618    | -       | -       | 673,618   |
| Domestic unlisted shares         | 42,316             | -          | -       | 42,316  | 42,316    |
| Subtotal                         | 1,891,602          | 1,849,286  | -       | 42,316  | 1,891,602 |

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| <b>September 30, 2025</b>                          |                      |                   |                |                |                  |
|----------------------------------------------------|----------------------|-------------------|----------------|----------------|------------------|
|                                                    | <b>Book value</b>    | <b>Fair Value</b> |                |                | <b>Total</b>     |
|                                                    |                      | <b>Level 1</b>    | <b>Level 2</b> | <b>Level 3</b> |                  |
| <u>Financial assets at FVOCI</u>                   |                      |                   |                |                |                  |
| Stocks listed on domestic markets                  | 3,232,998            | 3,232,998         | -              | -              | 3,232,998        |
| <u>Financial assets measured at amortized cost</u> |                      |                   |                |                |                  |
| Cash and cash equivalents                          | 3,402,754            | -                 | -              | -              | -                |
| Financial assets measured at amortized cost        | 4,032,616            | -                 | -              | -              | -                |
| Other current financial assets                     | 11,105               | -                 | -              | -              | -                |
| Receivables                                        | 3,356,671            | -                 | -              | -              | -                |
| Refundable deposits                                | 25,247               | -                 | -              | -              | -                |
| Subtotal                                           | 10,828,393           | -                 | -              | -              | -                |
| Total                                              | <b>\$ 15,952,993</b> | <b>5,082,284</b>  | <b>-</b>       | <b>42,316</b>  | <b>5,124,600</b> |
| <u>Financial liabilities</u>                       |                      |                   |                |                |                  |
| <u>Financial liabilities at amortized cost</u>     |                      |                   |                |                |                  |
| Short-term borrowings                              | \$ 949,652           | -                 | -              | -              | -                |
| Payables                                           | 4,580,930            | -                 | -              | -              | -                |
| Lease liabilities                                  | 575,754              | -                 | -              | -              | -                |
| Guarantee deposits received                        | 26,196               | -                 | -              | -              | -                |
| Total                                              | <b>\$ 6,132,532</b>  | <b>-</b>          | <b>-</b>       | <b>-</b>       | <b>-</b>         |
| <b>December 31, 2024</b>                           |                      |                   |                |                |                  |
|                                                    | <b>Book value</b>    | <b>Fair Value</b> |                |                | <b>Total</b>     |
|                                                    |                      | <b>Level 1</b>    | <b>Level 2</b> | <b>Level 3</b> |                  |
| <u>Financial assets</u>                            |                      |                   |                |                |                  |
| <u>Financial assets at FVTPL</u>                   |                      |                   |                |                |                  |
| Mutual funds                                       | \$ 928,115           | 928,115           | -              | -              | 928,115          |
| Financial products                                 | 552,458              | 552,458           | -              | -              | 552,458          |
| Domestic unlisted shares                           | 61,471               | -                 | -              | 61,471         | 61,471           |
| Foreign unlisted shares                            | 3                    | -                 | -              | 3              | 3                |
| Subtotal                                           | 1,542,047            | 1,480,573         | -              | 61,474         | 1,542,047        |
| <u>Financial assets at FVOCI</u>                   |                      |                   |                |                |                  |
| Stocks listed on domestic markets                  | 4,206,739            | 4,206,739         | -              | -              | 4,206,739        |
| <u>Financial assets measured at amortized cost</u> |                      |                   |                |                |                  |
| Cash and cash equivalents                          | 4,311,823            | -                 | -              | -              | -                |
| Financial assets measured at amortized cost        | 2,922,143            | -                 | -              | -              | -                |
| Other current financial assets                     | 69,602               | -                 | -              | -              | -                |
| Receivables                                        | 2,777,294            | -                 | -              | -              | -                |
| Refundable deposits                                | 25,607               | -                 | -              | -              | -                |
| Subtotal                                           | 10,106,469           | -                 | -              | -              | -                |
| Total                                              | <b>\$ 15,855,255</b> | <b>5,687,312</b>  | <b>-</b>       | <b>61,474</b>  | <b>5,748,786</b> |

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|                                                    |                      | December 31, 2024  |          |               |                  |
|----------------------------------------------------|----------------------|--------------------|----------|---------------|------------------|
|                                                    |                      | Fair Value         |          |               |                  |
|                                                    | Book value           | Level 1            | Level 2  | Level 3       | Total            |
| <u>Financial liabilities</u>                       |                      |                    |          |               |                  |
| <u>Financial liabilities at amortized cost</u>     |                      |                    |          |               |                  |
| Short-term borrowings                              | \$ 1,006,736         | -                  | -        | -             | -                |
| Payables                                           | 4,086,362            | -                  | -        | -             | -                |
| Lease liabilities                                  | 619,500              | -                  | -        | -             | -                |
| Guarantee deposits received                        | 33,531               | -                  | -        | -             | -                |
| Total                                              | <u>\$ 5,746,129</u>  | <u>-</u>           | <u>-</u> | <u>-</u>      | <u>-</u>         |
|                                                    |                      | September 30, 2024 |          |               |                  |
|                                                    |                      | Fair Value         |          |               |                  |
|                                                    | Book value           | Level 1            | Level 2  | Level 3       | Total            |
| <u>Financial assets</u>                            |                      |                    |          |               |                  |
| <u>Financial assets at FVTPL</u>                   |                      |                    |          |               |                  |
| Mutual funds                                       | \$ 816,235           | 816,235            | -        | -             | 816,235          |
| Financial products                                 | 681,875              | 681,875            | -        | -             | 681,875          |
| Domestic unlisted shares                           | 61,471               | -                  | -        | 61,471        | 61,471           |
| Foreign unlisted shares                            | 5                    | -                  | -        | 5             | 5                |
| Subtotal                                           | <u>1,559,586</u>     | <u>1,498,110</u>   | <u>-</u> | <u>61,476</u> | <u>1,559,586</u> |
| <u>Financial assets at FVOCI</u>                   |                      |                    |          |               |                  |
| Stocks listed on domestic markets                  | <u>4,316,519</u>     | <u>4,316,519</u>   | <u>-</u> | <u>-</u>      | <u>4,316,519</u> |
| <u>Financial assets measured at amortized cost</u> |                      |                    |          |               |                  |
| Cash and cash equivalents                          | 3,717,161            | -                  | -        | -             | -                |
| Financial assets measured at amortized cost        | 2,958,736            | -                  | -        | -             | -                |
| Other current financial assets                     | 256,824              | -                  | -        | -             | -                |
| Receivables                                        | 2,907,160            | -                  | -        | -             | -                |
| Refundable deposits                                | 26,991               | -                  | -        | -             | -                |
| Subtotal                                           | <u>9,866,872</u>     | <u>-</u>           | <u>-</u> | <u>-</u>      | <u>-</u>         |
| Total                                              | <u>\$ 15,742,977</u> | <u>5,814,629</u>   | <u>-</u> | <u>61,476</u> | <u>5,876,105</u> |
| <u>Financial liabilities</u>                       |                      |                    |          |               |                  |
| <u>Financial liabilities at amortized cost</u>     |                      |                    |          |               |                  |
| Short-term borrowings                              | \$ 1,240,365         | -                  | -        | -             | -                |
| Payables                                           | 3,881,442            | -                  | -        | -             | -                |
| Lease liabilities                                  | 642,674              | -                  | -        | -             | -                |
| Guarantee deposits received                        | 33,846               | -                  | -        | -             | -                |
| Total                                              | <u>\$ 5,798,327</u>  | <u>-</u>           | <u>-</u> | <u>-</u>      | <u>-</u>         |

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

2) Valuation techniques for financial instruments measured at fair value

A) Non-derivative financial instruments

If a financial instrument has a quoted price in an active market, then the active market quotation shall be used as the fair value. The market prices announced by major Exchanges and over-the-counter (OTC) trading centers of central government bonds, which are judged to be popular, are the basis for the fair value of listed (OTC) equity instruments and debt instruments with active market quotations.

If the public quotation of a financial instrument can be obtained from an exchange, broker, underwriter, industry association, pricing service agency or competent authority in a timely and frequent manner, and the price represents the actual and regular fair market transactions, then the financial instrument has an active market quotation. If the above conditions are not met, the market is deemed not active. Generally speaking, large difference in buying and selling price, significant increase of buying and selling price, and few transactions are indicators of an inactive market.

If the financial instruments held by the Group fit into an active market, their fair values are listed according to the categories and attributes as follows:

- The callable bond of a TWSE listed company, the stock, draft or corporate bond of a TWSE/TPEX listed company are financial assets and financial liabilities with standard terms and traded in an active market, and their fair values are determined by reference to the market quotation.

In addition to the aforementioned financial instruments with an active market, the fair value of the remaining financial instruments is acquired using valuation techniques or by reference to the counterparty quotes. The fair value acquired through valuation technique can refer to the current fair value, the discounted cash flow method or other valuation techniques for financial instruments with similar substantive conditions and characteristics in essence, including the market information available on the reporting date using the model (such as the reference yield curve of the OTC market, and the average quotation of Reuters commercial promissory note rate).

If the financial instruments held by the Group do not fit into an active market, their fair values are listed according to the categories and attributes as follows:

- The fair value of an equity instrument without active market quotation is estimated using comparable company method, after adjusting for the effect of discount on the lack of marketability.

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

B) Derivative financial instruments

Measurement of the fair value of derivative instruments is based on the valuation techniques generally accepted by market participants such as the discounted cash flow or option pricing models. Fair value of forward currency is usually determined by the forward currency exchange rate.

3) Transfers between Level 1 and Level 2

No transfers have occurred between the fair value levels in the hierarchy for the nine months ended September 30, 2025 and 2024.

4) Reconciliation of Level 3 fair values

|                                    | <b>Financial Assets<br/>at fair value<br/>through profit<br/>or loss</b> |
|------------------------------------|--------------------------------------------------------------------------|
| Opening balance, January 1, 2025   | \$ 61,474                                                                |
| Recognized in profit or loss       | (19,149)                                                                 |
| Disposal                           | (9)                                                                      |
| Ending balance, September 30, 2025 | <u><u>\$ 42,316</u></u>                                                  |
| Opening balance, January 1, 2024   | <u>\$ 61,476</u>                                                         |
| Ending balance, September 30, 2024 | <u><u>\$ 61,476</u></u>                                                  |

5) Fair value measurements in Level 3 – sensitivity analysis of reasonably possible alternative assumptions

For fair value measurements in Level 3, changing one or more of the assumptions to reflect reasonably possible alternative assumptions would have the following effects:

- A) The fair value of domestic unlisted shares is determined using the market approach and net value of investees' major assets. The significant unobservable inputs used by the Group as of September 30, 2025, December 31, 2024 and September 30, 2024, were a 10%, 0% and 0% discount rate, respectively. If the inputs to the valuation model and discount rate were increased by 1% to reflect reasonably possible alternative assumptions while all other variables were held constant, the profit or loss will increase (decrease) as follows:

|                           | <u>Inputs</u>           | <u>Upward or<br/>downward<br/>Movements</u> | <u>Current profit (loss) arising<br/>from changes in fair value</u> |                    |
|---------------------------|-------------------------|---------------------------------------------|---------------------------------------------------------------------|--------------------|
|                           |                         |                                             | <u>Favorable</u>                                                    | <u>Unfavorable</u> |
| <b>September 30, 2025</b> |                         |                                             |                                                                     |                    |
| Domestic unlisted shares  | Liquidity discount rate | 1%                                          | 423                                                                 | (423)              |
| <b>December 31, 2024</b>  |                         |                                             |                                                                     |                    |
| Domestic unlisted shares  | Liquidity discount rate | 1%                                          | 683                                                                 | (683)              |

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

|                           | <u>Inputs</u>           | <u>Upward or<br/>downward<br/>Movements</u> | <u>Current profit (loss) arising<br/>from changes in fair value</u> |                    |
|---------------------------|-------------------------|---------------------------------------------|---------------------------------------------------------------------|--------------------|
|                           |                         |                                             | <u>Favorable</u>                                                    | <u>Unfavorable</u> |
| <b>September 30, 2024</b> |                         |                                             |                                                                     |                    |
| Domestic unlisted shares  | Liquidity discount rate | 1%                                          | 683                                                                 | (683)              |

- B) The fair values of unlisted equity securities are determined by using the closing price from public trading sessions and net value of investees' major assets. The significant unobservable inputs used by the Company as of December 31, 2024 and September 30, 2024, were both a 0% discount rate. If the inputs to the valuation model and discount rate were increased by 1% to reflect reasonably possible alternative assumptions while all other variables were held constant, the fair value of the shares would decrease by less than \$1 thousand.

(v) Offsetting financial assets and financial liabilities

The Group is eligible to present certain financial assets and financial liabilities on a net basis on the consolidated balance sheets since the offsetting criteria are met.

The tables below present the quantitative information on financial assets and financial liabilities that have been offset in the consolidated balance sheets.

|                                          | <b>September 30, 2025</b>                              |                                                                                          |                                                                                   |
|------------------------------------------|--------------------------------------------------------|------------------------------------------------------------------------------------------|-----------------------------------------------------------------------------------|
|                                          | <b>Gross Amounts of Recognized Financial Assets(a)</b> | <b>Gross Amounts of Recognized Financial Liabilities Offset in the Balance Sheets(b)</b> | <b>Net Amounts of Financial Assets Presented in the Balance Sheets(c)=(a)-(b)</b> |
| Accounts receivable                      | \$ 5,087,920                                           | 2,122,402                                                                                | 2,965,518                                                                         |
| Accounts receivable from related parties | 7,253                                                  | -                                                                                        | 7,253                                                                             |
| Total                                    | <u>\$ 5,095,173</u>                                    | <u>2,122,402</u>                                                                         | <u>2,972,771</u>                                                                  |

  

|                  | <b>September 30, 2025</b>                                   |                                                                                     |                                                                                        |
|------------------|-------------------------------------------------------------|-------------------------------------------------------------------------------------|----------------------------------------------------------------------------------------|
|                  | <b>Gross Amounts of Recognized Financial Liabilities(a)</b> | <b>Gross Amounts of Recognized Financial Assets Offset in the Balance Sheets(b)</b> | <b>Net Amounts of Financial Liabilities Presented in the Balance Sheets(c)=(a)-(b)</b> |
| Accounts payable | <u>\$ 5,072,093</u>                                         | <u>2,122,402</u>                                                                    | <u>2,949,691</u>                                                                       |

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

|                                          | <b>December 31, 2024</b>                                                |                                                                                                          |                                                                                                            |
|------------------------------------------|-------------------------------------------------------------------------|----------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------|
|                                          | <b>Gross Amounts<br/>of Recognized<br/>Financial<br/>Assets(a)</b>      | <b>Gross Amounts of<br/>Recognized<br/>Financial Liabilities<br/>Offset in the<br/>Balance Sheets(b)</b> | <b>Net Amounts of<br/>Financial Assets<br/>Presented<br/>in the Balance<br/>Sheets(c)=(a)-(b)</b>          |
| Accounts receivable                      | \$ 3,989,296                                                            | 1,354,705                                                                                                | 2,634,591                                                                                                  |
| Accounts receivable from related parties | 30,987                                                                  | 6,855                                                                                                    | 24,132                                                                                                     |
| Total                                    | <u>\$ 4,020,283</u>                                                     | <u>1,361,560</u>                                                                                         | <u>2,658,723</u>                                                                                           |
|                                          | <b>December 31, 2024</b>                                                |                                                                                                          |                                                                                                            |
|                                          | <b>Gross Amounts<br/>of Recognized<br/>Financial<br/>Liabilities(a)</b> | <b>Gross Amounts of<br/>Recognized<br/>Financial Assets<br/>Offset in the<br/>Balance Sheets(b)</b>      | <b>Net Amounts of<br/>Financial<br/>Liabilities<br/>Presented<br/>in the Balance<br/>Sheets(c)=(a)-(b)</b> |
| Accounts payable                         | \$ 3,921,278                                                            | 1,354,705                                                                                                | 2,566,573                                                                                                  |
| Accounts payable from related parties    | 6,855                                                                   | 6,855                                                                                                    | -                                                                                                          |
| Total                                    | <u>\$ 3,928,133</u>                                                     | <u>1,361,560</u>                                                                                         | <u>2,566,573</u>                                                                                           |
|                                          | <b>September 30, 2024</b>                                               |                                                                                                          |                                                                                                            |
|                                          | <b>Gross Amounts<br/>of Recognized<br/>Financial<br/>Assets(a)</b>      | <b>Gross Amounts of<br/>Recognized<br/>Financial Liabilities<br/>Offset in the<br/>Balance Sheets(b)</b> | <b>Net Amounts of<br/>Financial Assets<br/>Presented<br/>in the Balance<br/>Sheets(c)=(a)-(b)</b>          |
| Accounts receivable                      | \$ 3,959,782                                                            | 1,129,647                                                                                                | 2,830,135                                                                                                  |
| Accounts receivable from related parties | 26,877                                                                  | 16                                                                                                       | 26,861                                                                                                     |
| Total                                    | <u>\$ 3,986,659</u>                                                     | <u>1,129,663</u>                                                                                         | <u>2,856,996</u>                                                                                           |
|                                          | <b>September 30, 2024</b>                                               |                                                                                                          |                                                                                                            |
|                                          | <b>Gross Amounts<br/>of Recognized<br/>Financial<br/>Liabilities(a)</b> | <b>Gross Amounts of<br/>Recognized<br/>Financial Assets<br/>Offset in the<br/>Balance Sheets(b)</b>      | <b>Net Amounts of<br/>Financial<br/>Liabilities<br/>Presented<br/>in the Balance<br/>Sheets(c)=(a)-(b)</b> |
| Accounts payable                         | \$ 3,551,913                                                            | 1,129,647                                                                                                | 2,422,266                                                                                                  |
| Accounts payable from related parties    | 16                                                                      | 16                                                                                                       | -                                                                                                          |
| Total                                    | <u>\$ 3,551,929</u>                                                     | <u>1,129,663</u>                                                                                         | <u>2,422,266</u>                                                                                           |

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(aa) Financial risk management

The Group's major financial instruments include equity investments, accounts receivables, trade payables, borrowings and lease liabilities. The Group's corporate treasury function provides services to the business, coordinates access to domestic and international financial markets, monitors and manages the financial risks relating to the operations of the Group through internal risk reports which analyze exposures by degree and magnitude of risks. These risks include market risk (including currency risk, interest rate risk and other price risk), credit risk and liquidity risk.

The Group sought to minimize the effects of these risks by using derivative financial instruments to hedge risk exposures. The use of financial derivatives was governed by the Group's policies approved by the board of directors, which provided written principles on foreign exchange risk, interest rate risk, credit risk, the use of financial derivatives and non-derivative financial instruments, and the investment of excess liquidity. Compliance with policies and exposure limits was reviewed by the internal auditors on a continuous basis. The Group did not enter into or trade financial instruments for speculative purposes.

The material financial activities were reviewed by the Group's board of directors in accordance with the internal control system and related rules. The Group should implement the overall financial management objective as well as observe the levels of delegated authority and ensure that those with delegated authorities carry out their duties.

(ab) Capital management

The policy of the board of directors is to maintain a sound capital structure and the confidence of investors, creditors and market, in order to support the development of future operations.

The Group's debt-to-equity ratio at the end of the reporting period as of September 30, 2025, December 31, 2024 and September 30, 2024, were as follows:

|                                 | <b>September 30,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>September 30,<br/>2024</b> |
|---------------------------------|-------------------------------|------------------------------|-------------------------------|
| Total liabilities               | \$ 11,993,184                 | 11,916,764                   | 11,867,976                    |
| Less: cash and cash equivalents | <u>3,402,754</u>              | <u>4,311,823</u>             | <u>3,717,161</u>              |
| Net debt                        | <u><b>\$ 8,590,430</b></u>    | <u><b>7,604,941</b></u>      | <u><b>8,150,815</b></u>       |
| Total equity                    | <u><b>\$ 11,181,277</b></u>   | <u><b>11,756,619</b></u>     | <u><b>11,909,068</b></u>      |
| Adjusted equity*                | <u><b>\$ 19,771,707</b></u>   | <u><b>19,361,560</b></u>     | <u><b>20,059,883</b></u>      |
| Debt-to-equity ratio            | <u><b>43.45 %</b></u>         | <u><b>39.28 %</b></u>        | <u><b>40.63 %</b></u>         |

\* Total capital is equivalent to total equity which includes capital, reserves, retained earnings, other equity and non-controlling interests of the Company plus net debt.

As of September 30, 2025, the Group's capital management approach had not changed.

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(7) Related-party transactions**

**(a) Parent company and ultimate controlling party**

Tatung Co. is the parent company of the Group and owns 48.65% percent of all shares outstanding of the Company. Tatung Co. is the ultimate controlling party of the Group and has issued the consolidated financial statements available for public use.

**(b) Names and relationship with related parties**

The followings are entities that have had transactions with the Group during the periods covered in the consolidated financial statements.

| <u>Name of related party</u>                | <u>Relationship with the Group</u> |
|---------------------------------------------|------------------------------------|
| Tatung Co.                                  | Parent Company                     |
| Tatung System Technologies Inc.             | Fellow company                     |
| Tatung (Thailand) Co., Ltd.                 | Fellow company                     |
| Tisnet Technology Inc.                      | Fellow company                     |
| Tatung Asset Development Co. (Note1)        | Fellow company                     |
| Tatung Consumer Products (Taiwan) Co., Ltd. | Fellow company                     |
| IoTecha Corp.                               | Associates (Note 2)                |

Note 1: Shan-Chin Asset Development Co., Ltd. was renamed Tatung Asset Development Co. on July 4, 2024.

Note 2: The Group no longer has significant influence over IoTecha Corp. since September 3, 2024.

**(c) Significant transactions with related parties**

**(i) Sales**

The amounts of significant sales by the Group to related parties were as follows:

| <u>Relationship</u> | <u>For the three months ended<br/>September 30</u> |               | <u>For the nine months ended<br/>September 30</u> |                |
|---------------------|----------------------------------------------------|---------------|---------------------------------------------------|----------------|
|                     | <u>2025</u>                                        | <u>2024</u>   | <u>2025</u>                                       | <u>2024</u>    |
| Parent Company      | \$ 5,537                                           | 29,152        | 24,259                                            | 94,211         |
| Associates          | -                                                  | 5,653         | -                                                 | 9,753          |
| Fellow Company      | 2,986                                              | 119           | 7,647                                             | 119            |
|                     | <u>\$ 8,523</u>                                    | <u>34,924</u> | <u>31,906</u>                                     | <u>104,083</u> |

The terms and conditions of sales transactions with related parties were not significantly different from those for third parties. For other related party transactions, price and terms were determined in accordance with mutual agreements.

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(ii) Purchases

The amounts of significant purchases by the Group from related parties were as follows:

| <b>Relationship</b> | <b>For the three months ended<br/>September 30</b> |             | <b>For the nine months ended<br/>September 30</b> |             |
|---------------------|----------------------------------------------------|-------------|---------------------------------------------------|-------------|
|                     | <b>2025</b>                                        | <b>2024</b> | <b>2025</b>                                       | <b>2024</b> |
| Parent Company      | \$ -                                               | 16          | 241                                               | 143         |

(iii) Prepayments

The details of prepayments of the Group to related parties were as follows:

| <b>Relationship</b> | <b>September 30,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>September 30,<br/>2024</b> |
|---------------------|-------------------------------|------------------------------|-------------------------------|
| Fellow Company      | \$ 47                         | 114                          | 285                           |

(iv) Receivables from related parties

The receivables of the Group from related parties were as follows:

| <b>Account</b>      | <b>Relationship</b> | <b>September 30,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>September 30,<br/>2024</b> |
|---------------------|---------------------|-------------------------------|------------------------------|-------------------------------|
| Accounts receivable | Parent Company      | \$ 4,775                      | 23,041                       | 26,736                        |
|                     | Fellow Company      | 2,478                         | 1,091                        | 125                           |
|                     |                     | <u>\$ 7,253</u>               | <u>24,132</u>                | <u>26,861</u>                 |
| Other receivables   | Parent Company      | <u>\$ 157</u>                 | <u>38</u>                    | <u>55</u>                     |

The outstanding receivables from related parties are unsecured. As of September 30, 2025 and December 31, 2024, no impairment loss was recognized for receivables from related parties.

(v) Payables to related parties

The payables of the Group to related parties were as follows:

| <b>Account</b> | <b>Relationship</b> | <b>September 30,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>September<br/>30, 2024</b> |
|----------------|---------------------|-------------------------------|------------------------------|-------------------------------|
| Other payables | Parent Company      | <u>\$ 123</u>                 | <u>56</u>                    | <u>114</u>                    |

The outstanding payables to related parties are unsecured and will be settled in cash.

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(vi) Property transactions

1) Purchases of property, plant and equipment

The purchases price of property, plant and equipment of the Group purchased from related parties are summarized as follows:

| <b>Relationship</b> | <b>Account</b>     | <b>For the three months ended<br/>September 30</b> |             | <b>For the nine months ended<br/>September 30</b> |             |
|---------------------|--------------------|----------------------------------------------------|-------------|---------------------------------------------------|-------------|
|                     |                    | <b>2025</b>                                        | <b>2024</b> | <b>2025</b>                                       | <b>2024</b> |
| Fellow Company      | Computer equipment | \$ -                                               | -           | -                                                 | 1,250       |

(vii) Lease agreement

1) The amounts of right-of-use assets recognized by the Group under lease agreement with related parties were as follows:

| <b>Relationship</b>         | <b>For the three months ended<br/>September 30</b> |             | <b>For the nine months ended<br/>September 30</b> |             |
|-----------------------------|----------------------------------------------------|-------------|---------------------------------------------------|-------------|
|                             | <b>2025</b>                                        | <b>2024</b> | <b>2025</b>                                       | <b>2024</b> |
| Tatung (Thailand) Co., Ltd. | \$ (341)                                           | -           | 44,571                                            | -           |

Note: The amount of right-of-use assets recognized (THB \$47,067 thousand) was calculated based on the average exchange rate for the period from January 1 to September 30, 2025.

As of September 30, 2025, December 31, 2024 and September 30, 2024, the refundable deposits of the Group to related parties for leasing were \$13,295 thousand, \$15,242 thousand and \$15,139 thousand, respectively.

| <b>Account</b>                  | <b>Relationship</b>          | <b>September<br/>30, 2025</b> | <b>December<br/>31, 2024</b> | <b>September<br/>30, 2024</b> |
|---------------------------------|------------------------------|-------------------------------|------------------------------|-------------------------------|
| Lease liabilities – current     | Tatung (Thailand) Co., Ltd.  | \$ 14,623                     | -                            | 3,453                         |
| Lease liabilities – current     | Tatung Asset Development Co. | 51,400                        | 58,930                       | 58,530                        |
| Lease liabilities – non-current | Tatung (Thailand) Co., Ltd.  | 19,509                        | -                            | -                             |
| Lease liabilities – non-current | Tatung Asset Development Co. | 417,592                       | 533,908                      | 548,791                       |
|                                 |                              | <b>\$ 503,124</b>             | <b>592,838</b>               | <b>610,774</b>                |

  

| <b>Account</b>    | <b>Relationship</b>          | <b>For the three months ended<br/>September 30</b> |              | <b>For the nine months ended<br/>September 30</b> |               |
|-------------------|------------------------------|----------------------------------------------------|--------------|---------------------------------------------------|---------------|
|                   |                              | <b>2025</b>                                        | <b>2024</b>  | <b>2025</b>                                       | <b>2024</b>   |
| Interest expenses | Tatung (Thailand) Co., Ltd.  | \$ 378                                             | 35           | 1,081                                             | 150           |
| Interest expenses | Tatung Asset Development Co. | 3,217                                              | 4,161        | 10,292                                            | 12,774        |
|                   |                              | <b>\$ 3,595</b>                                    | <b>4,196</b> | <b>11,373</b>                                     | <b>12,924</b> |

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

On February 21, 2025, the Board of Directors of the Group resolved to early terminate, effective February 28, 2025, the lease of certain floors of an office building located in Zhongshan District, Taipei City, previously leased from Tatung Asset Development Co. As a result, the net book value of the right-of-use assets decreased by \$84,109 thousand, the total lease liabilities decreased by \$84,792 thousand, and a lease modification gain of \$683 thousand was recognized.

- 2) The amounts of rental expense recognized by the Group from lease agreements to related parties were as follows:

| <u>Account</u> | <u>Relationship</u>          | <u>For the three months ended<br/>September 30</u> |             | <u>For the nine months ended<br/>September 30</u> |             |
|----------------|------------------------------|----------------------------------------------------|-------------|---------------------------------------------------|-------------|
|                |                              | <u>2025</u>                                        | <u>2024</u> | <u>2025</u>                                       | <u>2024</u> |
| Rental expense | Tatung Asset Development Co. | \$ <u>69</u>                                       | <u>33</u>   | <u>164</u>                                        | <u>153</u>  |

(viii) Others

- 1) The related parties provided other services or transactions, resulting in the following expenses for the Group:

| <u>Relationship</u> | <u>Account</u>                    | <u>For the three months ended<br/>September 30</u> |              | <u>For the nine months ended<br/>September 30</u> |               |
|---------------------|-----------------------------------|----------------------------------------------------|--------------|---------------------------------------------------|---------------|
|                     |                                   | <u>2025</u>                                        | <u>2024</u>  | <u>2025</u>                                       | <u>2024</u>   |
| Parent Company      | Utilities expenses                | \$ 294                                             | 272          | 605                                               | 443           |
| Parent Company      | Professional fees                 | 8                                                  | 6            | 12                                                | 6             |
| Associates          | Other expenses                    | -                                                  | 4,518        | -                                                 | 4,518         |
| Fellow Company      | Repair expenses                   | 76                                                 | 133          | 286                                               | 436           |
| Fellow Company      | Utilities expenses                | 2,008                                              | 2,178        | 4,634                                             | 5,074         |
| Fellow Company      | Postage fees                      | 1                                                  | 38           | 76                                                | 117           |
| Fellow Company      | Miscellaneous expenses            | 1,039                                              | 1,253        | 3,260                                             | 3,759         |
| Fellow Company      | Miscellaneous purchase            | -                                                  | -            | -                                                 | 24            |
| Fellow Company      | Other expenses                    | -                                                  | 1,312        | -                                                 | 3,937         |
|                     |                                   | <u>\$ 3,426</u>                                    | <u>9,710</u> | <u>8,873</u>                                      | <u>18,314</u> |
| Fellow Company      | Manufacturing expense – utilities | <u>\$ 1,893</u>                                    | <u>1,553</u> | <u>5,399</u>                                      | <u>4,845</u>  |

- 2) The Group provided other services or transactions, resulting in the following income for the related parties:

| <u>Relationship</u> | <u>Account</u>  | <u>For the three months ended<br/>September 30</u> |             | <u>For the nine months ended<br/>September 30</u> |             |
|---------------------|-----------------|----------------------------------------------------|-------------|---------------------------------------------------|-------------|
|                     |                 | <u>2025</u>                                        | <u>2024</u> | <u>2025</u>                                       | <u>2024</u> |
| Parent Company      | Other revenue   | \$ -                                               | -           | 1                                                 | 58          |
| Fellow Company      | Other revenue   | 15                                                 | -           | 620                                               | -           |
| Associates          | Other revenue   | -                                                  | 38          | -                                                 | 40          |
| Fellow Company      | Interest income | <u>163</u>                                         | <u>138</u>  | <u>451</u>                                        | <u>410</u>  |
|                     |                 | <u>\$ 178</u>                                      | <u>176</u>  | <u>1,072</u>                                      | <u>508</u>  |

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(d) Key management personnel compensation

Key management personnel compensation comprised:

|                                 | <b>For the three months ended September 30</b> |               | <b>For the nine months ended September 30</b> |               |
|---------------------------------|------------------------------------------------|---------------|-----------------------------------------------|---------------|
|                                 | <b>2025</b>                                    | <b>2024</b>   | <b>2025</b>                                   | <b>2024</b>   |
| Short-term employee benefits \$ | 11,445                                         | 11,738        | 34,806                                        | 52,426        |
| Post-employment benefits        | 342                                            | 519           | 1,176                                         | 1,678         |
| <b>\$</b>                       | <b>11,787</b>                                  | <b>12,257</b> | <b>35,982</b>                                 | <b>54,104</b> |

The compensation of directors and key executives, as determined by the compensation committee, is based on the performance of individuals and market trends.

**(8) Pledged assets**

The carrying values of pledged assets were as follows:

| <b>Pledged assets</b>                                                                          | <b>Object</b>                                     | <b>September 30,<br/>2025</b> | <b>December 31,<br/>2024</b> | <b>September 30,<br/>2024</b> |
|------------------------------------------------------------------------------------------------|---------------------------------------------------|-------------------------------|------------------------------|-------------------------------|
| Pledged deposits<br>(classified as financial<br>assets at amortized<br>cost—current)           | Tariff guarantee for<br>imported raw<br>materials | \$ 4,026                      | 4,135                        | 4,161                         |
| Pledged deposits<br>(classified as financial<br>assets at amortized<br>cost—current)           | Acceptance bill limit                             | 1,201,588                     | 330,287                      | 291,842                       |
| Pledged deposits<br>(classified as other<br>current financial<br>assets)                       | Acceptance bill limit                             | -                             | 69,602                       | 256,824                       |
| Pledged deposits<br>(classified as non-<br>current financial assets<br>at amortized cost, net) | Acceptance bill limit                             | -                             | 592,907                      | 632,332                       |
| Pledged deposits<br>(classified as other<br>non-current financial<br>assets)                   | Judicial deposits                                 | 11,105                        | -                            | -                             |
|                                                                                                |                                                   | <b>\$ 1,216,719</b>           | <b>996,931</b>               | <b>1,185,159</b>              |

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(9) Commitments and contingencies**

- (a) The Company has traded with Brazilian customers FLEX IMP EXP IND E COM DE MAQ E MOT LTDA (hereinafter called FLEX Company) since 2002. However, since 2007, FLEX ceased to pay the Company's accounts, resulting delinquent accounts made full provision for losses amounted to US\$3,678 thousand.

In February 2009, the Company filed a lawsuit in the Manaus District Court in Brazil (hereinafter called the Court), requesting FLEX to repay the such amount of the payment. However, after the summons, FLEX Company filed a counterclaim against the Company in the same court, claiming that they were returned and claimed compensation by their customers because of the defective products selling from the Company. The Court dismissed the lawsuit which the Company filed in the first instance and, meanwhile, ruled that the Company was liable to FLEX for damages amounted to BRL42,513 thousand of the counterclaim.

In the judgment of the counterclaim, the Court did not appoint a technical expert to clarify the attribution of responsibility for defects. On October 19, 2022, the Company's appointed attorneys-at-law filed an appeal with objective evidence of third-party test reports. As of the reporting date of the consolidated financial statements, the trial of the lawsuit has not yet been concluded. Moreover, according to the analysis of the attorneys, the Court has a low probability of upholding the original judgment. Thus, the Company did not recognize the relevant litigation provision.

- (b) On April 15, 2025, the Company received a notice from the Hong Kong International Arbitration Centre ("HKIAC") that Ever Unicorn Estate Limited, Excellence Group Investment Limited, Excellence Real Estate Group Limited, and Excellence Commercial Properties Co., Ltd. submitted a request for arbitration. The arbitration concerns disputes arising from or in connection with the share purchase agreement of Dragon Asia Trading Co., Ltd. (BVI), entered into on April 9, 2017, between the claimants and Elitegroup Computer Systems Co., Ltd. and ECS Digital Technology (Shenzhen) Ltd. The claimants are seeking the return of the share transfer consideration, together with interest. On May 19, 2025, the Company submitted a written response to HKIAC regarding the application for additional parties, adding Golden Elite Technology (Shenzhen) Ltd. as the third respondent and Shenzhen Real Estate Financing Guarantee Co., Ltd. as the sixth claimant. On September 18, 2025, HKIAC confirmed the constitution of the arbitral tribunal.

Based on the legal teams' assessment, the Company believes that there has been no breach of contract, nor are there any circumstances for termination or rescission of the agreement as stipulated therein. All parties, including the guarantors, remain obligated to fulfill their contractual obligations. Accordingly, the Company has determined that the arbitration is not expected to have a material impact on its current operations.

For further details regarding the share transaction, please refer to Note 6(h).

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(10) Losses Due to Major Disasters: None**

**(11) Subsequent Events: None**

**(12) Other**

A summary of current-period employee benefits, depreciation, and amortization, by function, is as follows:

|                            |             | For the three months ended September 30 |                   |         |              |                   |         |
|----------------------------|-------------|-----------------------------------------|-------------------|---------|--------------|-------------------|---------|
|                            |             | 2025                                    |                   |         | 2024         |                   |         |
| By item                    | By function | Cost of Sale                            | Operating Expense | Total   | Cost of Sale | Operating Expense | Total   |
| Employee benefits          |             |                                         |                   |         |              |                   |         |
| Salary                     |             | 290,323                                 | 273,296           | 563,619 | 266,699      | 309,888           | 576,587 |
| Labor and health insurance |             | 30,526                                  | 24,508            | 55,034  | 27,849       | 33,230            | 61,079  |
| Pension                    |             | -                                       | 5,920             | 5,920   | -            | 9,453             | 9,453   |
| Others                     |             | 778                                     | 7,011             | 7,789   | 1,871        | 6,601             | 8,472   |
| Depreciation               |             | 61,856                                  | 46,687            | 108,543 | 68,803       | 55,039            | 123,842 |
| Depletion                  |             | -                                       | -                 | -       | -            | -                 | -       |
| Amortization               |             | 5,882                                   | 9,994             | 15,876  | 7,031        | 2,909             | 9,940   |

|                            |             | For the nine months ended September 30 |                   |           |              |                   |           |
|----------------------------|-------------|----------------------------------------|-------------------|-----------|--------------|-------------------|-----------|
|                            |             | 2025                                   |                   |           | 2024         |                   |           |
| By item                    | By function | Cost of Sale                           | Operating Expense | Total     | Cost of Sale | Operating Expense | Total     |
| Employee benefits          |             |                                        |                   |           |              |                   |           |
| Salary                     |             | 848,776                                | 818,667           | 1,667,443 | 803,799      | 978,975           | 1,782,774 |
| Labor and health insurance |             | 89,043                                 | 79,690            | 168,733   | 81,613       | 102,637           | 184,250   |
| Pension                    |             | -                                      | 18,968            | 18,968    | -            | 29,039            | 29,039    |
| Others                     |             | 2,343                                  | 17,327            | 19,670    | 4,978        | 17,580            | 22,558    |
| Depreciation               |             | 194,230                                | 146,274           | 340,504   | 205,252      | 159,515           | 364,767   |
| Depletion                  |             | -                                      | -                 | -         | -            | -                 | -         |
| Amortization               |             | 16,138                                 | 25,536            | 41,674    | 20,984       | 8,380             | 29,364    |

Note: As of the three months and nine months ended September 30, 2025 and 2024, the depreciation expenses recognized in other gains and losses by the Group were \$458 thousand, \$458 thousand, \$1,376 thousand and \$1,375 thousand, respectively.

(Continued)

ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES  
Notes to the Consolidated Financial Statements

(13) Other disclosures

(a) Information on significant transactions

The following is the information on significant transactions required by the “Regulations Governing the Preparation of Financial Reports by Securities Issuers” for the Group:

(i) Loans to other parties

(In Thousands of New Taiwan Dollars)

| Number | Name of lender                         | Name of borrower                                         | Account name                        | Related party | Highest balance of financing to other parties during the period | Ending balance                      | Actual usage amount during the period | Range of interest rates during the period | Purposes of fund financing for the borrower | Transaction amount for business between two parties | Reasons for short-term financing | Loss allowance | Collateral |       | Individual funding loan limits      | Maximum limit of fund financing     |
|--------|----------------------------------------|----------------------------------------------------------|-------------------------------------|---------------|-----------------------------------------------------------------|-------------------------------------|---------------------------------------|-------------------------------------------|---------------------------------------------|-----------------------------------------------------|----------------------------------|----------------|------------|-------|-------------------------------------|-------------------------------------|
|        |                                        |                                                          |                                     |               |                                                                 |                                     |                                       |                                           |                                             |                                                     |                                  |                | Item       | Value |                                     |                                     |
| 1      | ECS Digital Technology (Shenzhen) Ltd. | Golden Elite Technology (Shenzhen) Ltd. (興英數位科技(深圳)有限公司) | Other receivables - related parties | Yes           | 185,040<br>RMB 40,000,000<br>Note 2                             | 149,975<br>RMB 35,000,000<br>Note 3 | 149,975                               | 0.90%                                     | Short-term financing                        | -                                                   | Operational needs                | -              | -          | -     | 182,656<br>RMB 42,629,864<br>Note 4 | 182,656<br>RMB 42,629,864<br>Note 4 |

Note 1: The nature of financing is provided as follows:

- 1. Securities issuers: 0
- 2. The invested company was marked from 1 in ascending order of numerals.

Note 2: The calculation of the amount was based on the highest exchange rate from January to September 30, 2025.

Note 3: The calculation of the amount was based on the closing rate on September 30, 2025.

Note 4: The total amount of lending to borrower for funding of short-term period shall not exceed forty percent of lender’s net worth between the subsidiaries and the foreign company in which the company directly or indirectly holds more than 100 percent of the voting shares. Individual amount of lending shall not exceed forty percent of lender’s net worth.

Note 5: The amounts of the transactions and the ending balances have been offset in the consolidated financial statements.

(ii) Guarantees and endorsements for other parties: None

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(iii) Significant Securities held as of September 30, 2025 (excluding investment in subsidiaries, associates and joint ventures)

(In Thousands of New Taiwan Dollars)

| Name of holder                        | Category and name of security                                          | Relationship with company | Account title                                                                   | Ending balance           |                |                             |            | Note |
|---------------------------------------|------------------------------------------------------------------------|---------------------------|---------------------------------------------------------------------------------|--------------------------|----------------|-----------------------------|------------|------|
|                                       |                                                                        |                           |                                                                                 | Shares/Units (thousands) | Carrying value | Percentage of ownership (%) | Fair value |      |
| Elitegroup Computer Systems Co., Ltd. | Ordinary shares<br>Lu-Chu Development Corporation                      | None                      | Financial assets at fair value through profit or loss — non-current             | 4,851,680                | 42,316         | 2.24 %                      | 42,316     |      |
|                                       | Tatung Co.                                                             | Parent Company            | Financial assets at fair value through other comprehensive income — non-current | 83,432,206               | 3,232,998      | 3.88 %                      | 3,232,998  |      |
| ECS Holding (America) Co. (USA)       | Ordinary shares<br>IoTech Corp.                                        | None                      | Financial assets at fair value through other comprehensive income — non-current | 2,000,000                | -              | 19.58 %                     | -          |      |
|                                       | Preferred shares<br>IoTech Corp.                                       | None                      | Financial assets at fair value through other comprehensive income — non-current | 1,108,942                | -              | 8.15 %                      | -          |      |
| Elitegroup Computer Systems Co., Ltd. | Beneficiary certificate<br>Franklin Templeton SinoAm Money Market Fund | None                      | Financial assets at fair value through profit or loss — current                 | 18,726,338               | 204,256        | - %                         | 204,256    |      |
|                                       | Fubon Money Market Fund                                                | None                      | Financial assets at fair value through profit or loss — current                 | 6,514,851                | 101,949        | - %                         | 101,949    |      |
|                                       | Taishin 1699 Money Market Fund                                         | None                      | Financial assets at fair value through profit or loss — current                 | 7,075,918                | 101,287        | - %                         | 101,287    |      |
|                                       | SinoPac TWD Money Market Fund                                          | None                      | Financial assets at fair value through profit or loss — current                 | 13,923,334               | 204,276        | - %                         | 204,276    |      |
|                                       | UPAMC James Bond Money Market Fund                                     | None                      | Financial assets at fair value through profit or loss — current                 | 11,402,201               | 200,626        | - %                         | 200,626    |      |
|                                       | Taishin Ta-Chong Money Market Fund                                     | None                      | Financial assets at fair value through profit or loss — current                 | 3,340,214                | 50,069         | - %                         | 50,069     |      |
|                                       | Franklin Templeton SinoAm Asia Pacific Balanced Fund - Accu - TWD      | None                      | Financial assets at fair value through profit or loss — current                 | 1,386,722                | 17,875         | - %                         | 17,875     |      |
|                                       | Nomura Taiwan Dynamic Asset Allocation Fund                            | None                      | Financial assets at fair value through profit or loss — current                 | 117,647                  | 9,592          | - %                         | 9,592      |      |
|                                       | Fuh Hwa Global Balanced Fund - TWD                                     | None                      | Financial assets at fair value through profit or loss — current                 | 565,278                  | 19,830         | - %                         | 19,830     |      |
|                                       | Fuh Hwa Olympic II Fund of Funds - TWD                                 | None                      | Financial assets at fair value through profit or loss — current                 | 697,344                  | 14,288         | - %                         | 14,288     |      |
|                                       | Fuh Hwa Global Fixed Income Fund of Funds                              | None                      | Financial assets at fair value through profit or loss — current                 | 319,693                  | 4,946          | - %                         | 4,946      |      |
|                                       | Taishin Senior Secured High Yield Bond Fund A TWD                      | None                      | Financial assets at fair value through profit or loss — current                 | 1,000,000                | 11,050         | - %                         | 11,050     |      |
|                                       | Nomura Multi Income Multi-Asset Fund                                   | None                      | Financial assets at fair value through profit or loss — current                 | 389,308                  | 5,208          | - %                         | 5,208      |      |
|                                       | KGI Taiwan Multi-Asset Income Fund-TWD A                               | None                      | Financial assets at fair value through profit or loss — current                 | 2,402,851                | 32,006         | - %                         | 32,006     |      |
|                                       | KGI Global Multi-Asset Income Fund                                     | None                      | Financial assets at fair value through profit or loss — current                 | 745,926                  | 10,839         | - %                         | 10,839     |      |
|                                       | Franklin Templeton SinoAm Multi-Asset Income Fund                      | None                      | Financial assets at fair value through profit or loss — current                 | 360,231                  | 5,022          | %                           | 5,022      |      |

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**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

| Name of holder                                           | Category and name of security                                                                                                                    | Relationship with company | Account title                                                   | Ending balance           |                                        |                             |                                        | Note |
|----------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------|---------------------------|-----------------------------------------------------------------|--------------------------|----------------------------------------|-----------------------------|----------------------------------------|------|
|                                                          |                                                                                                                                                  |                           |                                                                 | Shares/Units (thousands) | Carrying value                         | Percentage of ownership (%) | Fair value                             |      |
|                                                          | SinoPac Asia Convertible Bond Fund                                                                                                               | None                      | Financial assets at fair value through profit or loss — current | 20,339                   | 64,005                                 | - %                         | 64,005                                 |      |
| Elitegroup Computer Systems (HK) Co., Limited            | Beneficiary certificate                                                                                                                          |                           |                                                                 |                          |                                        |                             |                                        |      |
|                                                          | SinoPac Asia Convertible Bond Fund                                                                                                               | None                      | Financial assets at fair value through profit or loss — current | 7,882                    | 24,805                                 | - %                         | 24,805                                 |      |
|                                                          | SinoPac USD Money Market Funds                                                                                                                   | None                      | Financial assets at fair value through profit or loss — current | 272,692                  | USD 814,738<br>93,739<br>USD 3,078,963 | - %                         | USD 814,738<br>93,739<br>USD 3,078,963 |      |
| ECS Trading (Shenzhen) Co., Ltd.                         | Financial product<br>China Construction Bank Wealth Management “HengYing”(Corporate) (Daily) Open-end Net Worth RMB Financial Investment Product | None                      | Financial assets at fair value through profit or loss — current | -                        | 66,773<br>RMB 15,584,096               |                             | 66,773<br>RMB 15,584,096               |      |
| Golden Elite Technology (Shenzhen) Ltd. (興英數位科技(深圳)有限公司) | Financial product                                                                                                                                |                           |                                                                 |                          |                                        |                             |                                        |      |
|                                                          | (Institutional Exclusive) BOC Wealth Management-Enjoy every day No.2                                                                             |                           | Financial assets at fair value through profit or loss — current | -                        | 129,953<br>RMB 30,329,453              | - %                         | 129,953<br>RMB 30,329,453              |      |
|                                                          | CCB Wealth Management “TianTianLi” (Daily) Open-end. Investment Product                                                                          | None                      | Financial assets at fair value through profit or loss — current | -                        | 128,909<br>RMB 30,085,721              | - %                         | 128,909<br>RMB 30,085,721              |      |
|                                                          | Agricultural Bank of China Wealth Management: ABC Anxin.Linglong                                                                                 | None                      | Financial assets at fair value through profit or loss — current | -                        | 64,361<br>RMB 15,021,150               | - %                         | 64,361<br>RMB 15,021,150               |      |
|                                                          | Interbank Negotiable Certificates of Deposit and Deposit Enhancement                                                                             |                           |                                                                 |                          |                                        |                             |                                        |      |
|                                                          | Bank of Ningbo Tiantian Bojin Cash Management Financial Product No.4 - B shares                                                                  | None                      | Financial assets at fair value through profit or loss — current | -                        | 128,700<br>RMB 30,037,128              | - %                         | 128,700<br>RMB 30,037,128              |      |
| ECS Digital Technology (Shenzhen) Ltd.                   | Financial product                                                                                                                                |                           |                                                                 |                          |                                        |                             |                                        |      |
|                                                          | CCB Wealth Management “TianTianLi” (Daily) Open-end. Investment Product                                                                          | None                      | Financial assets at fair value through profit or loss — current | -                        | 90,641<br>RMB 21,154,611               | - %                         | 90,641<br>RMB 21,154,611               |      |
|                                                          | Bank of China Wealth Management - Enjoy Daily Excellent Edition E                                                                                |                           |                                                                 | -                        | 64,281<br>RMB 15,002,294               | - %                         | 64,281<br>RMB 15,002,294               |      |

Note1: The above marketable securities had not been used as guarantees or collaterals for borrowing and were not subject to other restrictions.

(Continued)

ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES  
Notes to the Consolidated Financial Statements

(iv) Related-party transactions for purchases and sales with amounts exceeding the lower of \$100 million or 20% of the capital stock:

(In Thousands of New Taiwan Dollars)

| Name of company                                  | Related party                                    | Nature of relationship                        | Transaction details |             |                                     |               | Transactions with terms different from others |               | Notes/Accounts receivable (payable) |                                                         | Note |
|--------------------------------------------------|--------------------------------------------------|-----------------------------------------------|---------------------|-------------|-------------------------------------|---------------|-----------------------------------------------|---------------|-------------------------------------|---------------------------------------------------------|------|
|                                                  |                                                  |                                               | Purchase/Sale       | Amount      | Percentage of total purchases/sales | Payment terms | Unit price                                    | Payment terms | Ending balance                      | Percentage of total notes/accounts receivable (payable) |      |
| Elitegroup Computer Systems Co., Ltd.            | Super ECS USA, Inc.                              | Subsidiary of ECS Holding (America) Co. (USA) | Sale                | (344,001)   | (3)%                                | OA 90 days    | -                                             | —             | 38,108                              | 2%                                                      | Note |
| Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) | Elitegroup Computer Systems Co., Ltd.            | Parent company                                | Sale                | (3,987,982) | (82)%                               | OA 60 days    | -                                             | —             | 871,042                             | 80%                                                     | Note |
| Elitegroup Computer Systems Co., Ltd.            | Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) | Subsidiary of ECS Holding (HK) Co., Limited   | Purchase            | 3,987,982   | 35%                                 | OA 60 days    | -                                             | —             | (871,042)                           | (52)%                                                   | Note |
| Super ECS USA, Inc.                              | Elitegroup Computer Systems Co., Ltd.            | Parent company                                | Purchase            | 344,001     | 100%                                | OA 90 days    | -                                             | —             | (38,108)                            | (100)%                                                  | Note |
| Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) | Tronco-Tech (Shenzhen) Ltd.                      | Fellow company                                | Sale                | (126,065)   | (1)%                                | OA 90 days    | -                                             | —             | 41,764                              | 1%                                                      | Note |
| Tronco-Tech (Shenzhen) Ltd.                      | Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) | Fellow company                                | Purchase            | 126,065     | 100%                                | OA 90 days    | -                                             | —             | (41,764)                            | (100)%                                                  | Note |

Note: The amounts of the transactions and the ending balances have been offset in the consolidated financial statements.

(v) Receivables from related parties with amounts exceeding the lower of \$100 million or 20% of the capital stock:

(In Thousands of New Taiwan Dollars)

| Name of company                                  | Counter-party                                    | Nature of relationship | Ending balance             | Turnover rate | Overdue |                           | Amounts received in subsequent period | Allowance for bad debts |
|--------------------------------------------------|--------------------------------------------------|------------------------|----------------------------|---------------|---------|---------------------------|---------------------------------------|-------------------------|
|                                                  |                                                  |                        |                            |               | Amount  | Action taken              |                                       |                         |
| Elitegroup Computer Systems Co., Ltd.            | Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) | Subsidiary             | 656,958<br>(Notes 2 and 3) | -             | 656,958 | Strengthen the collection | -                                     | -                       |
| Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) | Elitegroup Computer Systems Co., Ltd.            | Parent company         | 871,150<br>(Notes 2 and 3) | 6.92          | -       | -                         | 303,450                               | -                       |
| ECS Digital Technology (Shenzhen) Ltd.           | Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) | Fellow company         | 166,507<br>(Note 2)        | 0.14          | -       | -                         | -                                     | -                       |

Note 1: The calculation of turnover days excludes other receivables.

Note 2: The amounts of the transactions and the ending balances have been offset in the consolidated financial statements.

Note 3: The Company disposed of 100% equity of Dragon Asia in August 2020, lost control of Dragon Asia, Million Up and Golden Elite Technology (興英科技), and derecognized the related subsidiaries. The Company accounted for the residual equity in ECS Holding (HK) Co., Limited and Golden Elite Technology (興英數位科技).

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

(vi) Business relationships and significant intercompany transactions

(In Thousands of New Taiwan Dollars)

| No. | Name of company                                  | Name of counter-party                            | Nature of relationship | Intercompany transactions                |             |                            |                                                            |
|-----|--------------------------------------------------|--------------------------------------------------|------------------------|------------------------------------------|-------------|----------------------------|------------------------------------------------------------|
|     |                                                  |                                                  |                        | Account name                             | Amount      | Trading terms              | Percentage of the consolidated net revenue or total assets |
| 0   | Elitegroup Computer Systems Co., Ltd.            | Elitegroup Computer Systems Inc. (USA)           | 1                      | Sales revenue                            | 87,139      | No significant differences | 1%                                                         |
| 0   | Elitegroup Computer Systems Co., Ltd.            | Elitegroup Computer Systems Inc. (USA)           | 1                      | Accounts receivable from related parties | 23,631      | No significant differences | -%                                                         |
| 0   | Elitegroup Computer Systems Co., Ltd.            | Elitegroup Computer Systems Inc. (USA)           | 1                      | Professional fees                        | (10,050)    | No significant differences | -%                                                         |
| 0   | Elitegroup Computer Systems Co., Ltd.            | Elitegroup Technology Korea Co., Ltd.            | 1                      | Professional fees                        | (12,727)    | No significant differences | -%                                                         |
| 0   | Elitegroup Computer Systems Co., Ltd.            | Super ECS USA Inc.                               | 1                      | Sales revenue                            | 344,001     | No significant differences | 2%                                                         |
| 0   | Elitegroup Computer Systems Co., Ltd.            | Super ECS USA Inc.                               | 1                      | Accounts receivable from related parties | 38,108      | No significant differences | -%                                                         |
| 0   | Elitegroup Computer Systems Co., Ltd.            | Elitegroup Technology (Thailand) Co., Ltd.       | 1                      | Manufacturing overhead - outsourced      | (38,341)    | No significant differences | -%                                                         |
| 0   | Elitegroup Computer Systems Co., Ltd.            | Elitegroup Technology (Thailand) Co., Ltd.       | 1                      | Other payables to related parties        | (12,143)    | No significant differences | -%                                                         |
| 0   | Elitegroup Computer Systems Co., Ltd.            | Golden Elite Technology (Shenzhen) Ltd. (興英科技)   | 1                      | Other receivables from related parties   | 656,705     | No significant differences | 3%                                                         |
| 0   | Elitegroup Computer Systems Co., Ltd.            | Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) | 1                      | Purchases                                | (3,987,982) | No significant differences | (27)%                                                      |
| 0   | Elitegroup Computer Systems Co., Ltd.            | Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) | 1                      | Accounts payable to related parties      | (871,042)   | No significant differences | (4)%                                                       |
| 1   | Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) | ECS Digital Technology (Shenzhen) Ltd.           | 3                      | Other payables to related parties        | (16,544)    | No significant differences | -%                                                         |
| 1   | Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) | ECS Digital Technology (Shenzhen) Ltd.           | 3                      | Rent expense                             | (18,851)    | No significant differences | -%                                                         |
| 1   | Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) | ECS Digital Technology (Shenzhen) Ltd.           | 3                      | Other short-term borrowings              | (149,975)   | No significant differences | (1)%                                                       |
| 1   | Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) | Beijing Xun Run Technology Co., Ltd.             | 1                      | Other payables to related parties        | (22,843)    | No significant differences | -%                                                         |
| 1   | Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) | Beijing Xun Run Technology Co., Ltd.             | 1                      | Professional fees                        | (50,475)    | No significant differences | -%                                                         |
| 1   | Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) | Tronco-Tech (Shenzhen) Ltd.                      | 3                      | Sales revenue                            | 125,896     | No significant differences | 1%                                                         |
| 1   | Golden Elite Technology (Shenzhen) Ltd. (興英數位科技) | Tronco-Tech (Shenzhen) Ltd.                      | 3                      | Accounts receivable from related parties | 41,764      | No significant differences | -%                                                         |

Note 1: The information about the transactions between the Company and the subsidiaries should be marked in the note column as follows:

1. The Company indicated by “0”.
2. The subsidiaries were marked from 1 in ascending order of numerals.

Note 2: The relationships between transaction parties are numbered as follows:

1. The Company to the subsidiaries.
2. The subsidiaries to the Company.
3. Between subsidiaries.

(Continued)

ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES  
Notes to the Consolidated Financial Statements

Note 3: The ratio of the transaction amounts accounted for total sales revenue or assets is calculated as follows: (1) Asset or liability: The ratio was calculated based on the ending balance accounted for total consolidated assets; (2) Income or loss: The ratio was calculated based on the midterm accumulated amounts accounted for total consolidated sales revenue.

Note 4: The amounts of the transactions have been offset in the consolidated financial statements.

(b) Information on investees

The following is the information on investees for the nine months ended September 30, 2025 (excluding information on investees in Mainland China):

(In Thousands of New Taiwan Dollars)

| Name of investor                                   | Name of investee                                   | Location               | Main businesses and products                                                                           | Original investment amount (Note 1) |                   | Balance as of September 30, 2025 |                         |                | Net income (losses) of investee (Note 2) | Investment income (losses) (Note 2) | Note            |
|----------------------------------------------------|----------------------------------------------------|------------------------|--------------------------------------------------------------------------------------------------------|-------------------------------------|-------------------|----------------------------------|-------------------------|----------------|------------------------------------------|-------------------------------------|-----------------|
|                                                    |                                                    |                        |                                                                                                        | September 30, 2025                  | December 31, 2024 | Shares                           | Percentage of ownership | Carrying value |                                          |                                     |                 |
| Elitegroup Computer Systems Co., Ltd.              | Elitegroup Computer Systems (HK) Co., Limited      | Hong Kong              | Sale of motherboards, computer peripheral products and related components                              | 62,413                              | 62,413            | 16,560,000                       | 100.00 %                | 261,359        | 4,305                                    | 4,305                               | (Note 3)        |
| Elitegroup Computer Systems Co., Ltd.              | Elitegroup Computer Systems (Japan) Co., Ltd.      | Japan                  | Sale of motherboards, notebook, computer peripheral products and related components                    | 19,078                              | 19,078            | 1,136                            | 100.00 %                | 21,597         | 1,386                                    | 1,386                               | (Note 3)        |
| Elitegroup Computer Systems Co., Ltd.              | Elitegroup Computer System Holding Co., Ltd. (BVI) | British Virgin Islands | Holding company                                                                                        | 640,902                             | 640,902           | 14,132,270                       | 100.00 %                | 33,570         | 2,216                                    | 2,216                               | (Note 3)        |
| Elitegroup Computer Systems Co., Ltd.              | ECS Holding (America) Co. (USA)                    | USA                    | Holding company                                                                                        | 830,259                             | 830,259           | 3,362                            | 100.00 %                | 841,988        | (3,637)                                  | (3,637)                             | (Note 3)        |
| Elitegroup Computer Systems Co., Ltd.              | Elitegroup Computer Systems Korea Co., Ltd.        | Korea                  | Sale of motherboards, maintenance and sales support                                                    | 66,780                              | 66,780            | 469,000                          | 100.00 %                | 14,578         | 878                                      | 878                                 | (Note 3)        |
| Elitegroup Computer Systems Co., Ltd.              | Unitop International Corp.                         | British Virgin Islands | Holding company                                                                                        | -                                   | -                 | 600                              | 100.00 %                | 635,381        | 685,738                                  | 685,738                             | (Note 3)        |
| Elitegroup Computer Systems Co., Ltd.              | Unity Investments Limited                          | Samoa                  | Holding company                                                                                        | 62,052                              | 62,052            | 1,905,000                        | 100.00 %                | 87,443         | 2,002                                    | 2,002                               | (Note 3)        |
| Elitegroup Computer Systems Co., Ltd.              | ECS Holding (HK) Co., Limited                      | Hong Kong              | Holding company                                                                                        | 2,111,745                           | 2,111,745         | 71,327,000                       | 100.00 %                | 2,996,732      | 91,570                                   | 86,784                              | (Notes 3 and 4) |
| Elitegroup Computer Systems Co., Ltd.              | Elitegroup Technology (Thailand) Co., Ltd.         | Thailand               | Manufacture and sales of computer and computer peripheral products                                     | 544,343                             | 429,753           | 5,599,998                        | 99.99 %                 | 174,050        | (91,782)                                 | (91,782)                            | (Note 3)        |
| Elitegroup Computer Systems Co., Ltd.              | ECS Industrial Computer Co., Ltd.                  | Taiwan                 | Sales of computer, computer peripheral products and related components                                 | -                                   | 150,100           | -                                | - %                     | -              | (11,108)                                 | (10,235)                            | (Notes 3 and 5) |
| Elitegroup Computer Systems Co., Ltd.              | Elite Technology (Cayman) Co., Ltd.                | Cayman                 | Holding company                                                                                        | 1,058,760                           | 1,058,760         | 6,700,001                        | 100.00 %                | 1,074,200      | (1,395) USD                              | (1,395) USD                         | (Note 3)        |
| Elitegroup Computer System Holding Co., Ltd. (BVI) | Venture Well Holdings Limited. (BVI)               | British Virgin Islands | Holding company                                                                                        | 316,856 USD                         | 316,856 USD       | 10,407,486                       | 68.45 %                 | 19,856 USD     | (266) USD                                | (182) USD                           | (Note 3)        |
| ECS Holding (America) Co. (USA)                    | Elitegroup Computer Systems Inc. (USA)             | USA                    | Sale of motherboards, notebook, computer peripheral products, related components and systems assembled | 510,643 USD                         | 510,643 USD       | 47,552                           | 100.00 %                | 631,798 USD    | (7,048) USD                              | (7,048) USD                         | (Note 3)        |
| ECS Holding (America) Co. (USA)                    | Super ECS USA, Inc.                                | USA                    | Sale of motherboards, computer peripheral products and related components                              | 15,223 USD                          | 15,223 USD        | 2,500,000                        | 100.00 %                | 183,856 USD    | 2,730 USD                                | 2,730 USD                           | (Note 3)        |
| Unity Investments Limited                          | Unique Sino Limited                                | Samoa                  | Holding company                                                                                        | 57,541 USD                          | 57,541 USD        | 1,890,000                        | 100.00                  | 87,443 USD     | 2,002 USD                                | 2,002 USD                           | (Note 3)        |
|                                                    |                                                    |                        |                                                                                                        | 1,890,000 USD                       | 1,890,000 USD     |                                  |                         | 2,872,175 USD  | 64,122 USD                               | 64,122 USD                          |                 |

(Continued)

## ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES

### Notes to the Consolidated Financial Statements

| Name of investor                     | Name of investee                              | Location  | Main businesses and products                                                                 | Original investment amount (Note 1) |                            | Balance as of September 30, 2025 |                         |                            | Net income (losses) of investee (Note 2) | Investment income (losses) (Note 2) | Note     |
|--------------------------------------|-----------------------------------------------|-----------|----------------------------------------------------------------------------------------------|-------------------------------------|----------------------------|----------------------------------|-------------------------|----------------------------|------------------------------------------|-------------------------------------|----------|
|                                      |                                               |           |                                                                                              | September 30, 2025                  | December 31, 2024          | Shares                           | Percentage of ownership | Carrying value             |                                          |                                     |          |
| Venture Well Holdings Limited. (BVI) | Alpha Leader Limited. (HK)                    | Hong Kong | Trading of IC and electric components                                                        | 1,368<br>USD 44,947                 | 1,368<br>USD 44,947        | 349,688                          | 100.00 %                | 21,491<br>USD 705,879      | (463)<br>(14,824)                        | (463)<br>(14,824)                   | (Note 3) |
| Elite Technology (Cayman) Co., Ltd.  | Elite Circuit Technology (Thailand) Co., Ltd. | Thailand  | Manufacture, research and development of PCBs, motherboards, systems and peripheral products | 617,462<br>THB 652,294,700          | 617,462<br>THB 652,294,700 | 6,522,947                        | 99.99 %                 | 613,904<br>THB 648,535,448 | (1,858)<br>(1,962,423)                   | (1,858)<br>(1,962,423)              | (Note 3) |

Note 1: The amount was calculated based on the closing rate on September 30, 2025.

Note 2: The calculation of the amount was based on the average exchange rate from January to September 2025.

Note 3: Except for ECS Holding (HK) CO., Limited and Unitop International Corp., the financial statements used as a basis for calculating investment income had been reviewed.

Note 4: The board of directors approved Mainland Assets Activation Plan on January 23, 2018, and completed the transfers of 52% and 48% interest of Dragon Asia on March 27, 2018, and August 25, 2020, respectively. After the disposal of 100% equity of Dragon Asia, the Company had lost control of Dragon Asia, Million Up and Golden Elite Technology (興英科技), and derecognized the related subsidiaries. The Company accounted for the residual equity in ECS Holding (HK) Co., Limited and Golden Elite Technology (興英數位科技). Please refer to Note 6(h).

Note 5: Please refer to Note 4(b) and Note 3 on "Basis of Consolidation" and "Subsidiaries Included in the Consolidated Financial Statements", respectively, for further details.

(c) Information on investment in mainland China

(i) The names of investees in Mainland China, the main businesses and products, and other information

(In Thousands of New Taiwan Dollars)

| Name of investee                      | Main businesses and products                                                                             | Total amount of paid-in capital (Note 2) | Method of investment                                                    | Accumulated outflow of investment from Taiwan as of January 1, 2025 (Note 2) | Investment flows |        | Accumulated outflow of investment from Taiwan as of September 30, 2025 (Note 2) | Net income (losses) of the investee (Note 3) | Percentage of ownership | Investment income (losses) (Notes 1 and 3) | Carrying value (Note 2) | Accumulated remittance of earnings in current period | Note |
|---------------------------------------|----------------------------------------------------------------------------------------------------------|------------------------------------------|-------------------------------------------------------------------------|------------------------------------------------------------------------------|------------------|--------|---------------------------------------------------------------------------------|----------------------------------------------|-------------------------|--------------------------------------------|-------------------------|------------------------------------------------------|------|
|                                       |                                                                                                          |                                          |                                                                         |                                                                              | Outflow          | Inflow |                                                                                 |                                              |                         |                                            |                         |                                                      |      |
| Xun Rui Electron (Shenzhen) Co., Ltd. | Manufacture and maintenance of electric equipment and instrument, computer peripheral products and cases | 31,967                                   | Indirect investment by Elitegroup Computer Systems (HK) Co., Limited    | 24,195                                                                       | -                | -      | 24,195                                                                          | (654)                                        | 100.00%                 | (654)                                      | 5,276                   | -                                                    | -    |
|                                       |                                                                                                          | USD 1,050,000                            |                                                                         | USD 794,718                                                                  | -                | -      | USD 794,718                                                                     | RMB (151,322)                                |                         | USD (20,936)                               | USD 173,290             | -                                                    |      |
| Beijing Xun Run Technology Co., Ltd.  | Manufacture and maintenance of electric equipment and instrument, computer peripheral products and cases | 48,712                                   | Indirect investment by Elitegroup Computer Systems (HK) Co., Limited    | 52,961                                                                       | -                | -      | 52,961                                                                          | (1)                                          | 100.00%                 | (1)                                        | 51,611                  | -                                                    | -    |
|                                       |                                                                                                          | USD 1,600,000                            |                                                                         | USD 1,739,577                                                                | -                | -      | USD 1,739,577                                                                   | RMB (301)                                    |                         | USD (42)                                   | USD 1,695,231           | -                                                    |      |
| ECS Trading (Shenzhen) Co., Ltd.      | Wholesale, trade, maintenance and technical consultation of computers and peripheral products            | 60,890                                   | Indirect investment by Unique Sino Limited of Unity Investments Limited | 60,890                                                                       | -                | -      | 60,890                                                                          | 2,002                                        | 100.00%                 | 2,002                                      | 87,441                  | -                                                    | -    |
|                                       |                                                                                                          | USD 2,000,000                            |                                                                         | USD 2,000,000                                                                | -                | -      | USD 2,000,000                                                                   | RMB 463,470                                  |                         | USD 64,122                                 | USD 2,872,100           | -                                                    |      |

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

| Name of investee                                    | Main businesses and products                                                                                                | Total amount of paid-in capital (Note 2) | Method of investment                                       | Accumulated outflow of investment from Taiwan as of January 1, 2025 (Note 2) | Investment flows |            | Accumulated outflow of investment from Taiwan as of September 30, 2025 (Note 2) | Net income (losses) of the investee (Note 3) | Percentage of ownership | Investment income (losses) (Notes 1 and 3) | Carrying value (Note 2) | Accumulated remittance of earnings in current period | Note     |
|-----------------------------------------------------|-----------------------------------------------------------------------------------------------------------------------------|------------------------------------------|------------------------------------------------------------|------------------------------------------------------------------------------|------------------|------------|---------------------------------------------------------------------------------|----------------------------------------------|-------------------------|--------------------------------------------|-------------------------|------------------------------------------------------|----------|
|                                                     |                                                                                                                             |                                          |                                                            |                                                                              | Outflow          | Inflow     |                                                                                 |                                              |                         |                                            |                         |                                                      |          |
| Golden Elite Technology (Shenzhen) Ltd.<br>(興英數位科技) | Manufacture, research and development of PCBs, motherboards, systems, assembly of notebook, tablets and peripheral products | 1,841,923                                | Indirect investment by ECS Holding (HK) Co., Limited       | 2,110,661                                                                    | -                | -          | 2,110,661                                                                       | 108,202                                      | 100.00%                 | 103,415                                    | 2,563,466               | -                                                    | (Note 6) |
|                                                     |                                                                                                                             | USD 60,500,000                           |                                                            | USD 69,327,000                                                               | -                | -          | USD 69,327,000                                                                  | RMB 25,048,545                               |                         | USD 3,312,195                              | USD 84,199,906          | -                                                    |          |
| Elitegroup Computer Systems (SIP) Co., Ltd.         | Research, development and manufacture of notebook, tablets and related components                                           | 340,984                                  | Indirect investment by Unitop International Corp.          | 340,984                                                                      | -                | 304,450    | 36,534                                                                          | (25,138)                                     | -%                      | (25,138)                                   | -                       | 539,820                                              | (Note 5) |
|                                                     |                                                                                                                             | USD 11,200,000                           |                                                            | USD 11,200,000                                                               | -                | 10,000,000 | USD 1,200,000                                                                   | RMB (5,883,820)                              |                         | USD (805,124)                              | USD -                   | USD 18,000,000                                       |          |
| ECS Digital Technology (Shenzhen) Ltd.              | Manufacture, research and development of PCBs, motherboards, systems, assembly of notebook, tablets and peripheral products | 471,898                                  | Indirect investment by Elite Technology (Cayman) Co., Ltd. | 471,898                                                                      | -                | -          | 471,898                                                                         | 380                                          | 100.00%                 | 380                                        | 429,387                 | -                                                    | -        |
|                                                     |                                                                                                                             | USD 15,500,000                           |                                                            | USD 15,500,000                                                               | -                | -          | USD 15,500,000                                                                  | RMB 87,987                                   |                         | USD 12,173                                 | USD 14,103,698          | -                                                    |          |
| Tronco-Tech (Shenzhen) Ltd.                         | Wholesale of computer and related components, sale of software and technical consultation of computers                      | 1,285                                    | Indirect investment by ECS Trading (Shenzhen) Co., Ltd.    | -                                                                            | -                | -          | -                                                                               | 1,287                                        | 100.00%                 | 1,490                                      | 2,785                   | -                                                    | -        |
|                                                     |                                                                                                                             | RMB 300,000                              |                                                            | USD -                                                                        | -                | -          | USD -                                                                           | RMB 297,987                                  |                         | RMB 345,003                                | RMB 649,976             | -                                                    |          |

(ii) Limitation on investment in Mainland China

| Accumulated Investment in Mainland China as of September 30, 2025 | Investment Amounts Authorized by Investment Commission, MOEA | Upper Limit on Investment |
|-------------------------------------------------------------------|--------------------------------------------------------------|---------------------------|
| 2,757,139                                                         | 3,145,633                                                    | (Note 4)                  |
| USD90,561,295<br>(Note 2)                                         | USD103,321,811<br>(Note 2)                                   | -                         |

Note 1: The calculation of investment income (loss) was based on the investees' reviewed financial statements.

Note 2: The amount was calculated based on the closing rate on September 30, 2025.

Note 3: The calculation of the amount was based on the average exchange rate from January to September 2025.

(Continued)

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

Note 4: On February 6, 2023, the Company obtained the updated certification as being qualified for operating the headquarters, which was issued by the Industrial Development Bureau, MOEA (Letter No. 11251002620), the effective period started from February 1, 2023, to January 31, 2026, thus, the ceiling amount of investment in mainland China is not applicable to the Company.

Note 5: Please refer to Note 4(b) and Note 2 on "Basis of Consolidation" and "Subsidiaries Included in the Consolidated Financial Statements", respectively, for further details.

Note 6 : Please refer to Note 4 of “Information on investees” .

(iii) Significant transactions

| Company Name                             | Counterparty<br>(Investee Company)                  | Transaction<br>Type | Purchase/Sale |       | Comparison of<br>Price with the<br>Market | Transaction Details |                               | Notes/Accounts<br>Receivable (Payable) |       | Unrealized<br>(Gain) Loss | Note            |
|------------------------------------------|-----------------------------------------------------|---------------------|---------------|-------|-------------------------------------------|---------------------|-------------------------------|----------------------------------------|-------|---------------------------|-----------------|
|                                          |                                                     |                     | Amount        | %     |                                           | Payment<br>Terms    | Comparison with the<br>Market | Amount                                 | %     |                           |                 |
| Elitegroup Computer<br>Systems Co., Ltd. | Golden Elite Technology (Shenzhen)<br>Ltd. (興英數位科技) | Purchase            | (3,987,982)   | (35)% | No significant<br>differences             | OA 60 days          | No significant<br>differences | (871,042)                              | (52)% | 6,489                     | (Notes 1 and 2) |

Note 1: The amounts had been offset in the consolidated financial statements.

Note 2: Unrealized profit and loss are due to upstream transactions.

**ELITEGROUP COMPUTER SYSTEMS CO., LTD. AND SUBSIDIARIES**  
**Notes to the Consolidated Financial Statements**

**(14) Segment information**

The Group mainly produces and sells computer equipment, wherein the chief operating decision maker distributes the resources and bonuses based on the operating performance and financial information of the segment. The Group has only one reportable segment, thus, based on IFRS 8 “Operating Segments”, its segment information need not be disclosed.